

1st SURVEILLANCE CREDIT RATING REPORT COMFORT POWER TECHNOLOGY LIMITED



Ref. no.: FR/2023/33235

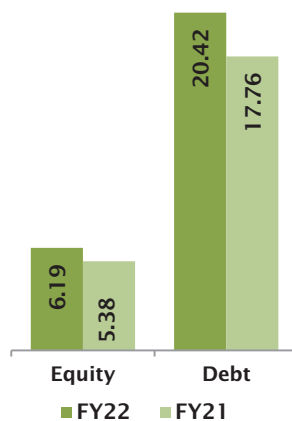
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Key Snapshot:

BDT. in million		
Particulars	FY22	FY21
Revenue	31.60	27.48
EBIT	4.06	3.53
Net Profit	1.87	1.63
Total Assets	26.61	23.14
Total Equity	6.19	5.38
Debt	20.42	17.76
Net Profit Margin (%)	5.9	5.9
CCC (Days)	164	175
ICR (X)	2.93	2.93

Capital Structure
(BDT. in million)



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	30 August 2023	07 August 2024

BDT. in million				
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Islami Bank Bangladesh Limited	Baim-TR	4.00	4.28	29.08.2023
	Stimulus	0.60	0.64	

Financial Based on-unaudited financial statements up to 30th June 2022.

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 **Comfort Power Technology Limited** (hereinafter referred as "CPTL" or "The Company") 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 company which includes:

- Experienced and skilled management
- Good business network
- Satisfactory banking relationship
- Good interest coverage position

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

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

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

WCRCL also viewed the company with "Stable" outlook and believes that CPTL 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.