2nd SURVEILLANCE CREDIT RATING REPORT HALIMA ENTERPRISE

Ref. no.: FR/2023/030164



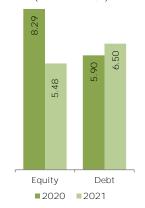
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Key Snapshot:

	BDT. In Million		
Particulars	2020	2021	
Revenue	34.00	37.50	
EBIT	1.21	3.23	
Net Profit	0.27	2.29	
Total Assets	14.19	11.98	
Total Equity	8.29	5.48	
Debt	5.90	6.50	
Net Profit Margin (%)	0.8	6.1	
ICR (X)	4.23	3.44	

Capital Structure (BDT. in million)



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D	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
SME Rating	WCRSE 4	Stable	28 March 2023	14 March 2024

WCRSE 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

BDT. in million

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Bank Name	Mode of	Sanctioned	Outstanding	Date of
	Investment	Amount	Amount	Outstanding
Mercantile Bank	SOD (Gen.)	3.50	3.50	14.03.2023
Limited	BG	2.00	1.19	14.03.2023
	Total	5.50	4.69	

Financial Based on- Management prepared financial statements for 31^{st} December, 2018-2021.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 4' (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to Halima Enterprise (hereinafter referred to as 'HE' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above ratings have been assigned based on the fundamentals of the enterprise which include long experience of the proprietor in the business, strong business network, satisfactory banking relationship and good interest coverage position. However, the above factors are constrained to some extent by lack of disclosure in the financial statements, high leverage position in the capital structure market outlook derived tight related to linking industry (i.e. real estate), manual accounting system and no insurance coverage in the business.

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

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