

# SURVEILLANCE CREDIT RATING REPORT PROGOTI OPTICS



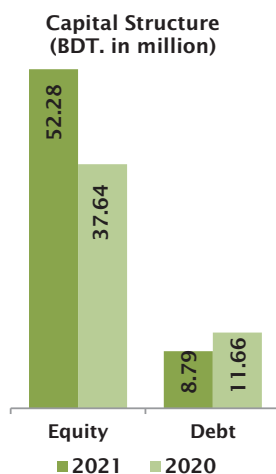
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## Key Snapshot:

BDT. in million		
Particulars	2021	2020
Revenue	55.45	46.75
EBIT	16.20	14.15
Net Profit	15.64	13.64
Total Assets	61.07	49.30
Total Equity	52.28	37.64
Debt	8.79	11.66
Net Profit Margin (%)	28.2%	29.2%
CCC (Days)	256	261
ICR (X)	28.64	27.74



## Analysts:

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	20 November 2022	19 November 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

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

## RATING RATIONALE

WCRCL has reaffirmed ‘**WCRSE 3**’ (pronounced as WASO Credit Rating Small Enterprise **Three**) rating under the SME Rating to **Progoti Optics** (hereinafter referred as “**PO**” 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
- Good business network
- Good profitability margin
- Low levered capital structure
- Good interest coverage position

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