

# INITIAL CREDIT RATING REPORT OPE PROPERTIES LIMITED



Ref. no.: FR/2022/24150

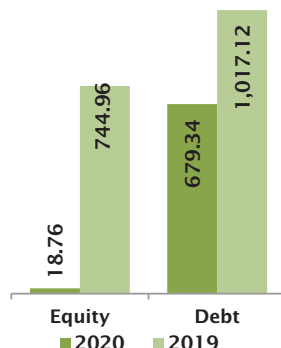
## Report Contents:

Particulars	Page
Rating Rationale	1
Entity Profile	2
Business Management	2
Business Analysis	2
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	4
Rating Observation	5

## Key Snapshot:

BDT. in million		
Particulars	2020	2019
Revenue	573.84	626.04
EBIT	10.17	10.89
Net Profit	5.50	5.59
Total Assets	1,742	1,762
Total Equity	18.76	744.96
Total debt	679.34	1,017
Net Profit Margin (%)	1.0	0.9
CCC (Days)	584	720

Capital Structure  
(BDT. in million)



## Analysts:

**Juthi Khanum**  
juthi@wasocreditrating.com

**Ummay Fatema**  
fatema@wasocreditrating.com

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	30 May 2022	29 May 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

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

## RATING RATIONALE

WCRCL has assigned 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Ope Properties Limited** (hereinafter referred as "OPL" or "The Company") 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
- 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
- No insurance coverage
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system
- Adverse shock in real estate industry may affect revenue growth

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

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