

SURVEILLANCE CREDIT RATING REPORT KRYSTAL SOLUTIONS LIMITED

Ref. no.: FR/2023/31542



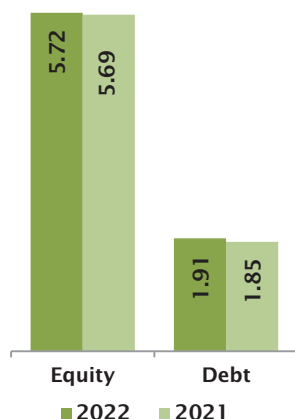
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Key Snapshot:

BDT. in million		
Particulars	2022	2021
Revenue	8.79	9.57
EBIT	0.48	0.47
Net Profit	0.03	0.23
Total Assets	7.63	7.54
Total Equity	5.72	5.69
Total debt	1.91	1.85
Net Profit Margin (%)	0.4%	2.4%
CCC (Days)	291	268
ICR (X)	3.05	3.25

**Capital Structure
(BDT. in million)**



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	31 May 2023	30 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

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 Company Three) rating under the SME Rating to Krystal Solutions Limited (hereinafter referred as "KSL" 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
- Owned business premises and storage facility
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Good business network
- 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
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system
- No Insurance Coverage

The SME rating implies that the Company is adjudged to above average level of credit worthiness in relation to other small Companies.

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