

4th SURVEILLANCE CREDIT RATING REPORT 69 TRADE CIRCLE

Ref. no.: CRAR-4301/2023



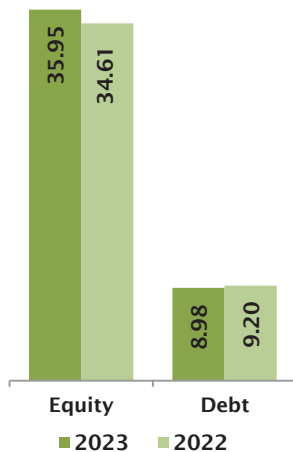
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Key Snapshot:

Tk. In Million		
Particulars	FY23	FY22
Revenue	67.80	61.63
EBIT	8.62	7.89
Net Profit	6.75	6.10
Total Assets	44.93	43.81
Total Equity	35.95	34.61
Debt	8.98	9.20
Net Profit Margin (%)	10.0%	9.9%
CCC (Days)	224	249
ICR (X)	5.65	5.37

Capital Structure
(BDT. in million)



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	17 October 2023	16 October 2024

Tk. In Million			
Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 30.09.2023
Islami Bank Bangladesh Limited	Bai Murabaha TR	12.00	9.17
	Stimulus Working Capital Investment	3.00	0.12

Financial Based on- Audited financial statements up to FY23.

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 69 Trade Circle (hereinafter referred to as '69TC' 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 low leverage position in the capital structure, low levered capital structure, good interest coverage ratio, comfortable security arrangement. However, the above rating has been moderated to some extent due to some factors like poor disclosure of financial statement, high inventory pileup may create the tight liquidity position, manual accounting process, small scale of business, price volatility of trading products.

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

WCRCL also viewed the Enterprise with "Stable" outlook and believes that 69TC 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