

3rd SURVEILLANCE CREDIT RATING REPORT MADINA STORE



Ref. no.: FR/2023/31228

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	07 May 2023	23 May 2024

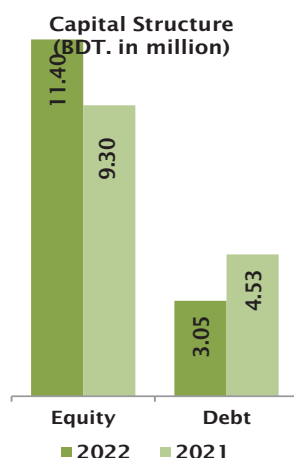
WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 06.05.2023
	OD	2.50	0.23
AB Bank Limited	Time Loan (R)	1.00	-
	Gati Loan	2.00	-

Key Snapshot:

	BDT. in million	
Particulars	2022	2021
Revenue	42.50	39.50
EBIT	3.17	2.90
Net Profit	2.87	2.57
Total Assets	14.45	13.83
Total Equity	11.40	9.30
Debt	3.05	4.53
Net Profit Margin (%)	6.7	6.5
CCC (Days)	100	107
ICR (X)	10.57	8.79



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Financial Based on-Management prepared 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 Madina Store (hereinafter referred as "MS" 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
- Good business network
- Good Interest coverage position
- Low levered capital structure
- Have insurance coverage
- Satisfactory banking relationship

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

- Lack of disclosure of financial statements
- Inventory holding risk
- Tight liquidity position considering long cash conversion cycle
- Low management information system (MIS) and 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 MS will be able to maintain its good fundamentals in the foreseeable future.