

SURVEILLANCE CREDIT RATING REPORT RASEL MOTORS



Ref. no.: FR/2022/026263

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11SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	11 October 2022	10 October 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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
United Commercial Bank Limited	CC (H)	7.50	7.67	
	BG (BB)	6.00	--	13.10.2022
	BG (PG)	4.00	--	

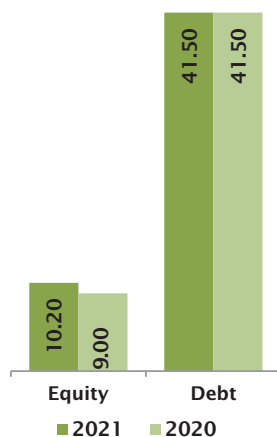
BDT. in million

Key Snapshot:

BDT. in million

Particulars	2021	2020
Revenue	111.57	110.47
EBIT	9.84	9.57
Net Profit	6.84	6.57
Total Assets	51.70	50.50
Total Equity	10.20	9.00
Debt	41.50	41.50
Net Profit Margin (%)	6.1%	5.9%
CCC (Days)	153.76	152.38
ICR (X)	3.28	3.19

Capital Structure
(BDT. in million)



Financial Based on-unaudited financial statements up to 2021.

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 Rasel Motors(hereinafter referred as "RM" or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

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

- Experienced and skilled management
- Owned business premises and storage facility
- Good business network
- Good interest coverage position

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

- Tight liquidity position with long cash conversion cycle
- Low disclosure of financial statements
- Highly levered capital structure
- Low management information system (MIS) and Manual accounting system

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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 RM will be able to maintain its good fundamentals in the foreseeable future