

1st SURVEILLANCE CREDIT RATING REPORT CHAPAI RICE AGENCY

Ref. no.: FR/2023/030449



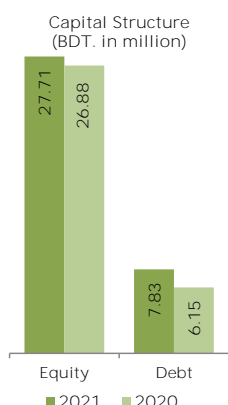
Report Contents:

Particulars	Page
Rating Rationale	1
Partners Profile	2
Business Management	2
Business Analysis	2
Financial Position Analysis	3
Banking Relationship	3
Risk Factor Analysis	4
Rating Observation	4

Key Snapshot:

Tk. in million

Particulars	2021	2020
Revenue	50.98	39.44
EBIT	3.17	2.59
Net Profit	2.71	2.10
Total Assets	35.55	33.03
Total Equity	27.71	26.88
Debt	7.83	6.15
Net Profit Margin (%)	5.3	5.3
CCC (Days)	158	195
ICR (X)	13.55	7.94



Analysts:

Mst. Irin Akter
irin@wasocreditrating.com

Md. Al Amin Jewel
jewel@wasocreditrating.com

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

Tk. in million

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Outstanding Date
Islami Bank Bangladesh Limited	Bai-Murabaha TR	6.00	6.68	27.03.2023

Financial Based on- **Audited financial statements for 31 December 2021.**

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 Chapai Rice Agency (hereinafter referred to as 'CRA' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above ratings have been assigned based on the fundamentals of the enterprise which include good business network, long business experiences of the proprietor, and low leverage position in the capital structure, good liquidity position, and good interest coverage position and good loan limit utilization.

However, the above factors are constrained to some extent by average disclosure in the financial statement, market saturation or high competition, price volatility of the products, no insurance coverage, and proprietorship concern has no legal entity.

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