

INITIAL CREDIT RATING REPORT ONESTRA LIMITED



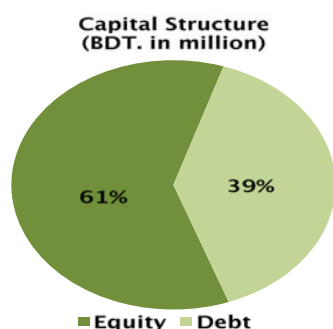
Ref. no.: FR/2023/31282

Report Contents:

Particulars	Page
Rating Rationale	1
Entity Profile	2
Business Management	2
Market Review	2
Business Analysis	3
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	5
Rating Observation	5

Key Snapshot:

BDT. in million		
Particulars	FY22	FY21
Revenue	37.77	35.08
EBIT	1.67	5.91
Net Profit	0.41	4.09
Total Assets	3.73	6.41
Current Assets	2.96	5.71
Total Equity	2.26	1.85
Debt	1.47	4.56
Net Profit Margin (%)	1.1	11.7



Analysts:

Md. Akter Hossain
akter@wasocreditrating.com

Md. Rafiul Bary
rafi@wasocreditrating.com

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

Financial Based on-audited financial statements up to 30th June 2022.

Methodology: SME rating methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has assigned 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Onestra Limited (hereinafter referred as "OL" 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
- Good business network
- Good liquidity position
- Low levered capital structure

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

- Very high competition in the same track of business
- Average disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

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

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