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SME Rating	WCR SE/ME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	28 March 2023	14 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

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 22.03.2023
Mutual Trust Bank Limited	Time Loan	8.00	-
	CC-Hypo	66.00	-

**Key Snapshot:**

BDT. in Million

Particulars	2021	2022
Revenue	367.62	356.05
EBIT	27.66	26.31
Net Profit	20.92	26.31
Total Assets	202.28	202.87
Total Equity	126.47	132.51
Debt	75.81	70.37
Net Profit Margin (%)	5.7	7.4
CCC (Days)	145	129
FFO	27.01	21.62

Financial Based on- financial statements as on 31<sup>st</sup> December 2020-2022.

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 Apshora Shoes (hereinafter referred to as 'AS' 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 good business network, growth in revenue, experienced management team, shops has location advantage, comfortable security arrangement, and flexible coverage position.

However, the above factors are constrained to some extent by poor disclosure in the financial statement, dependency on bank loan for working capital, high leverage position, no insurance coverage, and tight liquidity position.

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

**Analysts:**

**Maharan Nasrin**

[mahran@wasocreditrating.com](mailto:mahran@wasocreditrating.com)

**Md. Al Amin Jewel**

[jewel@wasocreditrating.com](mailto:jewel@wasocreditrating.com)

