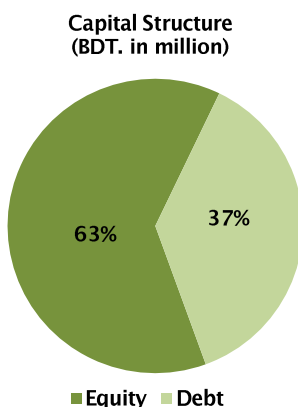


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Key Snapshot:

Particulars	2022	2021
Revenue	15.20	15.00
EBIT	3.15	2.99
Net Profit	2.34	2.20
Total Assets	9.00	8.89
Total Equity	4.84	4.77
Debt	4.12	4.12
Net Profit Margin (%)	15.38	14.67
CCC (Days)	186	182
ICR (X)	5.63	5.44



Analysts:

Monira Islam
monira@wasocreditrating.com

Md. Al Amin Jewel
jewel@wasocreditrating.com

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	10 April 2023	09 April 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

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 31.03.2023
United Commercial Bank Limited	OD(Gen)	2.50	1.69
	SME(RSTL)	1.00	0.79

Financial Based on- Management prepared financial statements for 31st 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 Nayem Engineering Construction (hereinafter referred to as 'NEC' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Strong business network
- Maintained sound business relation with supplier & buyer
- Comfortable security arrangement
- Good banking conduct

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

- Lack of disclosure in the financial statements
- Price volatility of the products
- Moderate leverage position in the capital structure
- Stressed liquidity position considering long cash conversion cycle

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 NEC will be able to maintain its good fundamentals in the foreseeable future.