

SURVEILLANCE CREDIT RATING REPORT SOVECHCHA SHARI BITAN



Ref. no.: FR/2022/26159

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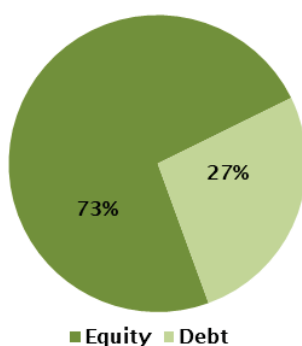
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Key Snapshot:

BDT. in million

Particulars	2021	2020
Revenue	31.20	28.80
EBIT	3.00	2.18
Net Profit	2.80	2.08
Total Assets	18.70	14.00
Total Equity	13.70	14.00
Debt	5.00	0.00
Net Profit Margin (%)	9.0%	7.2%
CCC (Days)	184	159

**Capital Structure
(BDT. in million)**



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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

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

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Suvechcha Shari Bitan (hereinafter referred as "SSB" 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
- Owned business premises and storage facility
- Low levered capital structure

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

- Lack of disclosure in the financial statements
- Tight liquidity position with long inventory in stock
- 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 SSB will be able to maintain its good fundamentals in the foreseeable future.