

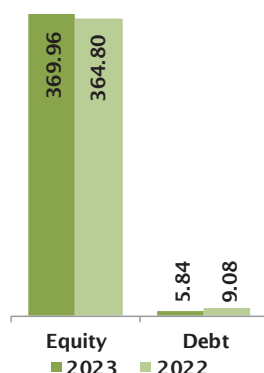
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Key Snapshot:

BDT. in million		
Particulars	2023	2022
Revenue	19.33	14.55
EBIT	9.33	4.57
Net Profit	8.96	3.80
Total Assets	375.80	373.88
Total Equity	369.96	364.80
Total debt	5.84	9.08
Net Profit Margin (%)	46.4%	26.1%
CCC (Days)	111.00	122.00
ICR (X)	25.55	5.99

Capital Structure
(BDT. in million)



Analysts:

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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME4	Stable	19 September 2023	18 September 2024

Financial Based on-Unaudited financial statements up to 30th June 2023.

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

RATING RATIONALE

WCRCL has assigned 'WCRSME4' (pronounced as WASO Credit Rating Small & Medium Enterprise Four) rating under the SME Rating to **Bashar Steel King** (hereinafter referred as "BSK" 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
- Owned business premises and storage facility
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Good interest coverage position
- Low levered capital structure

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

- Tight liquidity position with long cash conversion cycle
- No insurance coverage
- Small scale of Business
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the enterprise is adjudged to **average credit quality**.

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