

1st SURVEILLANCE CREDIT RATING REPORT HUSSAIN AUTO RICE MILL



Ref. no.: FR/2023/30442

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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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	CC (H)	13.00	Nil	02.03.2023
	Total	13.00	Nil	

BDT. in million

Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	92.50	44.03
EBIT	5.64	3.36
Net Profit	4.37	3.01
Total Assets	35.03	18.45
Total Equity	32.30	9.89
Debt	2.73	8.56
Net Profit Margin (%)	4.7%	6.8%
CCC (Days)	91.00	133.00
ICR (X)	4.82	10.65

Financial Based on unaudited financial statements up to 31 December 2022.

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

RATING RATIONALE

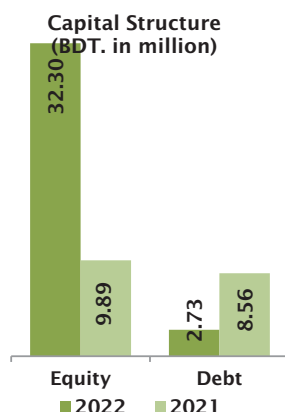
WCRCL has assigned 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Hussain Auto Rice Mill (hereinafter referred as "HARM" or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Owned business premises and storage facility
- Maintained sound business relation with supplier & buyer
- Low levered capital structure
- Good interest coverage position
- Satisfactory banking relationship

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

- Low disclosure of financial statements
- Tight liquidity position with long cash conversion cycle
- Price volatility of the rice
- Low management information system (MIS) and Manual accounting system



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