

SURVEILLANCE CREDIT RATING REPORT FARIHA TRADE INTERNATIONAL

Ref. no.: FR/2023/030183



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 March 2023	07 February 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

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Outstanding Date
Islami Bank Bangladesh Limited	LC/Bills/MPI/TR	40.00	18.30	17.01.2023

Tk. in Million

Key Snapshot:

Tk. In Million

Particulars	2021	2020
Revenue	860.34	815.49
EBIT	32.50	30.89
Net Profit	24.58	29.12
Total Assets	200.23	209.64
Total Equity	148.47	145.48
Debt	51.76	64.15
Net Profit Margin (%)	2.9	3.6
CCC (Days)	36	35
FFO	24.58	29.12

Financial Based on- Audited financial statement for 31 December 2021.

Methodology: SME rating methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' rating (pronounced as WASO Credit Rating Small Enterprise Three) under the SME rating to **Fariha Trade International** (hereinafter referred to as 'FTI' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

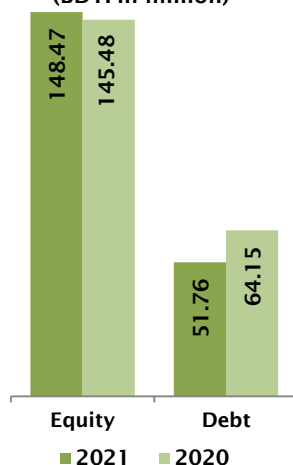
The above ratings have been assigned based on the fundamentals of the enterprise which include positioning of selling point at prime area, wide business network, maintained sound business relation with supplier & buyer, long business experiences of the proprietor and low leverage position in the capital structure, good liquidity position, good interest coverage position, having sister concern support and owned business premises.

However, the above factors are constrained to some extent by average disclosure in the financial statement, manual accounting process, no insurance coverage and Proprietorship concern has low legal obligation as an entity and price volatility of trading products.

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

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

Capital Structure
(BDT. in million)



Analysts:

Md. Al Amin Jewel
jewel@wasocreditrating.com

Rafiul Bary
rafi@wasocreditrating.com