

# SURVEILLANCE CREDIT RATING REPORT PACKMAN BANGLADESH LIMITED



Ref. no.: FR/2022/028444

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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	Sanctioned Amount	Outstanding Amount	Date of Outstanding
National Credit And Commerce Bank Limited	LC	30.00	--	17.12.2022

Financial Based on-Management prepared financial statements up to 2021.

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

## Key Snapshot:

BDT. in million

Particulars	2021	2022
Revenue	210.59	142.71
EBIT	9.23	5.15
Net Profit	6.53	3.61
Total Assets	51.04	41.12
Total Equity	45.56	39.03
Debt	5.47	2.08
Net Profit Margin (%)	3.1%	2.5%
CCC (Days)	10	24
ICR (X)	5.96	6.10

## RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Packman Bangladesh Limited (hereinafter referred as "PBL" 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
- Strong business network
- Strong buyers profile which reflects revenue
- Comfortable interest coverage position
- Good liquidity position
- Low levered capital structure

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

- Lack of disclosure of financial statements
- Low security arrangement
- No Insurance coverage
- 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 PBL will be able to maintain its good fundamentals in the foreseeable future.

## Analysts:

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