

5<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT  
**AUTO IMPORTS LIMITED**  
 Ref. no.: FR/2023/33611



**Report Contents:**

Particulars	Page
Rating Rationale	1
Corporate Profile	2
Management and Human Resources	2
Analysis of Industry Dynamics	2
Business Analysis	3
Financial Position Analysis	4
Credibility and Banking Relationship	5
Risk Factor Analysis	6
Rating Observations	6
Annexure	7

Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	A	ST 2	Stable	12 September 2023	11 September 2024

Bank Name	Mode	Limit Amount	Outstanding	Outstanding Date	Bank Loan Rating
Al-Arafah Islami Bank Limited	LC	90.00	-	11.09.2023	blr ST 2
	MPI	50.00	-		
	Baim	20.00	21.83		
	BG	10.00	-		
<b>Total</b>		<b>170.00</b>	<b>21.83</b>		

\*blr-Bank Loan Rating

**Key Snapshot:**

Particulars	FY22	FY21
Revenue	825.99	781.14
EBIT	37.34	118.50
Net Profit	27.05	116.82
Total Assets	165.51	849.93
Total Equity	125.08	810.28
Debt	40.43	39.65
Net Profit Margin (%)	3.3	15.0
CCC (Days)	59	208
ICR (X)	1,337	70.21

**Financial Based** -Audited financial statements up to 30<sup>th</sup> June 2022.

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

**RATING RATIONALE**

WCRCL has upgraded 'A' (pronounced as Single A) rating to the entity for long term and 'ST 2' (pronounced as Short Term Two) for short term to **Auto Imports Limited** (hereinafter referred to as 'AIL' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment. WCRCL has also upgraded 'blr ST 2' (pronounced as bank loan rating Short Term Two) rating to aggregate short term limit.

The above ratings have been assigned based on long experience track of the promoter, good profitability margin, low levered company, good coverage position, updated insurance policy, regular loan repayment history, sales revenue was in increased trend and average disclosure of financial statement. However, the above factors are constrained to some extent by tight liquidity position, market saturation or high competition and poor security arrangement.

The long term rating implies that the entity has above average credit quality. The short term rating implies that the company has above average ability to meet short term financial commitments.

WCRCL also viewed the company with "Stable" outlook and believes that AIL 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:**

**Shudhan Mallick**  
[shudhan@wasocreditrating.com](mailto:shudhan@wasocreditrating.com)

**Maharan Nasrin**  
[maharan@wasocreditrating.com](mailto:maharan@wasocreditrating.com)

