

# 5<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT NAHAR ENTERPRISE

Ref. no.: FR/2023/029967



## Report Contents:

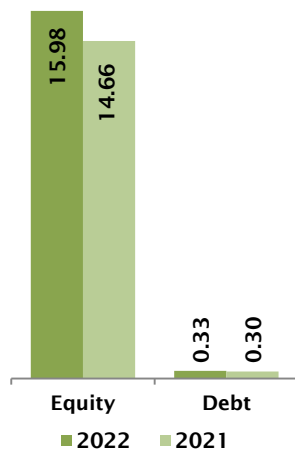
Particulars	Page
Rating Rationale	01
Owners Profile	02
Business Management	02
Market Review	02
Business Analysis	03
Financial Position Analysis	04
Banking Relationship and Security	04
Risk Factor Analysis	05
Rating Observation	05

## Key Snapshot:

Tk. in million

Particulars	2022	2021
Revenue	29.33	25.50
EBIT	5.80	4.99
Net Profit	5.33	4.56
Total Assets	16.30	14.96
Total Equity	15.98	14.66
Debt	0.33	0.30
Net Profit Margin (%)	18.2%	17.9%
CCC (Days)	186	175
ICR (X)	13.53	12.81

Capital Structure  
(BDT. in million)



## Analysts:

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 March 2023	11 March 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

Tk. in million

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 07.03.2023
Social Islami Bank Limited	Baim	3.00	3.04

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

**Methodology:** SME Rating Methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

## RATING RATIONALE

WCRCL has reaffirmed **WCRSE 3** (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Nahar Enterprise** (hereinafter referred to as 'NE' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the enterprise which include positioning of selling point at prime region, owned business premises, moderate profitability condition, low leverage position and comfortable security arrangement. However, the above factors are constrained to some extent no disclosure in the financial statement, manual accounting process, tight liquidity position, small scale of business, competition intensity is high and no insurance coverage, which indicate high operational risk.

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

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