

2nd SURVEILLANCE CREDIT RATING REPORT MAHSIN GENERAL STORE

Ref. no.: FR/2023/029907



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 March 2023	23 February 2024

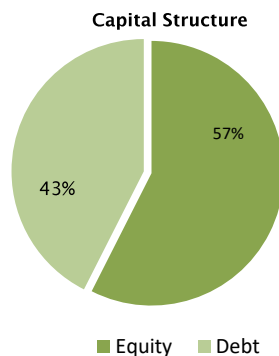
WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD (BIC) 661/14B (P)/2014/2093.

Financial Based on—Unaudited financial statements up to 31 December 2022, 2021, and 2020.

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

Key Snapshot:

Particulars	Tk. In million	
	2022	2021
Revenue	9.15	34.71
EBIT	0.96	14.49
Net Profit	0.77	14.04
Total Assets	3.48	12.20
Total Equity	2.00	7.69
Total Liabilities	1.48	4.50
Net Profit Margin (%)	8.47	40.45
Current Ratio (X)	2.01	2.69
Debt to Equity (X)	0.74	0.59



RATING RATIONALE

WCRCL has reaffirmed **WCRSE 3** (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Mahsin General Store** (hereinafter referred to as 'MGS' 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 good market reputation and strong business network, low levered firm, and good debt coverage position. However, the above factors are constrained to some extent by manual accounting system, lower profit margin, long cash conversion cycle, price volatility of trading products, and poor disclosure of financial statements.

The SME rating implies that the enterprise is adjudged to above average level of credit worthiness in relation to other SE's / ME's.

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

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