

SURVEILLANCE CREDIT RATING REPORT

R. K. BUILDERS & ENGINEERS

Ref. no.: FR/2022/26476



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	06 November 2022	01 November 2023

WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Tk. In million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
	BG	20.00	0.55	
NRBC Bank Limited	Time Loan	(10.00)	-	02.11.2022
	WO (R)	10.00	4.39	

Key Snapshot:

Tk. in million

Particulars	FY22	FY21
Revenue	40.56	36.48
EBIT	7.38	5.87
Net Profit	7.03	5.57
Total Assets	17.15	16.60
Total Equity	17.05	16.50
Debt	0.10	0.10
Net Profit Margin (%)	17.3	15.3
CCC (Days)	23	25
ICR (X)	21.09	19.55

Financial Based on- management prepared financial statements up to 30th June 2022.

Methodology: SME Rating Methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **R. K. Builders & Engineers** (hereinafter referred to as 'RKBE' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Good business network
- Majority bills of the enterprise are made by short period
- Good interest coverage position
- Low levered capital structure

However, the above rating has been moderated to some extent due to some factors like:

- Low disclosure of financial statements
- Medium scale in the business
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the enterprise is adjudged to above average level of credit worthiness in relation to other small enterprises.

WCRCL also viewed the enterprise with "Stable" outlook and believes that RKBE will be able to maintain its good fundamentals in the foreseeable future.

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