

# INITIAL CREDIT RATING REPORT BANGLADESH SUPPLIERS



Ref. no.: FR/2023/31434

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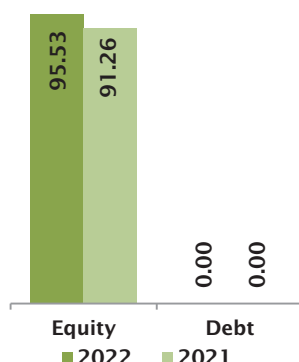
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## Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	195.20	152.52
EBIT	20.89	17.09
Net Profit	20.89	17.09
Total Assets	95.53	91.26
Total Equity	95.53	91.26
Net Profit Margin (%)	10.7	11.2
CCC (Days)	154	208

Capital Structure  
(BDT. in million)



## Analysts:

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 2	Stable	12 June 2023	11 June 2024

WCRSE 2 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

**Methodology:** SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

## RATING RATIONALE

WCRCL has assigned 'WCRSE 2' (pronounced as WASO Credit Rating Small Enterprise Two) rating under the SME Rating to Bangladesh Suppliers (hereinafter referred as "BS" 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 and skilled management
- Good profitability margin
- Sales revenue increased position
- Satisfactory banking relationship
- Good business network
- Regular loan repayment history
- Have insurance coverage

However, the above rating has been moderated to some extent due to some factors like:

- Rented business premises and storage facility
- Tight liquidity position with long cash conversion cycle
- Medium disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

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

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