

Report Contents:

Particulars	Page
Rating Rationale	1
Owners Profile	2
Business Management	2
Market Review	2
Business Analysis and Network	2
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	4
Rating Observation	5

SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	03 October 2023	02 October 2024

Financial Based on- Unaudited financial statements up to 31 December 2022, 2021, 2020.

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 **Galaxy Sports** (hereinafter referred to as 'GS' or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the enterprise which good market reputation and strong business network, low levered firm, strong debt coverage position. Ready succession and positive business trend. However, the above factors are constrained to some extent by manual accounting system, lower profit margin, small scale operation, long cash conversion cycle, price volatility of trading products, and moderate disclosure of financial statements.

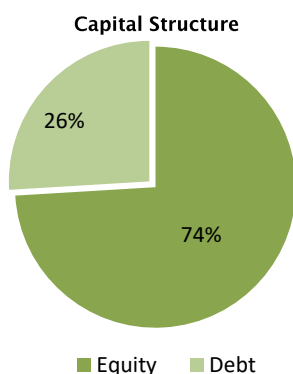
The SME rating implies that the enterprise has adjudged to above average level of credit quality.

WCRCL also viewed the enterprise with "Stable" outlook and believes that GS 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:

Tk. In million		
Particulars	2021	2022
Revenue	45.45	51.02
EBIT	5.98	6.85
Net Profit	5.82	6.33
Total Assets	21.55	22.86
Total Equity	16.05	16.69
Total Liabilities	5.20	5.87
Net Profit Margin (%)	12.80	12.40
Current Ratio (X)	4.04	3.81
Debt to Equity (X)	0.32	0.35

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