

# 1<sup>st</sup> SURVEILLANCE CREDIT RATING REPORT KHUSHI INTERNATIONAL



Ref. no.: CRAR-10520/2023

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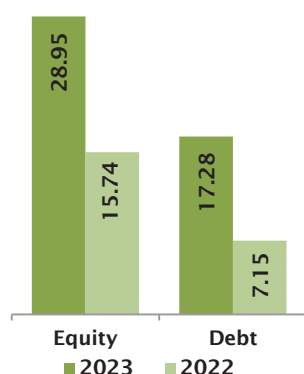
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## Key Snapshot:

BDT. in million

Particulars	FY23	FY22
Revenue	57.03	51.84
EBIT	14.47	12.80
Net Profit	13.21	10.44
Total Assets	46.23	22.89
Total Equity	28.95	15.74
Total debt	17.28	7.15
Net Profit Margin (%)	23.2%	20.1%
CCC (Days)	109	91
ICR (X)	13.01	5.80

Capital Structure  
(BDT. in million)



## Analysts:

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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	25 October 2023	24 October 2024

*Financial Based on-unaudited financial statements up to 31 December 2022.*

*Methodology: SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://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 Khushi International (hereinafter referred as "KI" or "The Enterprise") 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 enterprise which includes:

- Experienced and skilled management
- Owned business premises and storage facility
- Good business network
- Good interest coverage position
- Low levered capital structure

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

- Tight liquidity position with long cash conversion cycle
- No Insurance coverage
- Low disclosure of financial statements
- Low management information system (MIS)

The SME rating implies that the Enterprise has above Average Credit Quality.

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