

2nd SURVEILLANCE CREDIT RATING REPORT MUFID TRADERS

Ref. no.: FR/2023/030695



Report Contents:

Particulars	Page
Rating Rationale	1
Owners Profile	2
Business Management	2
Market Review	2
Business Analysis and Network	2
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	4
Rating Observation	5

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	10 April 2023	09 February 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.

Tk. in million

Bank Name	Mode of Investment	Limit Amount	Outstanding Amount	Outstanding Date
Uttara Bank Limited	CC(Hypo)	5.00	3.84	30.03.2023

Financial Based on– Unaudited financial statements up to 31 December 2022, 2021, and 2020.

Key Snapshot:

Tk. In million

Particulars	2021	2022
Revenue	41.09	39.22
EBIT	3.47	2.33
Net Profit	2.12	2.14
Total Assets	17.46	15.42
Total Equity	14.33	11.77
Total Liabilities	3.13	2.64
Net Profit Margin (%)	5.16	5.45
Current Ratio (X)	5.30	5.51
Debt to Equity (X)	0.22	0.22

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

RATING RATIONALE

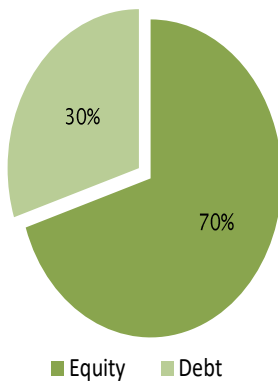
WCRCL has reaffirmed **WCRSE 3** (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Mufid Traders** (hereinafter referred to as ‘MT’ or “The Enterprise”) based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the enterprise which long experience of the proprietor in this business, good banking conduct, and good interest coverage position. However, the above factors are constrained to some extent by small scale operation, inventory pile up for long time, highly levered concern, and followed manual accounting procedures, poor disclosure of financial statements.

The SME rating implies that the enterprise is adjudged to above average level of credit worthiness in relation to other SE’s / ME’s.

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

Capital Structure



Analysts:

Monira Islam
monira@wasocreditrating.com

Md. Al Amin Jewel
jewel@wasocreditrating.com