

# 4<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT NAIM ENTERPRISE

Ref. no.: FR/2023/029844



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| SME Rating | WCRSE/WCRME | Outlook | Date of Declaration | Date of Expiration |
|------------|-------------|---------|---------------------|--------------------|
|            | WCRSE 3     | Stable  | 13 February 2023    | 08 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.

Tk. in million

| Bank Name           | Mode of Investment | Limit Amount | Outstanding Amount | Outstanding Date |
|---------------------|--------------------|--------------|--------------------|------------------|
| Uttara Bank Limited | CC(Hypo)           | 13.00        | 12.98              | 15.01.2023       |
|                     | L/C                | 5.00         | ---                |                  |
|                     | LTR                | 1.50         | 0.00               |                  |
|                     | Term loan          | 4.00         | 0.00               |                  |

## Key Snapshot:

Tk. In million

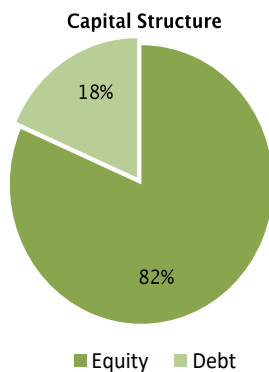
| Particulars           | 2022  | 2021  |
|-----------------------|-------|-------|
| Revenue               | 45.91 | 40.58 |
| EBIT                  | 5.58  | 4.58  |
| Net Profit            | 4.63  | 3.96  |
| Total Assets          | 27.88 | 25.70 |
| Total Equity          | 22.73 | 21.06 |
| Total Liabilities     | 5.15  | 4.64  |
| Net Profit Margin (%) | 10.08 | 9.75  |
| Current Ratio (X)     | 5.03  | 5.08  |
| Debt to Equity (X)    | 0.23  | 0.22  |

**Financial Based on-** Audited financial statements on 31 December 2022, 2021, 2020.

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

## RATING RATIONALE

WCRCL has reaffirmed **WCRSE 3** (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Naim Enterprise** (hereinafter referred to as 'NE' 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 positioning of selling point at prime location, good market reputation and strong business network, and low levered position in the capital structure. However, the above factors are constrained to some extent by price volatility of trading products, manual accounting system, long cash conversion cycle, and lower profit margin.

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

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