

# SURVEILLANCE CREDIT RATING REPORT SIAM ENTERPRISE



Ref. no.: FR/2022/025851

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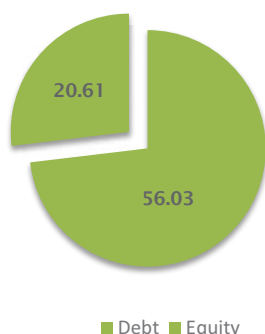
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## Key Snapshot:

BDT. in million

Particulars	2021	2020
Sales	256.00	257.01
EBIT	9.50	13.37
Net Profit	4.97	9.00
Total Assets	76.65	124.46
Total Equity	20.61	14.64
Total debt	56.03	109.82
Net Profit Margin (%)	1.94	3.50
Current Ratio (X)	1.08	0.99
CCC (Days)	83	66
ICR (X)	2.38	3.48

Capital Structure



## Analysts:

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	19 September 2022	18 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

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	Overdraft	20.00	7.00	31.08.2022

Financial Based on-Unaudited financial statements up to 31 December 2021, 2020, 2019.

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

## RATING RATIONALE

WCRCL has reaffirmed **‘WCRSE 3’** (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Siam Enterprise** (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 business network
- Good interest coverage position
- Secured insurance coverage
- Low levered capital structure

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

- Tight liquidity position with long cash conversion cycle
- Low interest coverage ratio
- Low disclosure of financial statements
- 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.