

1st SURVEILLANCE CREDIT RATING REPORT MADINA TRADERS



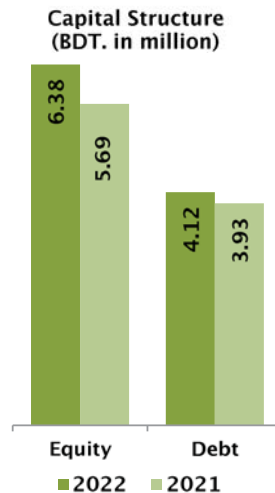
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Key Snapshot:

BDT. in million		
Particulars	2022	2021
Revenue	42.83	39.61
EBIT	3.25	2.99
Net Profit	2.94	2.73
Total Assets	10.51	9.62
Total Equity	6.38	5.69
Total debt	4.12	3.93
Net Profit Margin (%)	6.9%	6.9%
CCC (Days)	59.53	60.18
ICR (X)	13.51	14.23



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 March 2023	11 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

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 **Madina Traders** (hereinafter referred as "**MT**" 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
- Good profitability margin
- 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
- High Competition in market
- 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 MT will be able to maintain its good fundamentals in the foreseeable future.