

CREDIT RATING REPORT

ZENITH TRAVELS LIMITED (6th SURVEILLANCE)

Ref. no.: FR/2023/031529



Report Contents:		SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
Particulars	Page		WCRSE 3	Stable	12 June 2023	29 May 2024
Rating Rationale	1	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.				
Business Profile	2					
Proprietor's Profile	3	BDT. in Million				
Management's Profile	3					
Business Analysis	4	Bank Name	Facility	Limit Amount	Outstanding Amount	Outstanding Date
Financial Analysis	4	Mercantile Bank Limited	SOD (Gen.)	10.00	9.14	11.06.2023
Banking Analysis	5	Total		10.00	9.14	
Risk Factors Analysis	6					
Rating Observations	6					

Key Snapshots:

BDT. in Million

Particulars	FY22	FY21
Sales	3.42	1.32
EBIT	0.43	-0.61
Net Profit	0.92	-0.68
Total Assets	7.17	1.90
Total Equity	-4.60	-4.70
Total debt	11.77	6.60
Net Profit Margin (%)	2.71	-51.6%
Current Ratio (X)	0.60	0.26
ICR (X)	1.42	3.09

Financial Based on: Unaudited financial statements up to 30 June 2022.

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

RATING RATIONALE

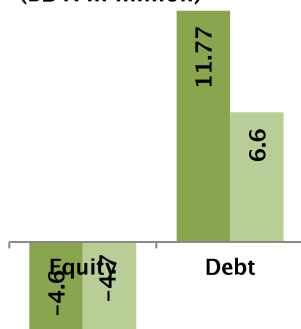
WCRCL has reaffirmed **WCRSE 3** (Pronounced WASO Credit Rating Small Enterprise Three) rating to **Zenith Travels Limited** (hereinafter referred to as 'ZTL' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the company.

The above rating has been assigned based on experienced sponsors and management team, long period of business track record in history, liquidity showed good position, comfortable interest coverage position, large area coverage, maintained sound relation with supplier, buyer & supplier etc. However, the above factors are constrained to some extent by lack of disclosure in the financial statements, highly levered company, extensive competition to the market and using rental basis office.

The SME rating implies that the company is adjudged to above average level of credit worthiness in relation to other SEs/MEs.

WCRCL also viewed the company with **Stable** outlook and believes that ZTL will be able to maintain its good fundamentals in the foreseeable future.

Capital Structure (BDT. in million)



■ 2022 ■ 2021

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