

SURVEILLANCE CREDIT RATING REPORT BARKAT & GENERAL STORES

Ref. no.: FR/2023/30324



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	28 March 2023	27 March 2024

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

Tk. in million				
Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Outstanding Date
Pubali Bank Limited	CC (Hypo)	20.00	12.75	18.12.2022

Financial Based on- Unaudited financial statements from 31 December 2021 to 2022.

Key Snapshot:

Tk. in million		
Particulars	2022	2021
Revenue	752.51	671.02
EBIT	96.36	78.16
Net Profit	96.08	77.46
Total Assets	111.16	96.71
Total Equity	81.24	72.01
Debt	29.92	24.70
Net Profit Margin (%)	12.8%	11.5%
CCC (Days)	35	34
ICR (X)	n/a	180.92

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Barkat & General Stores** (hereinafter referred to as 'BGS' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above ratings have been assigned based on the fundamentals of the enterprise which include good business network, long business experiences of the proprietor, sole distributor of Brand company, low leverage position in the capital structure, good interest coverage position, owned business premises. However, the above factors are constrained to some extent by low disclosure in the financial statement, price volatility of products in the local market, manual accounting process and low profitability.

The SME rating implies that the enterprise is adjudged to **above average level** of credit worthiness in relation to other medium enterprises.

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

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