

1st SURVEILLANCE CREDIT RATING REPORT NIROB TELECOM

Ref. no.: FR/2022/28055



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	18 December 2022	17 December 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	Limit Amount	Outstanding Amount as on 29 November 2023
Uttara Bank Limited	CC (H)	3.50	-

Financial Based on- Management prepared financial statements as on 30th June 2022.

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

Key Snapshot:

BDT. in million

Particulars	FY22	FY21
Revenue	52.71	40.07
EBIT	5.48	3.57
Net Profit	4.98	3.33
Total Assets	24.58	21.90
Total Equity	21.13	19.69
Debt	3.45	2.21
Net Profit Margin (%)	9.4	8.3
CCC (Days)	123	156
ICR (X)	10.96	14.94

RATING RATIONALE

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

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

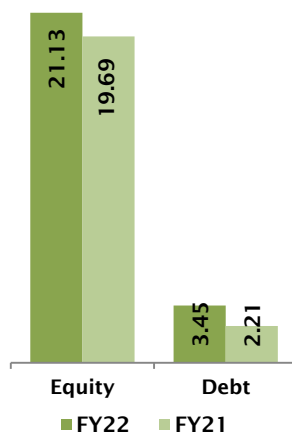
However, the above rating has been moderated to some extent due to some factors like:

- Tight liquidity position with long cash conversion cycle
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

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

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

Capital Structure
(BDT. in million)



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