

# 1<sup>st</sup> SURVEILLANCE CREDIT RATING REPORT SANI STORE

Ref. no.: FR/2022/028523



## Report Contents:

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

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	27 December 2022	26 December 2023

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

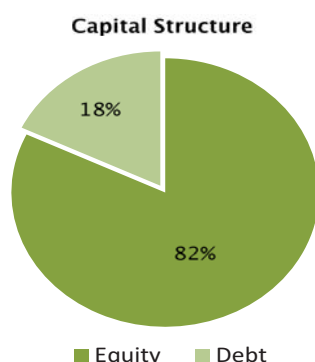
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Tk. in million Date of Outstanding
Uttara Bank Limited	CC (Hypo)	2.00	0.31	30.11.2022

Financial Based on-Unaudited financial statements up to 31 December 2021, 2020, 2019.

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

## Key Snapshot:

Particulars	Tk. in million	
	2021	2020
Sales	24.41	23.07
EBIT	1.16	1.06
Net Profit	1.09	1.00
Total Assets	7.27	5.47
Total Equity	5.97	4.43
Total debt	1.30	1.04
Net Profit Margin (%)	4.47	4.35
Current Ratio (X)	3.53	2.64
CCC (Days)	36	26



## RATING RATIONALE

WCRCL has reaffirmed 'WCRSE3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Sani Store** (hereinafter referred as "SS" 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 reaffirmed based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Satisfactory banking relationship
- Good business network
- Good interest coverage position
- 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
- Small scale operation

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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 SS will be able to maintain its good fundamentals in the foreseeable future.