

CREDIT RATING REPORT

SOCIO ECONOMIC DEVELOPMENT AGENCY (SEDA)



Ref. no.: FR/2022/025856

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB3	ST-4	Stable	19 September 2022	18 September 2023

Bank Name	Mode of Investment	Limit Amount	Outstanding amount	Outstanding Date
Uttara Bank Limited	Term Loan	10.00	1.36	31.08.2022

Financial Based on- Unaudited Financial Statements up to 30 June 2021, and 20220.

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

Key Snapshot:

Particulars	2021	2022
No. of Branches	06	06
No. of Members	4201	3949
No. of Borrowers	2665	2519
No. of Field Officers	18	17
Total Loan Outstanding	26.02	28.30
Yearly Loan Disbursement	25.83	25.20
Total Savings	6.62	7.00

Tk. In million

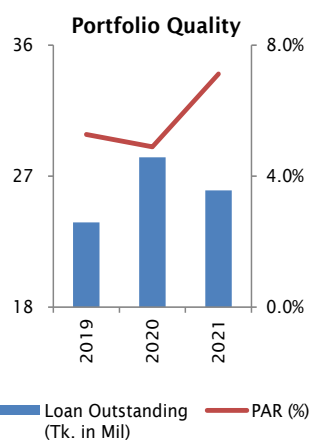
RATING RATIONALE

WCRCL has assigned 'BBB3' (pronounced as Triple B Three) rating for the Long Term and 'ST-4' (pronounced as Short Term Four) rating for Short Term to 'Socio Economic Development Agency (SEDA)' (hereinafter referred to as 'SEDA' or 'The Organization') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

The above ratings have been assigned based on the fundamentals of the organization which include diversified loan portfolio, moderate spread between cost and benefit of fund, and positive surplus from operation. However, the above factors are constrained lack of geographical diversification, small scale operation, stagnant savings, and poor position in risk coverage ratio.

The long term rating implies that the MFI rated in this category is subject to medium credit risk. It is considered medium grade and as such may possess certain speculative characteristics. The obligor currently has the capacity to meet its financial commitment on the obligation; however, it faces major ongoing uncertainties which could lead to the obligor's inadequate capacity to meet its financial commitment on the obligation.

WCRCL also viewed the organization with "Stable" outlook and believes that SEDA will be able to maintain its good fundamentals in the foreseeable future.



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