

1st SURVEILLANCE CREDIT RATING REPORT SUMI MATSHO KHAMAR



Ref. no.: FR/2023/030884

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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

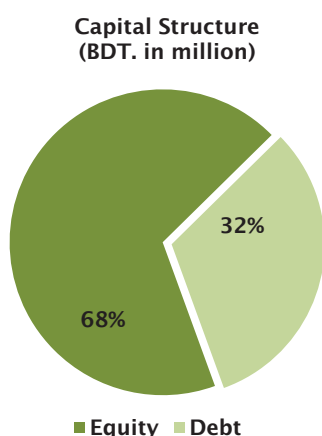
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Tk. in million Date of Outstanding
Social Islami Bank Limited	Baim-SME (Revolving)	6.00	6.19	09.04.2023

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

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

Key Snapshot:

Particulars	Tk. in million 2022
Revenue	57.00
EBIT	8.00
Net Profit	6.12
Total Assets	29.70
Total Equity	20.25
Total debt	9.45
Net Profit Margin (%)	10.7%
CCC (Days)	94.71
ICR (X)	9.99



RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Sumi Matsho Khamar (hereinafter referred as "SMK" 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 assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Satisfactory banking relationship
- Good business network
- Good Net Worth of the Proprietor
- Moderate interest coverage position
- Low levered capital structure

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
- Low management information system (MIS) and Manual accounting system

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