

3rd SURVEILLANCE CREDIT RATING REPORT AL-HAJ AJOMT ALI TRADERS



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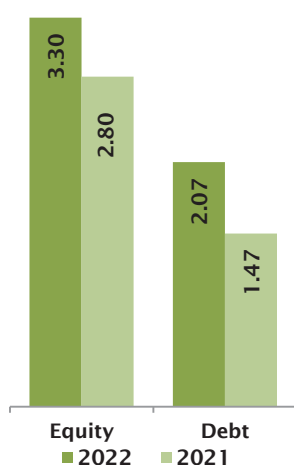
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Key Snapshot:

BDT. in million	
Particulars	2022
Revenue	13.56
EBIT	1.05
Net Profit	0.80
Total Assets	5.37
Total Equity	3.30
Debt	2.07
Net Profit Margin (%)	5.9%
CCC (Days)	87
ICR (X)	4.44

Capital Structure
(BDT. in million)



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	19 September 2023	18 September 2024

BDT. in million				
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	CC (H)	2.50	--	17.09.2023
	BG	1.00	--	

Financial Based on-Management prepared financial statements up to 2022.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Al-Haj Ajmot Ali Traders (hereinafter referred as "AHAAT" or "The Enterprise") 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 enterprise which includes:

- Experienced and skilled management
- Good business network
- Satisfactory banking relationship
- Good interest coverage position
- Low levered capital structure

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

- Lack of disclosure in the financial statements
- Tight liquidity position considering long cash conversion cycle
- Inventory holding risk
- Low management information system (MIS) and Manual accounting system

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

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