

SURVEILLANCE CREDIT RATING REPORT Bhai Bon Enterprise



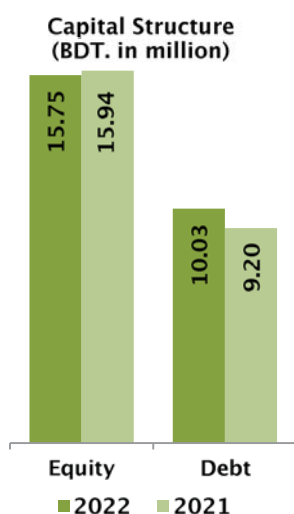
Ref. no.: FR/2023/31037

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Key Snapshot:

Particulars	2022	2021
Revenue	31.05	27.00
EBIT	2.99	2.44
Net Profit	2.37	1.88
Total Assets	25.78	25.14
Total Equity	15.75	15.94
Total debt	10.03	9.20
Net Profit Margin (%)	7.6%	7.0%
CCC (Days)	139	147
ICR (X)	4.85	4.36



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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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Islami Bank Bangladesh Limited	Bai-Murabaha TR	4.00	4.33	27.03.2023

Financial Based on—Unaudited financial statements for 31st December 2022.

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

RATING RATIONALE

WCRCL has re-affirmed **'WCRSE 3'** (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Bhai Bon Enterprise** (hereinafter referred as "BBE" 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 & skilled management
- Good interest coverage position
- Good security arrangement against loan
- Low levered capital structure
- Good loan utilization ratio
- Owned business premises

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
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the enterprise is adjudged **above average level** of credit worthiness in relation to other small enterprises.

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