

4th SURVEILLANCE CREDIT RATING REPORT
ANOWAR SHOE STORE

Ref. no.: FR/2023/033967



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME4	Stable	03 October 2023	05 November 2024

Financial Based on- Management Prepared financial statements up to 31 December 2022.

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

RATING RATIONALE

WCRCL has reaffirmed **WCRSME4** (pronounced as WASO Credit Rating Small & Medium Enterprise Four) rating under the SME Rating to **Anowar Shoe Store** (hereinafter referred to as 'ASS' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

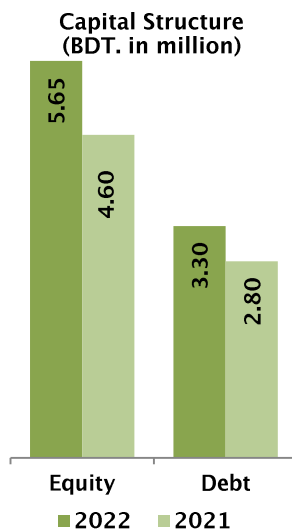
The above ratings have been assigned based on the fundamentals of the enterprise which include long experience of the proprietor, has own showroom at Dhaka, good position in value to loan ratio, and good debt coverage position. However, the above factors are constrained to some extent by followed very small scale of business operation, manual accounting procedures, tight liquidity position, high levered firm, no insurance coverage, and lack of disclosure of the financial statements.

The SME rating implies that Anowar Shoe Store is adjudged to average credit quality.

WCRCL also viewed Anowar Shoe Store with "Stable" outlook and believes that the enterprise will be able to maintain its good fundamentals in the foreseeable future. This rating may be revised in case of any extraordinary changes in line with the sponsor's equity investment, debt obligations, management, business operations and/or changes in any macro and micro factors in the economy.

Key Snapshot:

Particulars	BDT. in million	
	2022	2021
Revenue	9.20	8.90
EBIT	2.68	1.82
Net Profit	2.46	1.60
Total Assets	8.95	7.40
Total Equity	5.65	4.60
Debt	3.30	2.80
Net Profit Margin (%)	26.8%	18.0%
CCC (Days)	362	285
ICR (X)	13.41	9.10



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