

# 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT INTENSE BUSINESS SOLUTION LIMITED

Ref. no.: FR/2023/31280



## Report Contents:

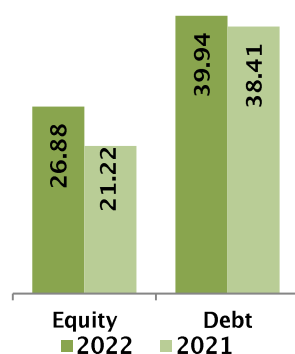
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## Key Snapshot:

Tk. in million

Particulars	FY22	FY21
Revenue	121.65	92.76
EBIT	12.82	9.38
Net Profit	5.66	3.98
Total Assets	66.82	59.64
Total Equity	26.88	21.22
Total Debt	39.94	38.41
Net Profit Margin (%)	4.6%	4.3%
CCC (Days)	136.94	185.31
ICR (X)	3.68	2.70

Capital Structure  
(BDT. in million)



## Analysts:

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB2	ST-3	Stable	31 May 2023	30 May 2024

Name of Banks	Mode of Facility	Limit Amount	Outstanding Amount	Bank Loan Rating
Mercantile Bank Ltd. (22.05.2023)	L/C	30.00	13.30	blr ST-3
	LTR	6.00	0.07	
	SOD	29.00	29.10	
	Time Loan	25.00	24.90	

*Financial Based on-Audited financial statements up to 30<sup>th</sup> June 2022.*

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

## RATING RATIONALE

WCRCL has assigned 'BBB2' (pronounced as Triple B Two) rating for the Long Term and 'ST-3' (pronounced as Short Term Three) rating for Short Term to **Intense Business Solution Limited** (hereinafter referred to as '**IBSL**' or '**The Company**') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL has also assigned 'blr ST-3' (pronounced as Bank Loan Rating Short Term Three) rating to the short term loan limit.

The above ratings have been assigned based on the fundamentals of the company which include experienced sponsors and management, maintained sound relation with supplier, buyer & lender, regular loan repayment history, comfortable interest coverage ratio, provide warranty of products, using own office and warehouse.

However, the above factors are constrained to average disclosures in audited financial statements, tight liquidity position, highly levered company, no insurance coverage policy, small to medium scales of operation, exposures to interest rate risk.

The long term rating implies that the company is subject to medium credit risk and considered medium grade and as such may possess certain speculative characteristics. The short term rating implies that the company is regarded as having some speculative characteristics. The obligor currently has an acceptable ability to repay short term debt obligations from internal sources. However, it is expected to rely on external sources of committed financing due to downturn in economic or industry circumstances.

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