

2nd SURVEILLANCE CREDIT RATING REPORT NIRAPOD CAR CENTER



Ref. no.: FR/2023/031744

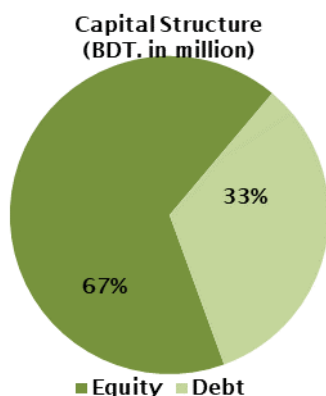
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Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	149.50	130.00
EBIT	9.30	1.90
Net Profit	8.53	1.20
Total Assets	40.89	34.40
Total Equity	27.27	29.40
Debt	13.63	5.00
Net Profit Margin (%)	5.7%	0.9%
CCC (Days)	56	n/a
ICR (X)	12.08	2.71



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 June 2023	11 June 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

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 **Nirapod Car Center** (hereinafter referred as "NCC" 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
- Good business network
- Low levered capital structure
- Moderate interest coverage position
- Satisfactory banking relationship

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

- Low disclosure of financial statements
- Tight liquidity position with long cash conversion cycle
- No insurance coverage
- 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 NCC will be able to maintain its good fundamentals in the foreseeable future.