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

Methodology: SME rating methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has assigned ‘WCRSME3’ (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Folder Auto Parts Limited (hereinafter referred as “FAPL” 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, owned business premises and storage facility, maintained sound relation with supplier, buyer & lender, provide warranty of products, good Profitability margin and low levered capital structure. However, the above rating has been moderated to some extent due to some factors like, average disclosures in unaudited financial statements, tight liquidity position, no insurance coverage policy, small to medium scales of operation and exposures to interest rate risk.

The SME rating implies that the enterprise has above average credit quality.

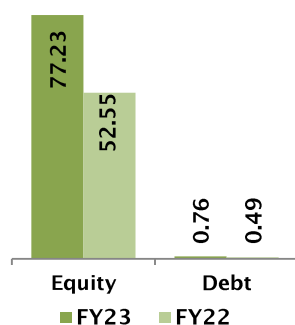
WCRCL also viewed the enterprise with “Stable” outlook and believes that FAPL will be able to maintain its good fundamentals in the foreseeable future. This rating may be revised in case of any extraordinary changes in line with the sponsor’s equity investment, debt obligations, management, business operations and/or changes in any macro and micro factors in the economy.

Key Snapshot:

BDT. in million

Particulars	FY23	FY22
Revenue	33.30	3.51
EBIT	4.33	0.28
Net Profit	4.11	0.26
Total Assets	77.99	53.04
Total Equity	77.23	52.55
Total debt	0.76	0.49
Net Profit Margin (%)	12.3%	7.5%
CCC (Days)	325	1,735

**Capital Structure
(BDT. in million)**



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