

# 6<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT BABY ENTERPRISE

Ref. no.: FR/2023/34120



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SME Rating	SME Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME4	Stable	26 September 2023	25 September 2024

Tk. In million

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Outstanding Date
Social Islami Bank Limited	Baim (Com)	5.50	.032	25.09.2023
	Baim (WO)	1.00	Nil	
	Bai-Muajjal WC CMSME	0.60	0.013	

Tk. in million

Particulars	FY22	FY23
Revenue	26.00	29.90
EBIT	3.25	3.77
Net Profit	2.66	3.12
Total Assets	14.40	15.64
Total Equity	4.30	4.25
Debt	10.10	11.39
Net Profit Margin (%)	10.2%	10.4%
CCC (Days)	94	86
ICR (X)	5.53	5.82

**Financial Based on-** Unaudited financial statements up to 30 June 2023.

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

## RATING RATIONALE

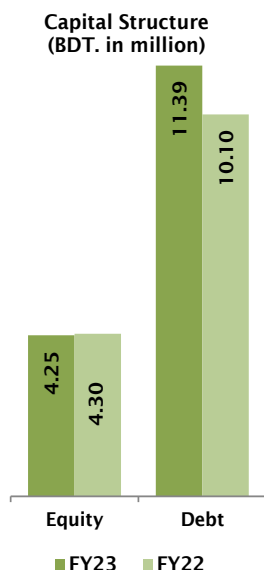
WCRCL has reaffirmed 'WCRSME4' (pronounced as WASO Credit Rating Small and Medium Enterprise Four) rating under the SME Rating to **Baby Enterprise** (hereinafter referred to as **BE** or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above rating has been assigned based on the fundamentals of the enterprise which has long business experiences of the proprietor, moderate interest coverage ratio and comfortable security arrangement. However, the above factors are constrained to some extent by no disclosure in the financial statement, manual accounting process, tight liquidity position, price volatility of trading products and highly levered capital structure.

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

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

## Key Snapshot:



## Analysts:

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