1st SURVEILLANCE CREDIT RATING REPORT

M/S MD. GOLAM KIBRIA

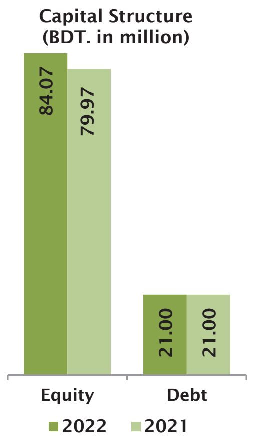
Ref. no.: CRAR-10567/2023

Report Contents:

Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	129.50	123.10
EBIT	8.97	8.21
Net Profit	7.61	6.86
Total Assets	105.07	100.97
Total Equity	84.07	79.97
Total debt	21.00	21.00
Net Profit Margin (%)	5.9	5.6
CCC (Days)	200	204
ICR (X)	6.97	6.38



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

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
NCC Bank Limited	CC (H)	20.00	6.84	10.10.2023
	BG	5.00	-	

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 M/S Md. Golam Kibria (hereinafter referred as "MGK" 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
- Sales revenue was in increased trend
- Owned business premises and storage facility
- Satisfactory banking relationship
- 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) and Manual accounting system

The SME rating implies that the enterprise has **above average credit quality**.

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