

SURVEILLANCE CREDIT RATING REPORT KHAN IRON

Ref. no.: FR/2023/030039



Report Contents:

Particulars	Page
Rating Rationale	1
Owners Profile	2
Business Management	2
Market Review	2
Business Analysis and Network	2
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	4
Rating Observation	5

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 March 2023	28 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.

Tk. in million

Bank Name	Mode of Investment	Limit Amount	Outstanding Amount	Outstanding Date
One Bank Limited	Time loan	180.00	180.91	28.02.2023
	OD	40.00	38.39	

Key Snapshot:

Tk. In million

Particulars	2022	2021
Revenue	1283.24	1157.0
EBIT	29.55	26.40
Net Profit	11.21	11.25
Total Assets	739.76	616.47
Total Equity	504.41	396.97
Total Liabilities	235.35	219.50
Net Profit Margin (%)	0.87	0.97
Current Ratio (X)	8.18	2.10
Debt to Equity (X)	0.47	0.55

Financial Based on– Management financial statements up to 31 December 2022, 2021, and 2020.

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

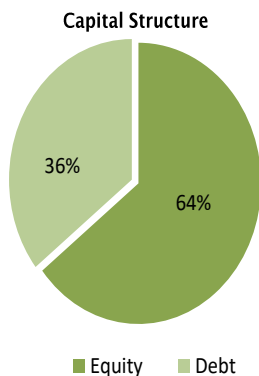
RATING RATIONALE

WCRCL has reaffirmed **WCRSE 3** (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Khan Iron** (hereinafter referred to as ‘KI’ or “The Enterprise”) based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the enterprise which positive business trend, long business experiences of the proprietor, and good debt coverage position. However, the above factors are constrained to some extent by manual accounting system, moderate liquidity position with long cash conversion cycle, and poor disclosure of financial statements.

The SME rating implies that the enterprise is adjudged to above average level of credit worthiness in relation to other SE’s / ME’s.

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



Analysts:

Monira Islam
monira@wasocreditrating.com

Maharan Nasrin
maharan@wasocreditrating.com