

4th SURVEILLANCE CREDIT RATING REPORT MEHEDI METAL

Ref. no.: FR/2023/033367



Report Contents:

Particulars	Page
Rating Rationale	1
Business Profile	2
Owners Synopsis	2
Business Management	2
Business Analysis	2
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	4
Rating Observations	5
Annexure	6

SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	12 September 2023	11 September 2024

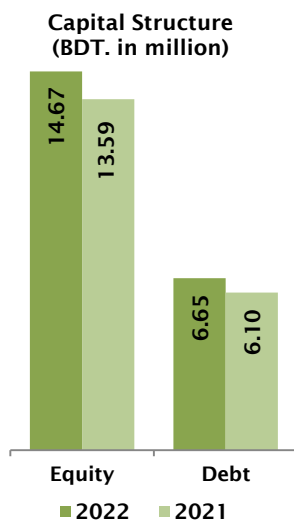
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding as on 03.05.2023
Uttara Bank Limited	CC (Hypo)	5.00	1.71

Financial Based on- Management prepared financial statements up to 2022.

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

Key Snapshot:

Particulars	2022	2021
Revenue	32.78	28.50
EBIT	3.80	3.20
Net Profit	3.33	2.77
Total Assets	21.33	19.69
Total Equity	14.67	13.59
Debt	6.65	6.10
Net Profit Margin (%)	10.1%	9.7%
CCC (Days)	211	194
ICR (X)	8.64	8.00



RATING RATIONALE

WCRCL has reaffirmed the rating to 'WCRSME 3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) under the SME Rating to Mehedi Metal (hereinafter referred to as 'MM' 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 include overall good profitability ratios, low levered enterprise, good coverage position, good security arrangement and regular loan repayment history. However, the above rating has been moderated to some extent due to some factors like no insurance policy, tight liquidity position and no disclosure in the financial statements.

The SME rating implies that the Enterprise has Above Average Credit Quality.

WCRCL also viewed the Enterprise with "Stable" outlook and believes that SOL 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

Analysts:

Ummay Fatema
fatema@wasocreditrating.com

Rafiul Bary
rafi@wasocreditrating.com