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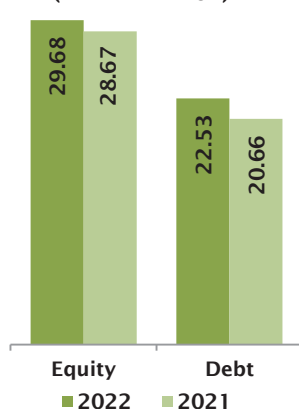
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## Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	59.26	51.53
EBIT	12.59	10.47
Net Profit	8.92	6.81
Total Assets	52.21	49.33
Total Equity	29.68	28.67
Total debt	22.53	20.66
Net Profit Margin (%)	15.0	13.2
ICR (X)	2,291.5	2,097.8

Capital Structure  
(BDT. in million)



## Analysts:

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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	04 July 2023	03 July 2024

*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 M.N. Accessories Limited (hereinafter referred as "MNAL" 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
- Maintained sound business relation with supplier & buyer
- Owned business premises and storage facility
- Good Profitability margin
- Low levered capital structure
- Comfortable interest coverage position
- Satisfactory banking relationship
- Good mortgage security coverage against loan

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

- Low disclosure in the financial statements
- Low interest coverage ratio
- Tight security arrangement
- No insurance coverage for the inventory in stock
- Manual accounting system

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

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