

4th SURVEILLANCE CREDIT RATING REPORT ISLAM SEMI AUTO RICE MILL

Ref. No.: CRAR- 6004/2023



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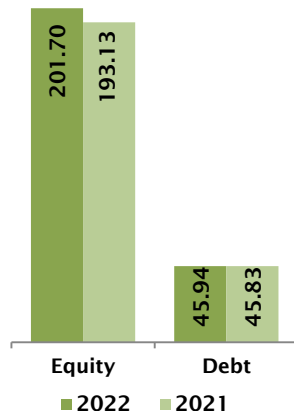
SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	17 October 2023	16 October 2024

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Outstanding Date
Uttara Bank PLC	CC (Hypo)	65.00	56.50	05.10.2023

Key Snapshot:

Particulars	2022	2021
Revenue	286.02	275.02
EBIT	27.73	22.87
Net Profit	23.97	18.35
Total Assets	247.64	238.96
Total Equity	201.70	193.13
Debt	45.94	45.83
Net Profit Margin (%)	8.4	6.7
CCC (Days)	157	152
ICR (X)	7.44	5.09

Capital Structure
(BDT. in million)



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Financial Based on- Audited financial statements up to 31st December 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 Islam Semi Auto Rice Mill (hereinafter referred to as 'ISARM' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Long business experiences of the proprietor
- Good business network
- Owned business premises
- Low leverage position in the capital structure
- Good interest coverage position
- Comfortable security arrangement

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

- Average disclosure of financial statements
- Price volatility of trading products
- Tight liquidity position
- Market saturation or high competition
- No insurance coverage
- Manual accounting system

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

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