

SURVEILLANCE CREDIT RATING REPORT SOIL PACKAGING & TRIMS LIMITED



Ref. no.: FR/2022/023105

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 4	Stable	12 May 2022	11 May 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

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Tk. in million
				Outstanding Date
Uttara Bank Limited	CC (H)	0.30	0.31	10.05.2022
	LC	35.00	Nil	
	LTR	(16.00)	(48.20)	
	IBP	50.00	16.01	
Total		85.30	16.32	

Key Snapshot:

Particulars	2020	2021
Revenue	155.13	143.63
EBIT	28.47	23.05
Net Profit	26.53	21.53
Total Assets	56.26	56.46
Total Equity	46.85	49.54
Debt	9.41	6.92
Net Profit Margin (%)	17.1	15.0
CCC (Days)	85	100
ICR (X)	14.64	15.10

Financial Based on- Management prepared financial statements for 31st December 2020-2021.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 4' (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to Soil Packaging & Trims Limited (hereinafter referred to as 'SPTL' or 'The company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

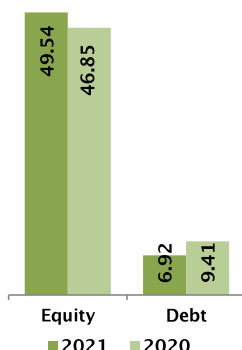
The above ratings have been assigned based on the fundamentals of the company which include experienced and skilled management, provide supportive facilities to the workers, equipped with sufficient power backup, good coverage position and low leverage capital structure.

However, the above factors are constrained to some extent by vulnerability in raw- materials price in the local and international market may impact profitability, lack of disclosure in the financial statements, rented premises of the factory, tight liquidity position considering long cash conversion cycle, poor security arrangement and no insurance coverage.

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

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

Capital Structure
(BDT. in million)



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