

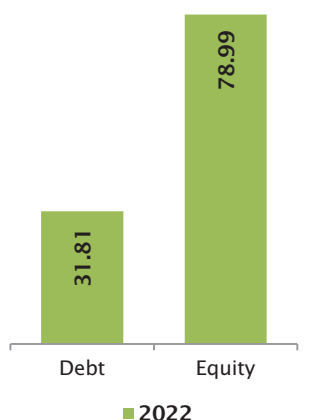
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Key Snapshot:

Particulars	Value
Land, and Land development	30.00
Building & civil construction	20.73
Machinery & Equipment	52.86
Furniture & fixture	0.50
Preproduction Expense	1.00
Vehicles	4.00
Preliminary Expense	0.50
Interest During Construction Period	0.50
Total Fixed Cost	110.10
Working Capital	92.63
Total Project Cost	203.43

Capital Structure
(Tk. in million)



Analysts:

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Project Rating	WCRSE/WCRME	Date of Declaration	Date of Expiration
	WCRSE 4 (Indicative)	28 March 2023	27 March 2024

* This assigned rating given up to debt amount of Tk. 31.81 million.

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

RATING RATIONALE

WCRCL has assigned “WCRSE 4 (Indicative)” (pronounced as WASO Credit Rating Small Enterprise Four Indicative) to Sky Max Trims /Enterprise (hereinafter referred to as “SMT” or “The Project or The enterprise”) based on both relevant qualitative and quantitative information up to date of rating declaration. The SME rating implies that the enterprise is adjudged average level of credit worthiness in relation to other SEs/MEs.

Sky Max Trims, experienced and knowledgeable sponsors, high local demand of the products, location advantage & business set up on their own land. However, the ratings are constrained by relatively risk associated with project implementation, Highly levered capital structure, business network and market penetration may hinder achievement of 100% capacity utilization of production in the first year of the operation, industry nature imposes high competitiveness, so fluctuation in sales or raw material price may impact debt servicing capacity.

Considering all the favorable measures and susceptibility of negative outcome this project has been assigned investment grade for next period. Total project cost is estimated at Total project cost is estimated at Tk. 203.43 million of which Tk. 31.81 million will be financed by bank borrowing and rest of the amount Tk. 78.99 Million will be financed from equity. The rating is assigned for debt amount of Tk. 31.81 million.

This rating may be revised subject to successful implementation and debt proportion in line with the sponsor’s equity investment or changes in any macro factors along with micro factors in the economy. However, there are risks associated with efficient utilization of bank finance for the project, and project implementation within due time frame.