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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	03 October 2023	10 October 2024

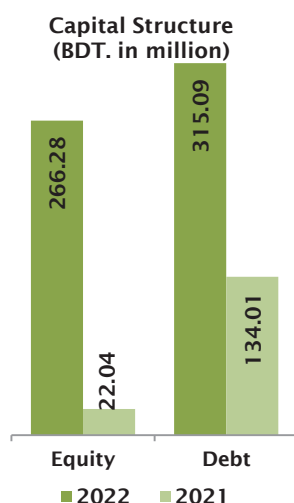
Tk. in million				
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Standard Bank Limited	Bai-Murabaha TR	200.00	153.25	26.09.2023
	Quard	30.00	21.91	
	BG/PG	350.00	287.43	

Financial Based on-unaudited financial statements up to 30 June 2022..

Methodology: SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

### Key Snapshot:

Tk. in million		
Particulars	FY22	FY21
Revenue	1,509.6	791.33
EBIT	222.40	572.13
Net Profit	143.97	557.26
Total Assets	581.37	156.04
Total Equity	266.28	22.04
Debt	315.09	134.01
Net Profit Margin (%)	9.5%	70.4%
CCC (Days)	9.19	179.70
ICR (X)	13.30	41.25



### RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Monir Engineering Construction Limited (hereinafter referred as "MECL" 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
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Good business network
- Good Net Worth of the Proprietor
- Good interest coverage position

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

- Highly levered capital structure
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

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The SME rating implies that the company is adjudged to above average level of credit worthiness in relation to other small enterprises.

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