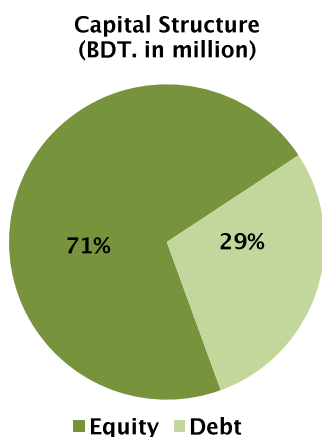


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Key Snapshot:

BDT. in million		
Particulars	2022	2021
Revenue	8.44	5.85
EBIT	1.60	1.39
Net Profit	1.39	1.08
Total Assets	10.33	9.70
Total Equity	7.36	5.77
Debt	2.97	3.93
Net Profit Margin (%)	16.5%	18.4%
CCC (Days)	443	641
ICR (X)	7.82	4.52



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 4	Stable	12 June 2023	11 June 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*

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 to Malek Engineering Workshop (hereinafter referred to as 'MEW' 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 assigned based on the fundamentals of the enterprise which includes:

- Long experience track of the proprietor
- Overall good profitability ratios
- Good coverage position
- Good security arrangement
- Regular loan repayment history

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

- Lack of disclosure in the financial statements
- Expired trade license
- No insurance policy
- Tight liquidity position
- Inventory holding risk

Low management information system (MIS) and Manual accounting system

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

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