

# 4<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT NATIONAL BRICKS MANUFACTURING-2

Ref. no.: FR/2022/028571

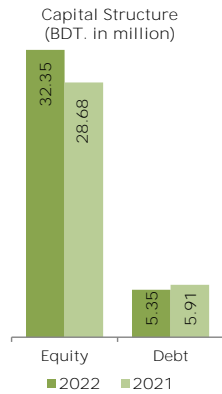


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## Key Snapshot:

Tk. In Million		
Particulars	2021	2022
Revenue	68.16	78.38
EBIT	8.59	9.89
Net Profit	7.73	8.95
Total Assets	34.59	37.70
Total Equity	28.68	32.35
Debt	5.91	5.35
Net Profit Margin (%)	11.3	11.4
CCC (Days)	197	168
ICR (X)	10.61	11.12



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 4	Stable	27 December 2022	26 December 2023

*WCRSE 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093*

Tk. in Million			
Bank	Facility	Limit Amount	Outstanding Amount as on 24.12.2022
National Bank Limited	CC (Hypo)	10.00	9.51

Financial: *Financial Based on Unaudited Financial Statements up to 30<sup>th</sup> June FY22.*

Methodology: *SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)*

## RATING RATIONALE

WCRCL has reaffirmed WCRSE 4 rating (pronounced WASO Credit Rating Small Enterprise Four) to National Bricks Manufacturing-2 (hereinafter referred to as 'NBM' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

The above ratings have been assigned based on moderate market reputation, good net worth of the proprietor, regular loan repayment history and maintained insurance coverage.

However, the above factors are constrained to some extent by no control over the local suppliers, high cost-to-revenue ratio, tight liquidity position, very lower position of net profit margin of the enterprise and poor quality of financial statements etc.

The SME rating implies that the enterprise is adjudged average level of credit worthiness in relation to other SEs/MES.

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