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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	07 May 2023	06 May 2024

WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	CC (H)	3.90	3.78	04.05.2023

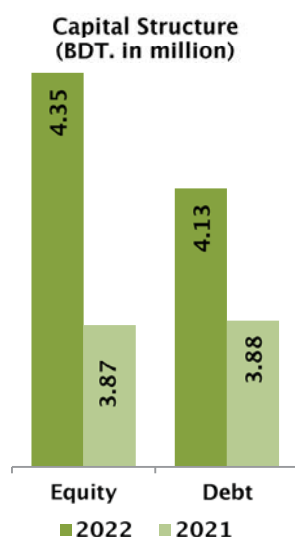
Financial Based on—unaudited financial statements up to 30th June, 2022.

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

Key Snapshot:

BDT. in million

Particulars	FY22	FY21
Revenue	18.00	15.00
EBIT	1.62	1.28
Net Profit	1.26	0.93
Total Assets	8.93	8.23
Total Equity	4.35	3.87
Total debt	4.13	3.88
Net Profit Margin (%)	7.0%	6.2%
CCC (Days)	114	106
ICR (X)	4.50	3.65



RATING RATIONALE

WCRCL has assigned 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Monoara Auto Chira Mill (hereinafter referred as "MACM" 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
- Owned business premises and storage facility
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Good business network
- Low levered capital structure

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

- Tight liquidity position with long cash conversion cycle
- Mismatch in Balance Sheet
- No insurance coverage
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

Analysts:

Md. Akter Hossain
akter@wasocreditrating.com

Maharan Nasrin
maharan@wasocreditrating.com

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

WCRCL also viewed the enterprise with "Stable" outlook and believes that MACM will be able to maintain its good fundamentals in the foreseeable future.