

SURVEILLANCE CREDIT RATING REPORT CITY BITUMIN STORE



Ref. no.: FR/2022/30339

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	27 December 2022	20 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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	CC (H)	8.00	nil	14.12.2022

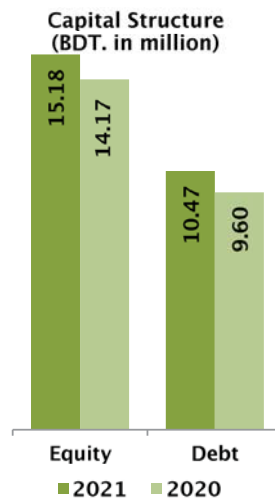
BDT. in million

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:

Particulars	2021	2020
Revenue	30.64	26.64
EBIT	5.81	5.00
Net Profit	4.71	4.00
Total Assets	25.64	23.77
Total Equity	15.18	14.17
Total debt	10.47	9.60
Net Profit Margin (%)	15.4%	15.0%
CCC (Days)	225	242
ICR (X)	5.28	5.00



RATING RATIONALE

WCRCL has re-affirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **City Bitumin Store** (hereinafter referred as "CBS" 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
- Highly satisfactory banking relationship
- Good interest coverage position
- Low levered capital structure
- Owned business premise
- Good security coverage against loan

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
- Medium disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

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