

CREDIT RATING REPORT
S.M. AUTO CENTER (SURVEILLANCE)

Ref. no.: FR/2022/026216



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	19 September 2022	08 August 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

BDT. in million

Bank Name	Mode of Investment	Investment Amount	Outstanding Amount as on 31 August 2022
Islami Bank Bangladesh Limited	Bai Murabaha TR	12.00	0.46

Financial Based on- Audited financial statements up to 30 June 2022.

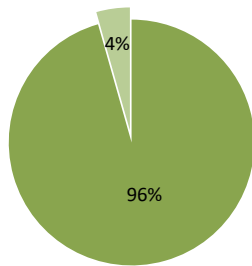
Methodology: SME Rating Methodology published on the WCRCL website at www.wasocreditrating.com

Key Snapshot:

BDT. in million

Particulars	FY22	FY21
Revenue	365.08	336.48
COGS/Sales (%)	92.95	92.99
Operating Profit	22.47	20.50
Net Profit	16.84	17.83
Total Assets	126.46	120.93
Total Equity	113.26	111.42
Total Liabilities	13.20	9.51
Net Profit Margin (%)	4.61	5.30
CCC (days)	41	41
ICR (X)	189	165

Financial Year FY22



■ Yearly Turnover ■ Net Profit

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RATING RATIONALE

WCRCL has reaffirmed **WCRSE 3** (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **S.M. Auto Center** (hereinafter referred to as 'SMAC' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the enterprise which include good market reputation and strong business network, low levered firm, good debt coverage position, and good value to loan ratio. However, the above factors are constrained to some extent by manual accounting system, moderated liquidity position, price Volatility of trading products, and moderated disclosure in the financial statements.

The SME rating implies that S. M. Auto Center is adjudged to above average level of credit worthiness in relation to other small enterprises.

WCRCL also viewed S. M. Auto Center with "Stable" outlook and believes that SMAC will be able to maintain its good fundamentals in the foreseeable future.