

INITIAL CREDIT RATING REPORT
NEHAN DRESS MAKER (PVT.) LIMITED



Ref. no.: FR/2023/30346

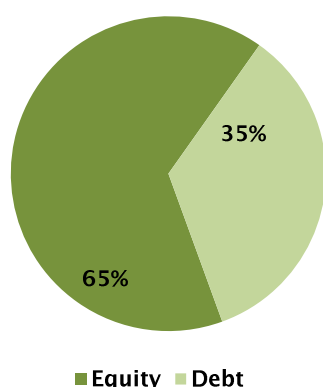
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Key Snapshot:

BDT. in million	
Particulars	FY22
Revenue	6.60
EBIT	0.17
Net Profit	0.13
Total Assets	15.50
Total Equity	10.13
Total debt	5.37
Net Profit Margin (%)	2.0%
CCC (Days)	153.43
ICR (X)	30.33

Capital Structure
(BDT. in million)



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	28 March 2023	27 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 Nehan Dress Maker (Pvt.) Limited (hereinafter referred as "NDNPL" or "The Company") 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 company which includes experienced and skilled management in this line of business, owned business premises and storage facility, good business network, low levered capital structure, comfortable interest coverage position and maintained sound business relation with supplier and buyer

However, the above rating has been moderated to some extent due to some factors like tight liquidity position with long cash conversion cycle, no insurance coverage for the inventory in stock, average disclosure in the financial statements and Price volatility of trading products

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 company with "Stable" outlook and believes that NDNPL will be able to maintain its good fundamentals in the foreseeable future.