1st SURVEILLANCE CREDIT RATING REPORT
MOHSHIN MEDICINE CORNER

Ref. no.: CRAR-14283/2023

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Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	5.46	5.11
EBIT	0.58	0.46
Net Profit	0.54	0.46
Total Assets	2.63	2.70
Total Equity	1.48	1.38
Debt	1.15	1.31
Net Profit Margin (%)	9.9%	9.0%
CCC (Days)	181	222
ICR (X)	16.52	n/a

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SME Rating	Rating Notches	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	10 October 2023	09 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*

RATING RATIONALE

WCRCL has reaffirmed **'WCRSME3'** (pronounced as WASO Credit Rating Small & Medium Enterprise Three) rating under the SME Rating to **Mohshin Medicine Corner** (hereinafter referred as "MMC" 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
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Good interest coverage position
- Low levered capital structure

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

- Poor disclosure of financial statements
- Tight liquidity position with long cash conversion cycle
- Manual accounting system

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

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