

SURVEILLANCE CREDIT RATING REPORT SANDY BEACH RESTAURANT



Ref. no.: FR/2022/26156

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	11 October 2022	14 September 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
Islami Bank Bangladesh Limited	Bai-Murabaha TR	7.00	7.63	10.10.2022

BDT. In Million

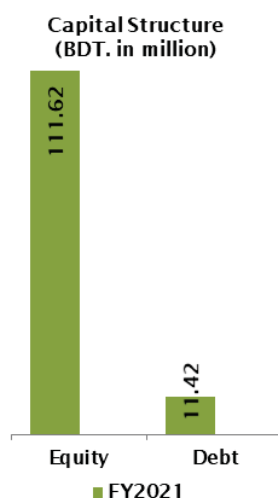
Financial Based on-audited financial statements up to 30th June FY21.

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

Key Snapshot:

BDT. In Million

Particulars	FY2021
Revenue	63.56
EBIT	18.07
Net Profit	13.67
Total Assets	123.04
Total Equity	111.62
Debt	11.42
Net Profit Margin (%)	21.5%
CCC (Days)	30
ICR (X)	144.04



RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Sandy Beach Restaurant (hereinafter referred as "SBR" 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:

- Established brand image in Cox's Bazar Sea Beach
- One of the largest open deck beach restaurant
- Low levered capital structure
- Experienced management team
- Enjoy locational advantage i.e. near parjatan area
- Good interest coverage position

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

- Lack of disclosure of financial statements
- Low management information system (MIS) and Manual accounting system
- No insurance policy
- Brand image risk
- Quality maintenance risk

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

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