# 2<sup>nd</sup> SURVEILLANCE CREDIT RATING REPORT NEW SUN BAG STORE

Ref. no.: CRAR- 7888/2023



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

			BDT. in million
Mode of	Sanctioned	Outstanding	Date of
Investment	Amount	Amount	Outstanding
CC (H)	12.00	7.95	30.10.2023
OD	3.00	2.77	30.10.2023
	CC (H)	Investment Amount CC (H) 12.00	Investment         Amount         Amount           CC (H)         12.00         7.95

### **Key Snapshot:**

BDT. in million

Particulars	FY22	FY21
Revenue	34.74	30.20
EBIT	5.75	5.00
Net Profit	4.60	4.00
Total Assets	29.75	25.87
Total Equity	23.08	20.07
Debt	6.67	5.80
Net Profit Margin (%)	13.2	13.2
CCC (Days)	175	188
ICR (X)	5.00	5.00

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

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

## **RATING RATIONALE**

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to New Sun Bag Store (hereinafter referred as "NSBS" 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:

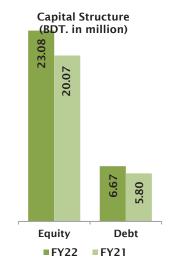
- Experienced and skilled management
- Owned business premises and storage facility
- Good business network
- Good interest coverage position
- Low levered capital structure

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

- Tight liquidity position with long cash conversion cycle
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

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 NSBS 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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