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

Financial Based on- Management prepared financial statements up to 30 June 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 & Medium Enterprise Three) rating under the SME Rating to **Medinet Medical Services** (hereinafter referred to as 'MMS' 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 one of the oldest diagnostic service providers in Mirpur area, wide acceptability of pathological report, sustainable growth rate, large pool of professionals, most payments for provided services is paid in cash, and the enterprise has competitive advantage in better service for less charge. However, the above factors are constrained to some extent by, volatile profit margin, management prepared financial statements contained insufficient disclosure, moderated leverage position, and no insurance coverage for medical equipment.

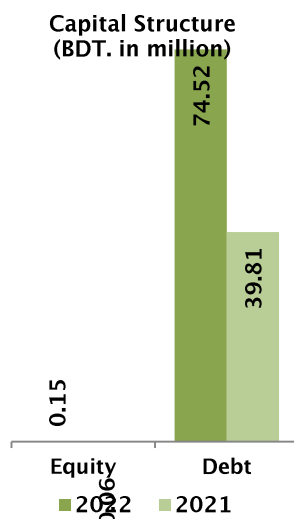
The SME rating implies that the enterprise is adjudged to above average credit quality.

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

Key Snapshot:

BDT. in Million

| Particulars | FY22 | FY21 |
|-----------------------|-------|-------|
| Revenue | 45.22 | 33.88 |
| EBIT | 7.05 | 5.85 |
| Net Profit | 1.13 | 1.05 |
| Total Assets | 74.66 | 39.87 |
| Total Equity | 0.15 | 0.06 |
| Debt | 74.52 | 39.81 |
| Net Profit Margin (%) | 2.5% | 3.1% |
| CCC (Days) | -208 | -584 |
| ICR (X) | 1.19 | 1.22 |

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