

2nd SURVEILLANCE CREDIT RATING REPORT
MUNSHI ENTERPRISE
Ref. no.: CRAR- 7094/2023



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

Tk. In million

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount Dated on 08.10.2023
Al-Arafah Islami Bank Limited	Bai-Muajjal	5.00	6.20

Key Snapshot:

Particulars	BDT. in million	
	2022	2021
Revenue	92.69	80.60
EBIT	4.97	4.33
Net Profit	4.61	4.01
Total Assets	16.79	14.60
Total Equity	10.12	8.80
Total debt	6.67	5.80
Net Profit Margin (%)	5.0	5.0
CCC (Days)	58	62
ICR (X)	13.52	13.52

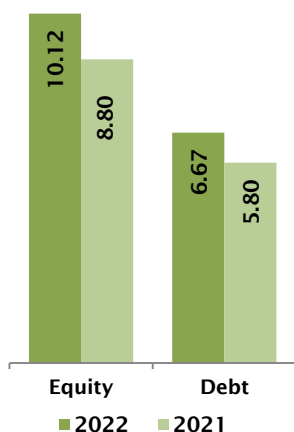
Financial Based on- Management prepared financial statements up to 31st December 2022.

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

RATING RATIONALE

WCRCL has downgraded 'WCRSME4' (pronounced as WASO Credit Rating Small and Medium Enterprise Four) rating under the SME Rating to **Munshi Enterprise** (hereinafter referred to as 'ME' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

Capital Structure (BDT. in million)



The above ratings have been assigned based on the fundamentals of the enterprise which include long business experiences of the proprietor, good business network, low leverage position in the capital structure & good interest coverage position. However the above factors are constrained to some extent by lack of disclosure in the financial statement, poor banking relationship with overdue, tight liquidity position & manual accounting process.

The SME rating implies that the enterprise is adjudged to **average** credit quality.

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

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