

2nd SURVEILLANCE CREDIT RATING REPORT M/S MONIRUZZAMAN



Ref. no.: CRAR-6114/2023

Report Contents:

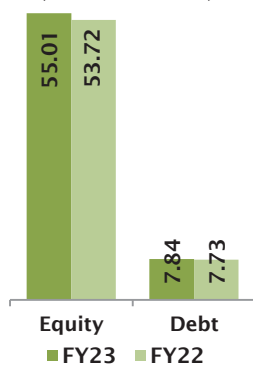
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Key Snapshot:

BDT. in million

Particulars	FY23	FY22
Revenue	52.63	50.12
EBIT	5.09	4.73
Net Profit	4.42	4.20
Total Assets	62.85	61.45
Total Equity	55.01	53.72
Debt	7.84	7.73
Net Profit Margin (%)	8.4	8.4
CCC (Days)	163	167
ICR (X)	8.14	9.64

Capital Structure
(BDT. in million)



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME4	Stable	31 October 2023	30 October 2024

Methodology: SME rating methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has **downgraded** WCRSME4 (Pronounced WASO Credit Rating Small and Medium Enterprise Four) rating to M/S Moniruzzaman (hereinafter referred to as 'MM' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the enterprise.

The above rating has been assigned based on long experience of the Promoter helps to form stronger relationship with suppliers, customers and lender, satisfactory coverage position of the concern, low levered concern etc. However, the above factors are constrained to some extent by poor disclosure in financial statements, risk associated with procurement of products, small scales of operation, banking behavior is not good, high competitive intensity of the traded products, liquidity of the firm was in stressed position due to payment nature of the customers.

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

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