

SURVEILLANCE CREDIT RATING REPORT NISSAN SHOES



Ref. no.: FR/2022/27391

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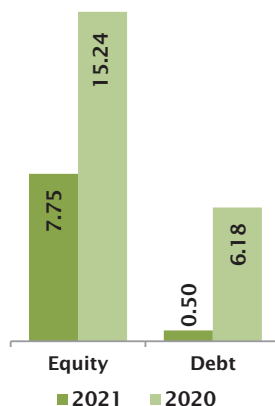
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Key Snapshot:

BDT in Million

Particulars	2021	2020
Revenue	11.00	22.68
EBIT	2.82	2.03
Net Profit	2.60	1.83
Total Assets	8.25	21.42
Total Equity	7.75	15.24
Debt	0.50	6.18
Net Profit Margin (%)	23.6	8.1
CCC (Days)	411	238
ICR (X)	12.53	11.11

Capital Structure
(BDT. in million)



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	06 December 2022	27 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	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	CC (H)	2.50	2.49	20.10.2022

Financial Based on unaudited financial statements up to 31st December 2021.

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

RATING RATIONALE

WCRCL has upgraded 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Nissan Shoes (hereinafter referred as "NS" 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
- Low levered enterprise
- Good security arrangement
- Good interest coverage position
- Regular loan repayment history

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

- Tight liquidity position with long cash conversion cycle
- No insurance coverage
- No disclosure in the 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 NS will be able to maintain its good fundamentals in the foreseeable future.