

SURVEILLANCE CREDIT RATING REPORT TANT GHAR

Ref. no.: FR/2022/25983



Report Contents:

Particulars	Page
Rating Rationale	1
Business Profile	2
Market Review	2
Business Analysis	2
Financial Position Analysis	3
Credibility and Banking Relationship	4
Risk Factor Analysis	5
Rating Observation	5
Annexure	6

SME Rating	WCR SE/ME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 4	Stable	11 October 2022	10 October 2023

*WCRSE 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Name of Bank	Mode of Investment	Limit or Sanctioned Amount	Outstanding Amount	Outstanding Date
National Bank Limited	CC (Hypo.)	10.00	5.64	15.09.2022

Tk. in Million

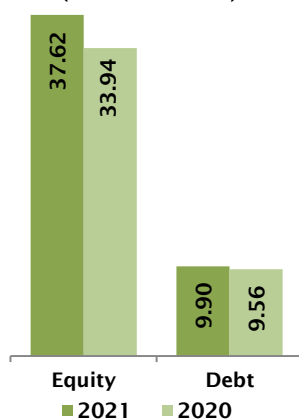
Financial Based on- Un-audited financial statements for 2020 and 2021.

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

Key Snapshot:

Particulars	2021	2020
Revenue	51.51	61.50
EBIT	5.09	3.85
Net Profit	4.56	2.85
Total Assets	47.52	43.50
Total Equity	37.62	33.94
Debt	9.90	9.56
Net Profit Margin (%)	8.9	4.6
CCC (Days)	334	258
ICR (X)	9.62	3.85

Capital Structure (BDT. in million)



RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 4' (pronounced as WASO Credit Rating Small Enterprise Four) rating to Tant Ghar (hereinafter referred to as 'TG' 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
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Good business network
- Good interest coverage position
- 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 disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

Analysts:

Md. Rifat Ahmed
rifat@wasocreditrating.com

Md. Rafiul Bary
rafi@wasocreditrating.com

The SME rating implies that the enterprise is adjudged average level of credit worthiness in relation to other small enterprises.

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