

1st SURVEILLANCE CREDIT RATING REPORT MARUF ENTERPRISE



Ref. no.: FR/2022/028441

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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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	CC (H)	16.00	2.67	26.12.2022

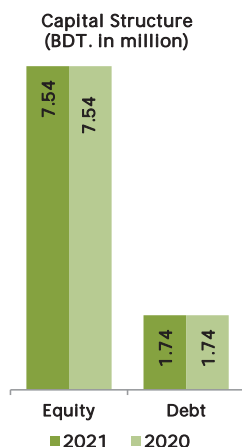
Financial Based on unaudited financial statements up to 31st December 2022.

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

Key Snapshot:

BDT. In million

Particulars	2021	2020
Revenue	28.75	25.00
EBIT	1.52	1.16
Net Profit	1.11	0.77
Total Assets	9.28	9.28
Total Equity	7.54	7.54
Debt	1.74	1.74
Net Profit Margin (%)	3.9	3.1
CCC (Days)	49	44
ICR (X)	5.88	4.92



RATING RATIONALE

WCRCL has reaffirmed '**WCRSE 3**' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Maruf Enterprise (hereinafter referred as "ME" 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
- Moderate liquidity position with short cash conversion cycle
- 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:

- Poor disclosure of financial statements
- No insurance coverage
- High competition in the market
- Volatile price of the products

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