

3rd SURVEILLANCE CREDIT RATING REPORT NAKSHI BANGLA ENTERPRISE

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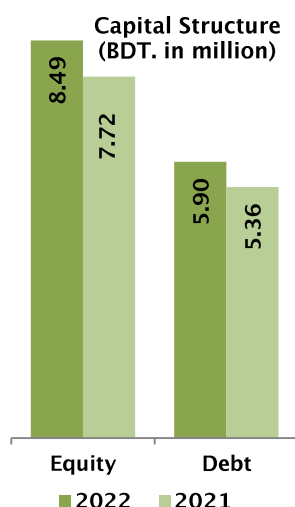


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Key Snapshot:

Particulars	BDT. in Million	
	2022	2021
Revenue	30.41	27.65
EBIT	2.96	2.69
Net Profit	2.78	2.52
Total Assets	14.39	13.08
Total Equity	8.49	7.72
Debt	5.90	5.36
Net Profit Margin (%)	9.1%	9.1%
CCC (Days)	87.59	87.39
ICR (X)	19.57	19.57



Analysts:

Maharan Nasrin
maharan@wasocreditrating.com

Md. Rafiul Bary
rafi@wasocreditrating.com

SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	19 September 2023	18 September 2024

Financial Based on- Management Prepared financial statements up to 31 December 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 & Medium Enterprise Three) rating to Nakshi Bangla Enterprise (hereinafter referred to as 'NBE' 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 long experience of the Promoter helps to form stronger relationship with suppliers, customers and lender, sales revenue was in increased trend with positive growth, low leverage position in the capital structure, satisfactory banking relationship, good debt coverage position, and the enterprise is a profitable concern. However, the above factors are constrained to some extent by lack of disclosure in financial statements, price volatility of the products, high inventory pile-up affecting working capital, and no insurance coverage for the inventory in stock.

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

WCRCL also viewed the enterprise with **Stable** outlook and believes that **NBE** 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