

1st SURVEILLANCE CREDIT RATING REPORT

M. RAHMAN ENTERPRISE

Ref. no.: FR/2022/28806



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	27 December 2022	06 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

Tk. In million

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount Dated on 27.12.2022
United Commercial Bank Limited	OD(G)	3.00	3.06
	EMF	2.00	0.15
	BG (PG)	5.00	0.12
	WOF	1.50	-

Key Snapshot:

Tk. in million

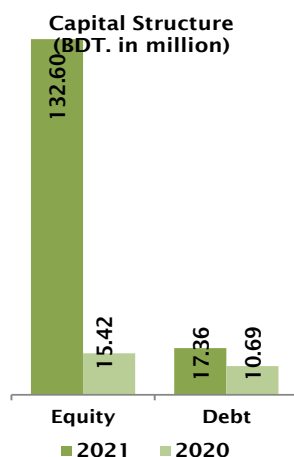
Particulars	2021	2020
Revenue	24.00	23.50
EBIT	2.98	2.99
Net Profit	2.43	2.44
Total Assets	149.9	26.11
Total Equity	132.6	15.42
Debt	17.36	10.69
Net Profit Margin (%)	10.1	10.4
CCC (Days)	140	144
ICR (X)	6.61	6.64

Financial Based on- Unaudited 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 **M. Rahman Enterprise** (hereinafter referred to as 'MRE' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.



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

- Experienced and skilled management
- Good business network
- Satisfactory banking relationship
- 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

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