

SURVEILLANCE CREDIT RATING REPORT YOUSUF FURNITURE LIMITED



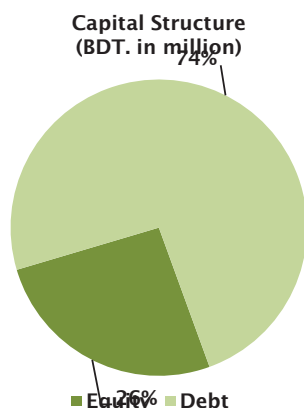
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Key Snapshot:

BDT. in million		
Particulars	2021	2020
Revenue	53.13	102.52
EBIT	7.24	7.90
Net Profit	6.53	7.55
Total Assets	22.66	40.80
Total Equity	15.12	10.59
Total debt	7.53	30.21
Net Profit Margin (%)	12.3%	7.4%
CCC (Days)	106	28
ICR (X)	10.12	29.66



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	29 August 2022	28 August 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	CC (H)	4.00	3.96	28.08.2022
Total		4.00	3.96	

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 **Yousuf Furniture Ltd** (hereinafter referred as "YFL" 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 directors and management
- Maintained sound relation with supplier & buyer
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- 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

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 YFL will be able to maintain its good fundamentals in the foreseeable future.