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

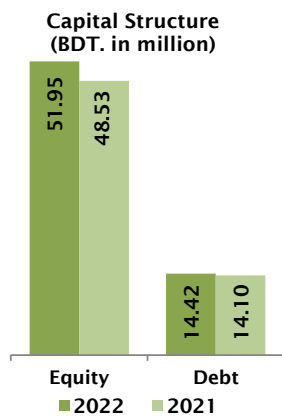
Methodology: SME Rating Methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Bhai Bhai Enterprise (hereinafter referred to as 'BBE' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

Key Snapshot:

| Tk. in million | | |
|-----------------------|--------|--------|
| Particulars | FY2022 | FY2021 |
| Revenue | 186.6 | 172.82 |
| EBIT | 2 | |
| EBIT | 14.87 | 13.26 |
| Net Profit | 13.42 | 11.52 |
| Total Assets | 66.37 | 62.63 |
| Total Equity | 51.95 | 48.53 |
| Debt | 14.42 | 14.10 |
| Net Profit Margin (%) | 7.2 | 6.7 |
| CCC (Days) | 79 | 82 |
| ICR (X) | 27.03 | 14.79 |



The above ratings have been assigned based on the fundamentals of the enterprise which include good business network, long business experiences of the proprietor, satisfactory banking relationship, low leverage position in the capital structure and good interest coverage ratio.

However, the above factors are constrained to some extent by lack of disclosure in the financial statement, tight liquidity position considering long cash conversion cycle, manual accounting process, no insurance coverage and price volatility of trading products.

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

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

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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.