

3rd SURVEILLANCE CREDIT RATING REPORT MWR AUTO RICE MILL

Ref. no.: FR/2023/33131



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	22 August 2023	21 August 2024

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Janata Bank Limited	CC (H)	20.00	19.50	31.07.2023
	Stimulus	10.00	9.99	

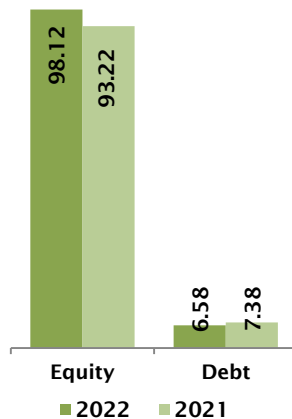
Financial Based on- audited financial statement up to 31st December 2022.

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

Key Snapshot:

Particulars	2022	2021
Revenue	193.21	175.64
EBIT	8.05	6.81
Net Profit	7.48	6.25
Total Assets	104.69	100.61
Total Equity	98.12	93.22
Debt	6.58	7.38
Net Profit Margin (%)	3.9	3.6
CCC (Days)	41	39
ICR (X)	14.44	12.50

Capital Structure
(BDT. in million)



RATING RATIONALE

WCRCL has upgraded 'WCRSME3' (pronounced as WASO Credit Rating Small And Medium Enterprise Three) rating to MWR Auto Rice Mill (hereinafter referred to as 'MARM' 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
- Good business network
- Low levered capital structure
- Good interest coverage position
- Good mortgage security coverage against loan

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

- Average disclosure of financial statements
- Tight liquidity position
- 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 MARM 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.

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