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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	27 December 2022	26 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

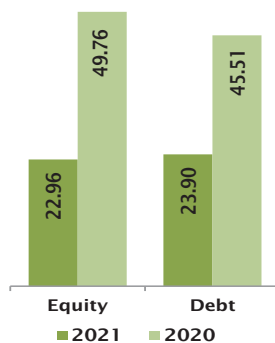
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
United Commercial Bank Limited	CC(H)	12.00	9.58	27.12.2022
	SLC	10.00	2.46	
	LTR	7.50	-	

Key Snapshot:

BDT. in million

Particulars	2021	2020
Revenue	86.81	165.10
EBIT	10.37	27.50
Net Profit	9.52	24.76
Total Assets	46.86	95.27
Total Equity	22.96	49.76
Debt	23.90	45.51
Net Profit Margin (%)	11.0	15.0
CCC (Days)	157	127
ICR (X)	26.91	11.96

Capital Structure
(BDT. in million)



Financial Based on-Management prepared financial statements up to 31st December 2021.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **K. S. International** (hereinafter referred as "KSI" 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
- Good interest coverage position
- Good mortgage security coverage against loan
- Good business network

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

- Tight liquidity position with long cash conversion cycle
- Highly levered capital structure
- 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.

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