

# 5<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT BUSINESS COMMUNICATION

Ref. no.: FR/2023/031875



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 June 2023	27 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 Name	Mode of Investment	Limit Amount	Outstanding Amount	Outstanding Date
AB Bank Limited	OD	2.00	1.50	10.05.2023
	Time loan	3.00	0.99	
	Rev. L/C	17.00	5.55	
	BLC		1.00	
	Rev. TR	8.00	6.50	

## Key Snapshot:

Tk. In million

Particulars	2022	2021
Revenue	85.05	79.53
EBIT	16.55	12.30
Net Profit	13.25	10.87
Total Assets	48.47	42.50
Total Equity	30.95	24.92
Total Liabilities	17.52	17.58
Net Profit Margin (%)	15.58	13.67
Current Ratio (X)	2.71	2.36
Debt to Equity (X)	0.57	0.71

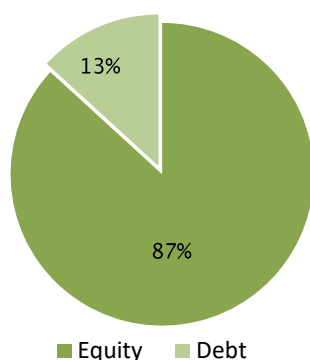
**Financial Based on**–Unaudited financial statements up to 30 June 2022, 2021, and 2020.

**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 as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Business Communication** (hereinafter referred to as ‘BC’ or “The Enterprise”) based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

## Capital Structure



The above ratings have been assigned based on the fundamentals of the enterprise which long experience of the proprietor in this business, financial flexibility from equity, and good debt coverage position. However, the above factors are constrained to some extent by small to medium scale of operation, long cash conversion cycle, rented business premises and warehouse, involvement in highly competitive market, and no disclosure in the financial statements.

The SME rating implies that the enterprise is adjudged to above average level of credit worthiness in relation to other SE's / ME's.

## Analysts:

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