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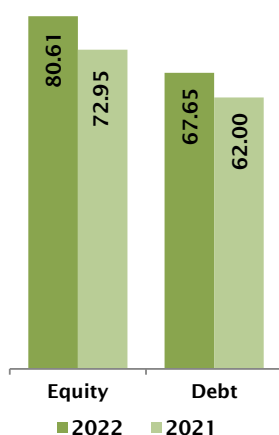
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Key Snapshot:

Tk. in million

Particulars	2022
Revenue	327.75
EBIT	115.90
Net Profit	111.24
Total Assets	148.26
Total Equity	80.61
Debt	67.65
Net Profit Margin (%)	33.9%
CCC (Days)	152

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



Analysts:

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SME Rating	WCRSE/WCRE	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	13 February 2023	12 February 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 as on 16.01.2023
Uttara Bank Limited	CC(H)	40.00	41.04

Financial Based on- Management prepared financial statements up to 2022.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Sheikh Metal Industries Limited (hereinafter referred to as 'SMIL' or 'The Company') 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 company which include experienced and skilled management, good business network, low leverage position in the capital structure, owned factory & warehouse, good profitability margin, good interest coverage position and comfortable security arrangement. However, the above factors are constrained to some extent by average disclosure in the financial statements, manual accounting process, volatile raw material price and tight liquidity position.

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

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