

# 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT BHAIKAB BAJAJ



Ref. no.: FR/2023/031139

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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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 06.05.2023
AB Bank Limited	OD	3.50	3.50
	Time Loan (R)	2.00	2.00

BDT. in million

## Key Snapshot:

Particulars	2022	2021
Revenue	165.00	162.17
EBIT	11.38	10.81
Net Profit	10.74	10.16
Total Assets	22.77	22.19
Total Equity	13.57	12.79
Debt	9.20	9.40
Net Profit Margin (%)	6.5%	6.3%
CCC (Days)	48	48
ICR (X)	18.14	16.89

BDT. in million

Financial Based on-Management prepared financial statements of 30<sup>th</sup> June 2021 & 2022.

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 **Bhairab Bajaj** (hereinafter referred as "BB" 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
- Satisfactory banking relationship
- Good business network
- Comfortable interest coverage position
- Good security arrangement
- Low levered capital structure

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

- Low disclosure of financial statements
- Low management information system (MIS)
- Manual accounting system
- Inventory holding risk
- No transportation facility

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

## Analysts:

Fatema-Tuj-Jahura Jhuma  
[jhuma@wasocreditrating.com](mailto:jhuma@wasocreditrating.com)

Monira Islam  
[monira@wasocreditrating.com](mailto:monira@wasocreditrating.com)

Capital Structure  
(BDT. in million)

