

INITIAL CREDIT RATING REPORT FAIR BIZ LIMITED



Ref. no.: FR/2023/029841

Report Contents:

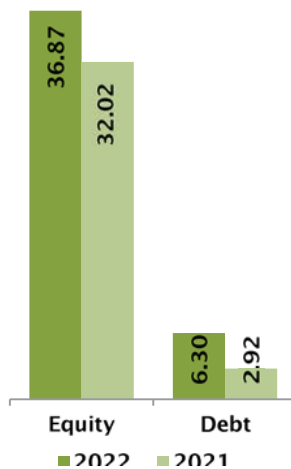
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Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	74.04	50.42
EBIT	8.65	5.10
Net Profit	4.85	3.57
Total Assets	42.77	34.94
Total Equity	36.87	32.01
Total debt	6.29	2.92
Net Profit Margin (%)	6.56	7.08
CCC (Days)	81	108

Capital Structure
(BDT. in million)



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SME Rating	WCRSE/WCRME	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

Financial Based on—Audited financial statements up to 30 June 2022, 2021.

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

RATING RATIONALE

WCRCL has assigned 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to **Fair Biz Limited** (hereinafter referred as "FBL" or "The company") 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 company which includes:

- Experienced and skilled management
- Satisfactory banking relationship
- Good business network
- Low levered concern

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

- Tight liquidity position with long cash conversion cycle
- Low disclosure of financial statements
- Lower profit form operation

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