

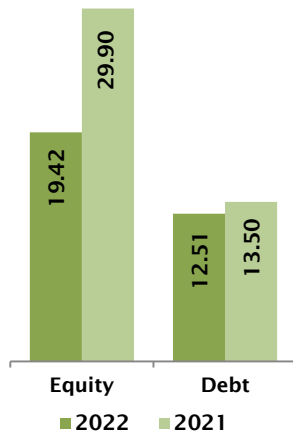
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**Key Snapshot:**

*Tk. In Million*

Particulars	FY22	FY21
Sales	79.20	164.39
EBIT	2.93	7.90
Net Profit	2.48	6.58
Total Assets	31.93	43.40
Total Equity	19.42	29.90
Total debt	12.51	13.50
Net Profit Margin (%)	3.1%	4.0%
Current Ratio (X)	121.09	71.86
CCC (Days)	6.51	6.05

**Capital Structure (BDT. in million)****Analysts:**

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	07 May 2023	06 May 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*

Bank Name	Mode of Investments	Sanctioned Amount	Outstanding Amount	Outstanding Date
Trust Bank Limited	Term Loan	15.00	7.82	30.04.2023
	Term Loan	25.00	23.89	
	L/C	5.00	--	
	Murabaha TR	4.50	--	
	Baim -1	4.50	--	
	Baim-2	1.00	--	
	IBP	5.00	--	

**Financial Based on-** Audited financial statements up to FY22.

**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 **Label Shop BD Limited** (hereafter referred as "LSBD" or the company) based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above rating has been assigned based on the fundamentals of the enterprise which includes experienced proprietor, established business network, low levered capital structure. However, the above factors are constrained to some extent by poor disclosure in the financial statement to review and analyze true financial attributes, stressed liquidity position.

The SME rating implies that the enterprise is adjudged to above average level of credit worthiness in relation to other SE's.

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