

1st SURVEILLANCE CREDIT RATING REPORT GBC PRODUCTS



Ref. no.: FR/2023/031459

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	31 May 2023	30 May 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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Tk. in million Date of Outstanding
Al-Arafah Islami Bank Limited	Bai-Muajjal Inv.	20.00	2.70	14.30.2023
	CMSSME	15.00	15.66	

Key Snapshot:

Particulars	2022	2021
Revenue	156.00	155.0
EBIT	25.46	22.16
Net Profit	24.26	20.86
Total Assets	96.83	98.96
Total Equity	85.05	86.82
Total debt	11.78	12.14
Net Profit Margin (%)	15.6%	13.5%
CCC (Days)	121	121
ICR (X)	37.44	28.67

Financial Based on-unaudited financial statements up to 31 December 2022.

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

RATING RATIONALE

WCRCL has assigned 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to GBC Products (hereinafter referred as "GBCP" or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

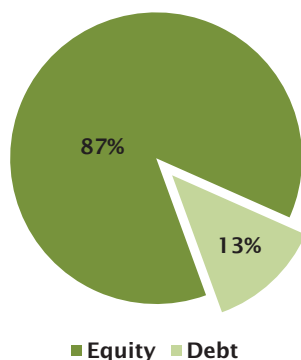
The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Satisfactory banking relationship
- Good business network
- Good Net Worth of the Proprietor
- 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
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

Capital Structure
(BDT. in million)



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The SME rating implies that the enterprise is adjudged to above average level of credit worthiness in relation to other small enterprises.

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