

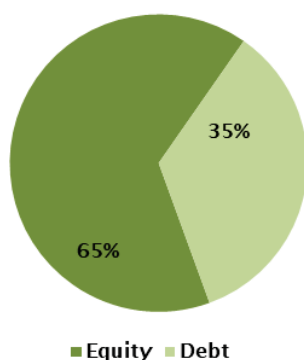
Report Contents:

Particulars	Page
Rating Rationale	1
Entity Profile	2
Business Management	2
Business Analysis	3
Financial Position Analysis	4
Banking Relationship	4
Risk Factor Analysis	5
Rating Observation	6

Key Snapshot:

BDT. in million		
Particulars	2021	2020
Revenue	200.00	185.00
EBIT	16.80	15.08
Net Profit	10.48	9.69
Total Assets	70.49	257.48
Total Equity	45.99	237.48
Debt	24.50	20.00
Net Profit Margin (%)	5.2%	5.2%
CCC (Days)	39	10
ICR (X)	2.66	2.80

Capital Structure
(BDT. in million)



Analysts:

Moni Khondoker
moni@wasocreditrating.com

Maharan Nasrin
maharan@wasocreditrating.com

Bank Loan Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	blr ST-3	Stable	28 December 2022	27 December 2023

*Bank loan rating valid till the date mentioned above or expiration of loan limit, whichever is earlier

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

RATING RATIONALE

WCRCL has reaffirmed 'blr ST-3' rating (pronounced as Bank Loan Rating Short Term Three) to Short Term limit of Tk.44.06 million, of Md. Enayet Hossain (hereinafter referred as "EH" 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
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Good business network
- 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
- Highly levered capital structure
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

The short term rating implies that the enterprise has an acceptable ability to repay short term debt obligations from internal sources. However, it is expected to rely on external sources of committed financing due to downturn in economic or industry circumstances.

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