

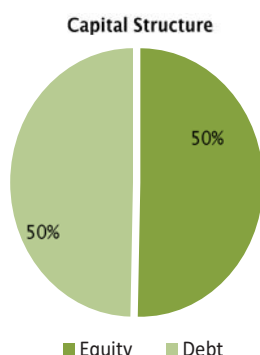
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Key Snapshot:

Tk. in million

Particulars	2021	2022
Sales	11.86	9.13
EBIT	0.53	1.36
Net Profit	0.45	1.28
Total Assets	10.10	5.96
Total Equity	5.09	3.00
Total debt	5.01	2.96
Net Profit Margin (%)	3.78	14.01
Current Ratio (X)	2.01	1.87
CCC (Days)	216	236
ICR (X)	7.04	18.22



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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, 2020..

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Nayeem Bostraloy** (hereinafter referred as "NB" 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 reaffirmed based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Satisfactory banking relationship
- Low levered capital structure
- Good debt coverage position

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

- Tight liquidity position with long cash conversion cycle
- Low disclosure of financial statements
- Lower profit margin
- Small scale operation
- Low management information system (MIS) and Manual accounting system

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

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