

# 4<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT MONIR METAL INDUSTRIES



Ref. no.: CRAR-6118/2023

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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	31 October 2023	30 October 2024

*Financial Based on– Audited financial statements up to 30<sup>th</sup> June 2023.*

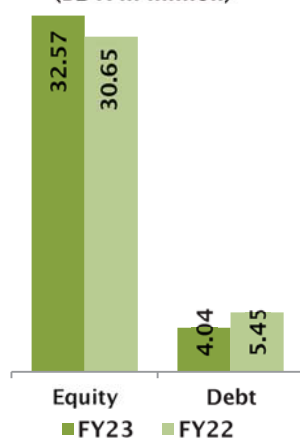
*Methodology: SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)*  
*Tk. in Million*

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Islami Bank Bangladesh PLC	Murabaha-TR	4.00	3.61	30.10.2023

## Key Snapshot:

Particulars	Tk. in Million	
	FY23	FY22
Revenue	30.56	28.15
EBIT	3.52	3.36
Net Profit	2.92	2.39
Total Assets	36.62	36.10
Total Equity	32.57	30.65
Debt	4.04	5.45
Net Profit Margin (%)	9.6	8.5
CCC (Days)	178.36	176.14
ICR (X)	12.78	12.14

**Capital Structure  
(BDT. in million)**



## Analysts:

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## RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating to **Monir Metal Industries** (hereinafter referred to as 'MMI' 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
- Owned business premises and storage facility
- Good Profitability margin
- Low levered capital structure
- Comfortable interest coverage position
- Satisfactory banking relationship
- Good mortgage security coverage against loan

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

- Low disclosure in the financial statements
- Tight liquidity position considering long cash conversion cycle
- 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 MMI 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.