

# SURVEILLANCE CREDIT RATING REPORT SEYAM ELECTRONICS



Ref. no.: FR/2022/26227

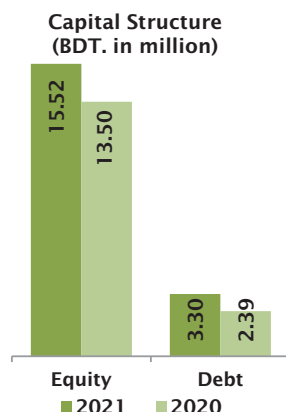
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## Key Snapshot:

BDT. in million

Particulars	2021	2020
Revenue	28.00	25.35
EBIT	4.28	3.20
Net Profit	4.01	3.07
Total Assets	18.82	15.90
Total Equity	15.52	13.50
Debt	3.30	2.39
Net Profit Margin (%)	14.3%	12.1%
CCC (Days)	175	177
ICR (X)	15.87	23.44



## Analysts:

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SME 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
Uttara Bank Limited	CC (H)	3.50	2.67	10.10.2022

BDT. in million

*Financial Based on-unaudited financial statements up to 31 December 2021.*

*Methodology: SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)*

## RATING RATIONALE

WCRCL has assigned '**WCRSE 3**' (pronounced as WASO Credit Rating Small Enterprise **Three**) rating under the SME Rating to **Seyam Electronics** (hereinafter referred as "**SE**" 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
- Good profitability margin
- Low levered capital structure
- Good interest coverage position
- Satisfactory banking relationship

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

- Low disclosure of financial statements
- Tight liquidity position with long cash conversion cycle
- No insurance coverage
- 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 **SE** will be able to maintain its good fundamentals in the foreseeable future.