

7th SURVEILLANCE CREDIT RATING REPORT SHAPTAK GRIHAYAN LIMITED

Ref. no.: FR/2023/031638



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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	A3	ST-3	Stable	12 June 2023	02 May 2024

Tk. in Million					
Name of Bank	Mode of Investment	Amount Limit	Outstanding Amount	Outstanding Date	Bank Loan Rating
Pubali Bank Limited	OD (Specific)	300.00	149.81	31.05.2023	blr ST-3
	LC	20.00	0.00		
	BG	1.00	1.00		

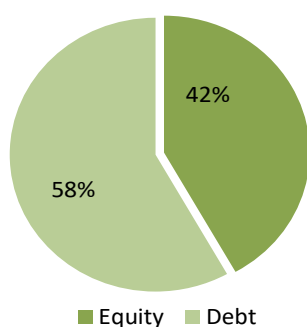
Financial Based on- Audited financial statements up to 30 June 2022, 2021, and 2020.

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

Snapshot:

Tk. in million		
Particulars	2021	2022
Revenue	116.85	134.26
Gross Profit	31.86	16.77
Net Profit	6.04	7.34
Total Assets	157.43	233.75
Total Equity	70.91	108.25
Total Liabilities	96.51	125.49
Net Profit Margin (%)	5.17	5.47
Current Ratio (X)	2.66	1.81
CCC (Days)	365	339
Debt to Equity (X)	1.21	1.15
ICR (X)	3.59	2.67

Capital Structure



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RATING RATIONALE

WASO Credit Rating Company (BD) Ltd. (WCRCL) has upgraded **A3** (pronounced as Single A Three) rating for the Long Term and assigned **ST-3** (pronounced as Short Term Three) rating for Short Term to **Shaptak Grihayan Limited** (hereinafter referred to as 'Shaptak' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL has also assigned **blr ST-3** (pronounced as Bank Loan Rating Short Term Three) rating to the short term OD limit amount of Tk. 200.00 million and OD (Stimulus) amount of Tk. 40.00 million.

The above ratings have been assigned based on the fundamentals of the company which include fifty five (55) projects already handed over and six ongoing projects, experienced and proactive management, membership of REHAB, good portion of advance from customer which is completely free of interest. However, the above factors are constrained to operational bottleneck due to moderate working capital requirement, tight liquidity position with long cash conversion cycle, lack of commercial advertisement, highly levered concern, and moderate disclosure in the financial statements.

The long term rating implies that the company medium credit risk. And Issue rated A is an upper medium grade and subject to low credit risk. The obligor currently has the capacity to meet its financial commitment on the obligation; however, it faces major ongoing uncertainties which could lead to the obligor's inadequate capacity to meet its financial commitment on the obligation.

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