

SURVEILLANCE CREDIT RATING REPORT NOWROZ ENTERPRISE



Ref. no.: FR/2022/26816

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	06 November 2022	05 November 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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	OD (EM)	2.00	1.56	18.07.2021
	OD(PO/SDR)	1.00	1.00	
	BG (PG)	2.00	2.00	
	BG (Bid Bond)	16.00	5.99	

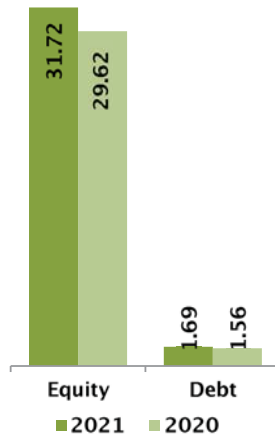
Financial Based on- Audited financial statements up to 31st December 2021.

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

Key Snapshot:

BDT. in million		
Particulars	2021	2020
Revenue	49.40	48.70
EBIT	5.81	5.48
Net Profit	4.60	4.37
Total Assets	33.41	31.18
Total Equity	31.72	29.62
Total debt	1.69	1.56
Net Profit Margin (%)	9.3%	9.0%
CCC (Days)	46.25	41.10
ICR (X)	8.06	8.43

**Capital Structure
(BDT. in million)**



RATING RATIONALE

WCRCL has upgraded 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Nowroz Enterprise (hereinafter referred as "NE" 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
- Owned business premises
- Satisfactory banking relationship
- Good business network
- Good liquidity position
- Low levered capital structure

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

- No insurance coverage for the inventory in stock
- Lack of disclosure in the financial statements
- Low management information system (MIS) and Manual accounting system

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