

# CREDIT RATING REPORT K. M. ENTERPRISE (4<sup>TH</sup> SURVEILLANCE)

Ref. no.: FR/2023/031276



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 4	Stable	31 May 2023	18 June 2024

WCRSE 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

BDT. in million

Bank's Name	Mode of Investment	Limit Amount	Outstanding Amount as on 30.05.2023
Uttara Bank Limited	CC (H)	3.50	3.66

**Financial Based on-** Management prepared financial statements up to 31 December 2022.

## Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	28.20	27.00
EBIT	2.42	2.27
Net Profit	1.79	1.67
Total Assets	15.15	14.04
Total Equity	8.32	7.83
Debt	6.84	6.22
Net Profit Margin (%)	6.3%	6.2%
CCC (Days)	170	171
ICR (X)	3.84	3.83

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

## RATING RATIONALE

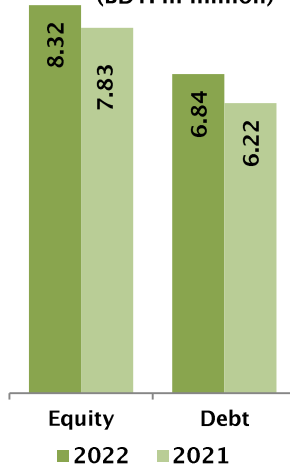
WCRCL has reaffirmed **WCRSE 4** (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to **K. M. Enterprise** (hereinafter referred to as 'KME' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the enterprise which include long business experiences of the proprietor, good interest coverage position, owned business premises, and comfortable security arrangement. However, the above factors are constrained to some extent by manual accounting system, moderated leverage position, lack of disclosure in the financial statements, and no insurance coverage for the inventory in stock

The SME rating implies that K. M. Enterprise is adjudged to average level of credit worthiness in relation to other small enterprises.

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

Capital Structure  
(BDT. in million)



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