1st Surveillance Credit Rating Report AYAT TRADERS



Ref. no.: FR/2023/29709

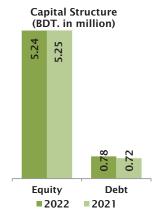
Report Contents:

Page
1
2
2
2
3
4
5
5

Key Snapshot:

BDT. in million

2022	2021
13.92	12.10
2.50	2.17
2.37	2.05
6.02	5.97
5.24	5.25
0.78	0.72
17.1%	16.9%
71.0	77.0
20.67	19.68
	13.92 2.50 2.37 6.02 5.24 0.78 17.1%



Analysts:

Juthi Khanum juthi@wasocreditrating.com

Md. Al Amin Jewel jewel@wasocreditrating.com

WCRSE/WCRME Outlook Date of Declaration Date of Expiration WCRSE 3 Stable 13 February 2023 12 February 2024

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	mil	lion

Bank Name	Mode of	Sanctioned	Outstanding	Date of
	Investment	Amount	Amount	Outstanding
Uttara Bank Limited	CC (H)	2.00	0.54	12.02.2023

Financial Based on-unaudited financial statements up to 31 December 2022.

 $\textbf{\textit{Methodology:} SME rating methodology published on the WCRCL website at www.wasocreditrating.com}$

RATING RATIONALE

WCRCL has assigned 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Ayat Traders (hereinafter referred as "AT" 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:

- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system
- No insurance coverage

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