

# 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT BISMILLAH ENTERPRISE

Ref. no.: FR/2022/28819

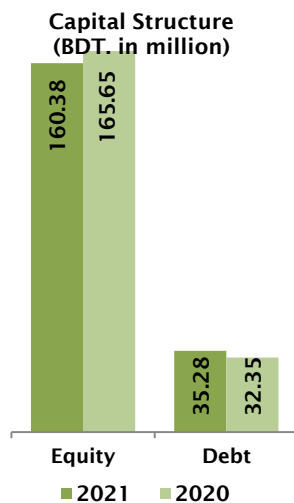


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## Key Snapshot:

BDT. in million		
Particulars	2021	2020
Revenue	171.11	148.80
EBIT	32.56	28.12
Net Profit	29.03	24.80
Total Assets	195.65	198.00
Total Equity	160.38	165.65
Debt	35.28	32.35
Net Profit Margin (%)	17.0	16.7
CCC (Days)	186	203
ICR (X)	14.67	13.94



## Analysts:

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	27 December 2022	07 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

Tk. In Million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 26.12.2022
BRAC Bank Limited	Over Draft	20.80	-

**Financial Based on-** Management prepared financial statement up to the periods ended on 31<sup>st</sup> December 2021.

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

## RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Bismillah Enterprise (hereinafter referred to as 'BE' 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
- 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
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

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

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