

Report Contents:

Particulars	Page
Rating Rationale	1
Entity Profile	2
Business Management	2
Business Analysis	2
Financial Position Analysis	3
Banking Relationship	3
Risk Factor Analysis	4
Rating Observation	4

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 March 2023	11 March 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

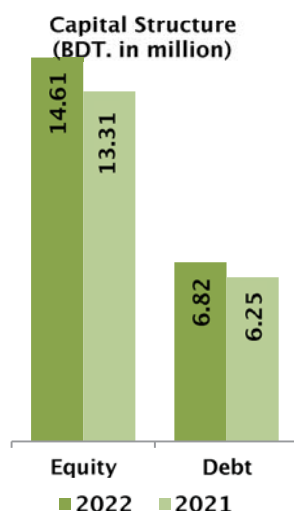
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Tk. in million Date of Outstanding
Uttara Bank Limited	CC (H)	4.00	4.12	29.12.2022

Financial Based on-unaudited financial statements up to 31 December 2021 to 2022.

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

Key Snapshot:

Particulars	Tk. in million	
	2022	2021
Revenue	92.93	80.81
EBIT	8.66	7.50
Net Profit	7.56	6.50
Total Assets	21.43	19.56
Total Equity	14.61	13.31
Debt	6.82	6.25
Net Profit Margin (%)	8.1%	8.0%
CCC (Days)	67	70
ICR (X)	7.88	7.50



RATING RATIONALE

WCRCL has re-affirmed '**WCRSE 3**' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Razzak Steel & Engineering Workshop** (hereinafter referred as "**RSE**" 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
- Good mortgage security coverage against loan
- Good business network
- Good interest coverage position
- Low levered capital structure

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

- Poor disclosure of financial statements
- Low management information system (MIS) and Manual accounting system
- Rented business premises

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

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