

SURVEILLANCE CREDIT RATING REPORT

Z.A. INTERNATIONAL

Ref. no.: FR/2023/031559



Report Contents:

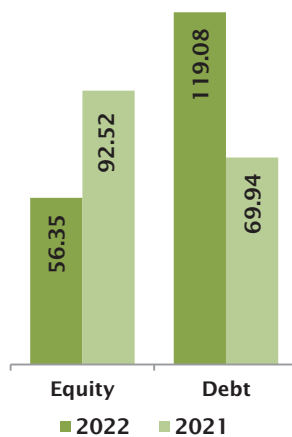
Particulars	Page
Rating Rationale	1
Owners Profile	2
Business Management	2
Market Review	2
Business Analysis	2
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	4
Rating Observation	5

Key Snapshot:

Tk. in million

Particulars	FY22	FY21
Revenue	264.3	263.5
EBIT	39.50	42.33
Net Profit	28.18	31.29
Total Assets	175.4	162.4
Total Equity	56.35	92.51
Debt	119.0	69.94
Profit Margin (%)	10.7	11.90
Current Ratio (X)	1.45	2.27
CCC (Days)	104	98
Debt/Equity (X)	2.11	0.76
ICR (X)	9.25	13.18

Capital Structure
(BDT. in million)



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 June 2023	14 June 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

Tk. in million

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Outstanding Date
Bank Asia Limited	Term Loan	10.00	6.11	11.06.2023
	OD	40.00	39.97	
	Rev. SOD	15.00	0.28	
	Rev. BG	15.00	0.00	
	Rev. DL	40.00	40.34	
	Demand Loan (WO)	30.00	12.80	
	Credit Commitment	140.00	0.00	

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

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 **Z.A. International** (hereinafter referred to as 'ZAI' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above ratings have been assigned based on the fundamentals of the enterprise which include positioning of strong business network, long experiences of the proprietor in the business, revenue was in increased trend, good personal net worth of the proprietor and comfortable security arrangement and good interest coverage position, owned business premises.

However, the above factors are constrained to some extent by average disclosure in the financial statement, market saturation or high competition, high leverage position in the capital structure, tight liquidity position with long cash conversion cycle, Proprietorship concern has low legal obligation as an entity, manual accounting process.

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