1st Surveillance Credit rating report M.R. Enterprise



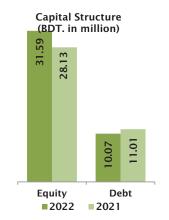
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Key Snapshot:

	BDT. in million	
Particulars	FY22	FY21
Revenue	86.93	79.03
EBIT	20.72	16.75
Net Profit	16.80	13.14
Total Assets	41.66	39.15
Total Equity	31.59	28.13
Debt	10.07	11.01
Net Profit Margin (%)	19.3%	16.6%
CCC (Days)	157.00	165.00
ICR (X)	33.12	52.09



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WCRSE/WCRME Outlook Date of Declaration Date of Expiration

WCRSE 4 Stable 12 March 2023 11 March 2024

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

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

RATING RATIONALE

WCRCL has assigned 'WCRSE 4' (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to M. R. Enterprise (hereinafter referred as "MRE" 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
- Comfortable liquidity position
- Good profitability margin
- Low levered capital structure
- Good interest coverage position
- Satisfactory banking relationship

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

- Low disclosure of financial statements
- High Competition in market
- Low management information system (MIS) and Manual accounting system

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

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