

SURVEILLANCE CREDIT RATING REPORT ABDULLAH ENTERPRISE

Ref. no.: FR/2023/32306



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	07 May 2023	06 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 03.05.2023
Uttara Bank Limited	CC (H)	8.00	nil

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

Key Snapshot:

BDT. in million

Particulars	2021	2020
Revenue	124.27	108.06
EBIT	11.36	9.56
Net Profit	9.87	8.20
Total Assets	53.30	48.46
Total Equity	41.43	37.57
Debt	11.87	10.89
Net Profit Margin (%)	7.9%	7.6%
CCC (Days)	152	152
ICR (X)	8.61	7.97

RATING RATIONALE

WCRCL has reaffirmed **WCRSE 3** (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Abdullah Enterprise** (hereinafter referred to as 'AE' 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 experienced and skilled management, good business network, satisfactory banking relationship, low levered capital structure, comfortable interest coverage position and good mortgage security coverage against loan. However, the above factors are constrained to some extent by lack of disclosure in the financial statements, tight liquidity position considering long cash conversion cycle, no insurance coverage and low management information system (MIS) and Manual accounting system.

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

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

Analysts:

Nazrul Islam
nazrul@wasocreditrating.com

Md. Al Amin Jewel
jewel@wasocreditrating.com

