

# 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT ABUL HASHEM & SONS



Ref. no.: CRAR-4974/2023

## Report Contents:

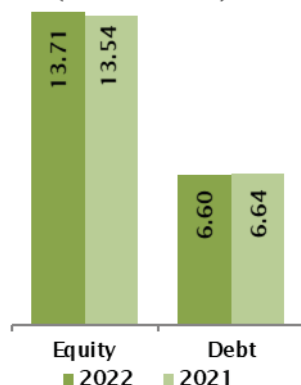
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## Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	25.59	22.25
EBIT	3.23	2.77
Net Profit	2.30	1.92
Total Assets	20.30	20.18
Total Equity	13.71	13.54
Debt	6.60	6.64
Net Profit Margin (%)	9.0%	8.6%
CCC (Days)	149	161
ICR (X)	3.49	3.30

Capital Structure  
(BDT. in million)



## Analysts:

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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	25 October 2023	24 October 2024

**Methodology:** SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

## RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small & Medium Enterprise **Three**) rating under the SME Rating to **Abul Hashem & Sons** (hereinafter referred as "AH&S" 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
- Owned business premises
- Good profitability margin
- Low levered capital structure
- Moderate interest coverage position
- Owned business premises and storage facility
- Satisfactory banking relationship

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

- Low disclosure of financial statements
- Tight liquidity position with long cash conversion cycle
- Manual accounting system

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 AH&S 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.