

3rd SURVEILLANCE CREDIT RATING REPORT BHAI BHAI ENTERPRISE



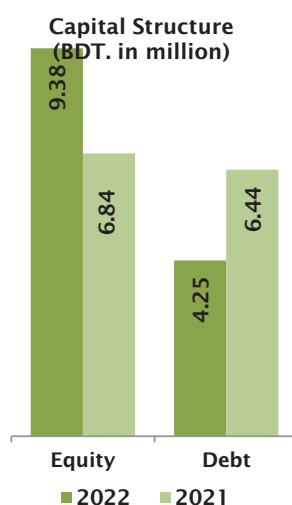
Ref. no.: FR/2023/32880

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Key Snapshot:

BDT. in million		
Particulars	2022	2021
Revenue	27.85	24.95
EBIT	2.72	2.57
Net Profit	2.25	2.28
Total Assets	13.63	13.28
Total Equity	9.38	6.84
Debt	4.25	6.44
Net Profit Margin (%)	8.1	9.2
CCC (Days)	116	130
ICR (X)	7.55	13.39



Analysts:

Shudhan Mallick
shudhan@wasocreditrating.com

Maharan Nasrin
maharan@wasocreditrating.com

SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	08 August 2023	07 August 2024

BDT. in million				
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
AB Bank Limited	OD	2.00	-	
	R Time Loan	1.00	-	07.08.2023
Jamuna Bank Limited	OD	1.46	-	

Financial Based on-Unaudited financial statements up to 31st December 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 **Bhai Bhai Enterprise** (hereinafter referred as "BBE" 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:

- Long business experience of the proprietor
- Good business network
- Good interest coverage position
- Low levered capital structure
- Good mortgage security coverage against loan

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

- Low disclosure of financial statements
- Tight liquidity position
- Manual accounting system

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. 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.