

2nd SURVEILLANCE CREDIT RATING REPORT HRS LINE

Ref. no.: FR/2023/33945



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	03 October 2023	02 October 2024

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Shahjalal Islami Bank Limited	LC	5.00	-	25.07.2023
	MPI TR	(3.00)	-	
	BMC TR	2.00	1.64	

Key Snapshot:

Tk. in million

Particulars	2022	2021
Revenue	82.24	74.09
EBIT	15.26	14.14
Net Profit	11.60	12.12
Total Assets	51.10	51.40
Total Equity	48.44	49.90
Debt	2.66	1.50
Net Profit Margin (%)	14.1	16.4
CCC (Days)	210	234
ICR (X)	287.9	31.21

Financial Based on- Management prepared 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 HRS Line (hereinafter referred as "HRSL" 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 experience of the proprietor in the business
- Strong business network
- Good profitability Condition
- Low leverage position
- Comfortable interest coverage position

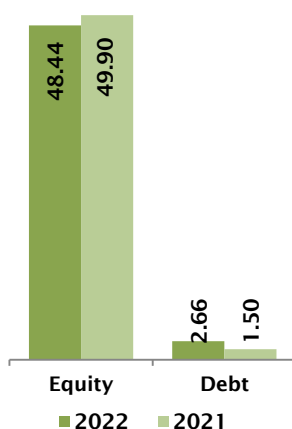
However, the above rating has been moderated to some extent due to some factors like:

- Low disclosure in the financial statements
- Tight liquidity position
- Competition intensity is high
- No insurance coverage
- Manual accounting system
- No transport facility

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 HRSL 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.

Capital Structure
(BDT. in million)



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