

2nd SURVEILLANCE CREDIT RATING REPORT U.I.C

Ref. no.: FR/2023/31936



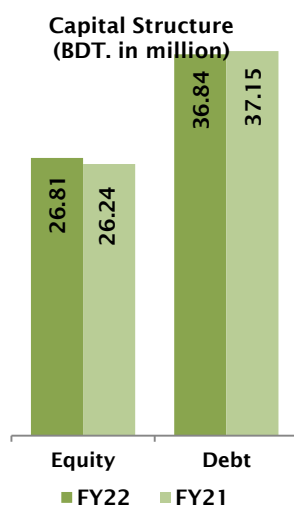
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Key Snapshot:

Tk. in million

Particulars	FY22	FY21
Revenue	31.53	23.69
EBIT	3.16	1.47
Net Profit	1.75	0.22
Total Assets	63.65	62.68
Total Equity	26.81	26.24
Debt	36.84	37.15
Net Profit Margin (%)	5.5	0.9
CCC (Days)	774	1,017
ICR (X)	2.24	1.17



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SME Rating	WCRSME	Outlook	Date of Declaration	Date of Expiration
	WCRSME 3	Stable	04 July 2023	07 August 2024

WCRSME 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Tk. in million

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Outstanding Date
Shahjalal Islami Bank Limited	Revolving L/C	5.00	-	11.06.2023
	PITR	(4.50)	-	
	Baim	22.00	22.42	
	BG	5.00	-	
Southeast Bank Limited	OD	13.00	13.66	03.07.2023
	Time Loan	7.00	-	
	BG	3.00	-	

Financial Based on- Audited financial statements up to 30th June 2022.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSME 3' (pronounced as WASO Credit Rating Small and medium Enterprise Three) rating under the SME Rating to U.I.C (hereinafter referred to as 'UIC' 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
- Satisfactory banking relationship
- Good business network
- Good interest 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
- Highly levered capital structure
- Average disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the enterprise is adjudged to above average credit quality to other small and medium enterprises.

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