

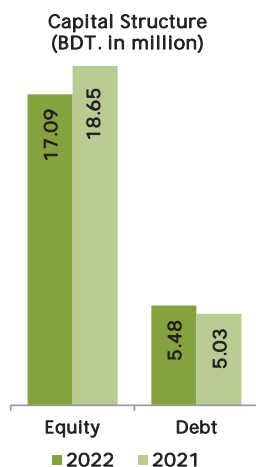
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Key Snapshot:

BDT. In million

Particulars	2022	2021
Revenue	40.76	35.45
EBIT	6.32	5.48
Net Profit	5.86	5.03
Total Assets	22.57	23.67
Total Equity	17.09	18.65
Total debt	5.48	5.03
Net Profit Margin (%)	14.4	14.2
CCC (Days)	38	41
ICR (X)	26.02	24.80



Analysts:

Mst. Irin Akter
irin@wasocreditrating.com

Maharan Nasrin
maharan@wasocreditrating.com

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	13 February 2023	27 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

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	CC (H)	6.00	6.04	29.12.2022

Financial Based on- unaudited financial statements up to 31st December 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 Hazi Rafiz Uddin Traders (hereinafter referred as "HRUT" 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 mortgage security coverage against loan
- Good interest coverage position
- Low levered capital structure

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

- Tight liquidity position with long cash conversion cycle
- Environmental certificate has not renewed
- Low disclosure of financial statements
- Low management information system (MIS)
- Manual accounting system

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