

2nd SURVEILLANCE CREDIT RATING REPORT
ABUL KALAM BEPARY

Ref. no.: FR/2023/31824



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 June 2023	11 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

Bank	Facility	Limit Amount	Outstanding Amount	Outstanding Date
Uttara Bank Limited	CC (Hypo)	5.00	2.91	08/06/2023
Total		5.00	5.91	

Key Snapshot:

Tk. in million

Particulars	2022	2021
Revenue	48.30	21.69
EBIT	13.42	4.33
Net Profit	13.33	3.79
Total Assets	13.09	24.62
Total Equity	8.84	15.05
Debt	4.25	9.57
Net Profit Margin (%)	27.6	17.5
CCC (Days)	75	166
ICR (X)	152.4	8.40

Financial Based on: Unaudited financial statements up to 31st December 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 **Abul Kalam Bepary** (hereinafter referred to as 'AKB' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the enterprise.

The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Good business network
- Good mortgage security coverage against loan
- Good 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

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

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

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