

# 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT M/S DIPAK KUMAR KUNDU

Ref. no.: FR/2023/33025



## Report Contents:

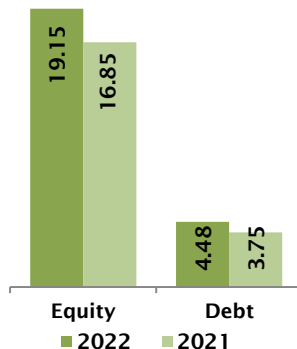
Particulars	Page
Rating Rationale	01
Owners Profile	02
Business Management	02
Industry Analysis	02
Business Analysis	03
Financial Position Analysis	03
Banking Relationship	04
Risk Factor Analysis	05
Rating Observation	05

## Key Snapshot:

Tk. in million

Particulars	2022	2021
Revenue	18.50	16.50
EBIT	6.34	5.78
Net Profit	5.96	5.53
Total Assets	23.63	20.60
Total Equity	19.15	16.85
Debt	4.48	3.75
Net Profit Margin (%)	32.2	33.5
CCC (Days)	262	569
ICR (X)	18.12	25.89

## Capital Structure (BDT. in million)



## Analysts:

Md. Rifat Ahmed  
rifat@wasocreditrating.com

Md. Rafiul Bary  
rafi@wasocreditrating.com

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

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

## RATING RATIONALE

WCRCL has assigned 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to **M/S Dipak Kumar Kundu** (hereinafter referred to as 'DKK' or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Good business network
- Good interest coverage position
- Low levered capital structure

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

- Low disclosure of financial statements
- Tight liquidity position with short cash conversion cycle
- Low management information system (MIS) and 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 DKK 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.