

CREDIT RATING REPORT DODY TRIMS LIMITED



Ref. no.: FR/2022/32556

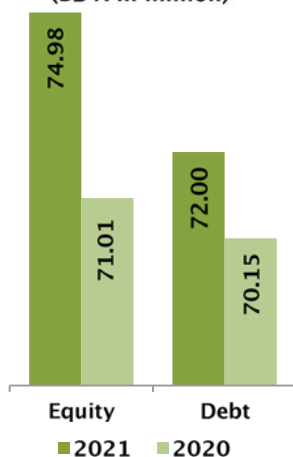
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Key Snapshot:

BDT. in million		
Particulars	2021	2020
Revenue	378.75	355.46
EBIT	61.50	55.05
Net Profit	52.50	47.53
Total Assets	146.98	141.17
Total Equity	74.98	71.01
Total debt	72.00	70.15
Net Profit Margin (%)	13.9%	13.4%
CCC (Days)	70	77
ICR (X)	6.83	7.31

Capital Structure
(BDT. in million)



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 4	Stable	27 December 2022	26 December 2023

WCRSE 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

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

RATING RATIONALE

WCRCL has assigned 'WCRSE 4' (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to **Dody Trims Limited** (hereinafter referred as "DTL" or "The Company") 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 company which includes:

- Experienced and proactive management
- Good interest coverage position
- Good mortgage security coverage against loan
- Good interest coverage position
- Low levered capital structure
- Owned factory premises and good infrastructural arrangement

However, the above rating has been moderated to some extent due to some factors like:

- Tight liquidity position with long cash conversion cycle
- Moderate disclosure of financial statements
- Vulnerability in raw- materials price in the local and international market may impact profitability
- No insurance coverage
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the enterprise is adjudged to **average level** of credit worthiness in relation to other small companies.

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