

1st SURVEILLANCE CREDIT RATING REPORT RECURSION FINTECH LIMITED

Ref. no.: FR/2023/0 29740



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Project Rating	SME Rating	Date of Declaration	Date of Expiration
	WCRSE 4 (Indicative)	12 March 2023	11 March 2024

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

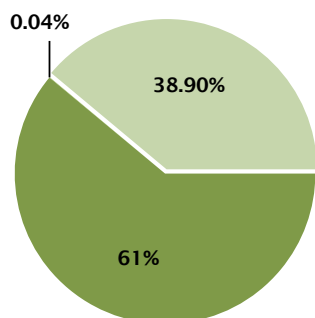
RATING RATIONALE

WCRCL has reaffirmed “WCRSE 4 (Indicative)” (pronounced as WASO Credit Rating Small Enterprise Four Indicative) to Recursion FinTech Limited (hereinafter referred to as “RFTL” or “The Project or The Enterprise”) based on both relevant qualitative and quantitative information up to date of rating declaration. The SME rating implies that the enterprise is adjudged average level of credit worthiness in relation to other SEs/MEs.

Recursion FinTech Limited, rated in investment grade is subject to average credit risk due to favorable condition regarding sponsors have depth knowledge about their business, unique business execution strategy, skilled and proactive management, good market demand of the product, union pay strategic partnership, pci-dss, ISO 27001 and ISO 9001 certified, Earlier mentioned variables are considered positive factors while assigning the rating, because market outlook of this industry now favorable in Bangladesh. The company has no bank loan for the running project (according to the creditability confirmation report). Despite these positive factors few speculative elements like- as a new business and establishment of brand value, risk associated with project implementation, risk associated with arranging finance for project and DSCR is marginal to moderate subject to adverse situation.

Considering all the favorable measures and susceptibility of negative outcome this project has been assigned investment grade for next six month period. Total fixed cost was estimate at Tk. 138.60 million of which total financed by directors. Notable the enterprise will approach working Capital loan on 50.00 million from Bank. This rating may be revised subject to successful implementation, operation and changes in any macro factors along with micro factors in the economy. However, there are risks associated with efficient utilization of outside finance for the project.

Ownership Pattern



- Mr. Akiqur Rahman Choudhury
- Mrs. Farzana Parvin
- Recursion Technologies Limited

Analysts:

Md. Rafiul Bary
rafi@wasocreditrating.com

Md. Al Amin Jewel
jewel@wasocreditrating.com