

# SURVEILLANCE CREDIT RATING REPORT

## IBRAHIM & YOUNUS SHEET HOUSE & HARDWARE



Ref. no.: FR/2022/30228

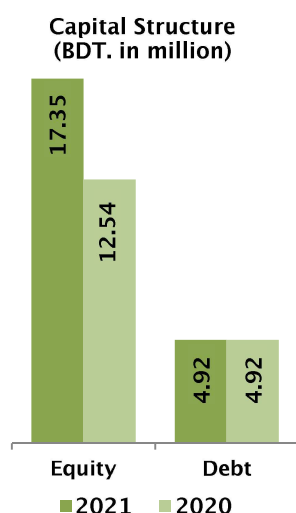
### Report Contents:

Particulars	Page
Rating Rationale	1
Entity Profile	2
Business Management	2
Business Analysis	2,3
Financial Position Analysis	3,4
Banking Relationship	4
Risk Factor Analysis	4,5
Rating Observation	5

### Key Snapshot:

BDT. in million

Particulars	2021	2020
Revenue	150.71	102.60
EBIT	14.00	9.19
Net Profit	13.85	8.57
Total Assets	22.28	17.47
Total Equity	17.35	12.54
Total debt	4.92	4.92
Net Profit Margin (%)	9.2%	8.4%
CCC (Days)	42	44
ICR (X)	n/a	19.55



### Analysts:

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	27 December 2022	22 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

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Bank Asia Limited	OD	4.00	3.99	24.11.2022
	TL	1.50	1.09	
	<b>Total</b>	<b>5.50</b>	<b>5.08</b>	

Financial Based on–unaudited financial statements up to 31 December 2021.

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

### RATING RATIONALE

WCRCL has re-affirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Ibrahim & Younus Sheet House & Hardware** (hereinafter referred as "IYSH" 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
- 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 to **above average level** of credit worthiness in relation to other small enterprises.

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