

2nd SURVEILLANCE CREDIT RATING REPORT
HATEM KHAN ENTERPRISE



Ref. no.: FR/2023/033702

Report Contents:

Particulars	Page
Rating Rationale	1
Entity Profile	2
Business Management	2
Business Analysis	2
Financial Position Analysis	3
Credibility and Banking Relationship	4
Risk Factors Analysis	4
Rating Observations	5

SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME4	Stable	19 September 2023	18 September 2024

Financial Based on unaudited financial statements up to 2022.

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

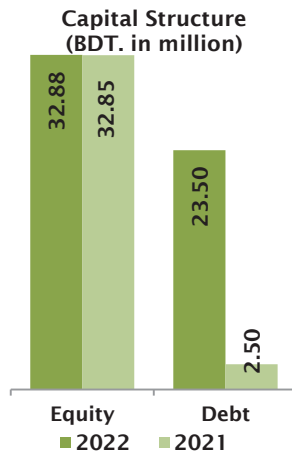
RATING RATIONALE

WCRCL has reaffirmed 'WCRSME4' rating (pronounced as WASO Credit Rating Small & Medium Enterprise Four) rating under the SME Rating to Hatem Khan Enterprise (hereinafter referred as "HKE" 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 proprietor, financially low levered enterprise. Comfortable security arrangement, good business network. However, the above factors are constrained to some extent by poor disclosures of financial statements, stressed liquidity position, no insurance coverage, and manual accounting system.

Key Snapshot:

Tk. in million

Particulars	2022	2021
Revenue	60.00	45.00
EBIT	1.86	2.22
Net Profit	1.84	1.81
Total Assets	56.38	35.35
Total Equity	32.88	32.85
Debt	23.50	2.50
Net Profit Margin (%)	3.1%	4.0%
CCC (Days)	145.00	193.00
IRC (X)	84.55	5.48



The SME rating implies that the enterprise is adjudged to average credit quality.

WCRCL also viewed the enterprise with "Stable" outlook and believes that HKE 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.

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