

### 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT ARIF TILES

Ref. no.: FR/2023/031911



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 June 2023	11 June 2024

WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093.

Tk. in Million

Bank	Facilities	Limit Amount	Outstanding Amount	Outstanding Date
Uttara Bank Limited	CC (Hypo)	2.50	0.91	03.05.2023
Total		2.50	0.91	

#### Key Snapshot:

Tk. in Million

Particulars	2022	2021
Revenue	7.56	6.99
EBIT	1.06	0.96
Net Profit	0.86	0.68
Total Assets	7.93	7.69
Total Equity	4.58	4.12
Debt	3.34	3.57
Net Profit Margin (%)	11.4%	9.8%
CCC (Days)	291.3	202.5
ICR (X)	3	3
	5.24	3.89

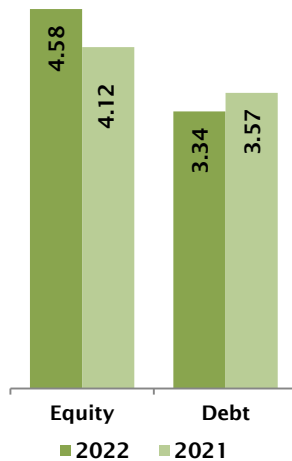
Financial Based on: Unaudited financial statements for up to 2022.

Methodology: SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

#### RATING RATIONALE

WCRCL has reaffirmed **WCRSE 3** (Pronounced WASO Credit Rating Small Enterprise Three) rating to **Arif Tiles** (hereinafter referred to as 'HB' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the enterprise.

Capital Structure  
(BDT. in million)



The above rating has been assigned based on long experience of the Promoter helps to form stronger relationship with suppliers, customers and lender, satisfactory coverage position of the concern, low levered concern etc. However, the above factors are constrained to some extent by poor disclosure in financial statements, risk associated with procurement of products, small scales of operation, high competitive intensity of the traded products, liquidity of the firm was in stressed position due to payment nature of the customers.

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

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WCRCL also viewed the enterprise with **Stable** outlook and believes that **AT** 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.