

# 2<sup>nd</sup> SURVEILLANCE CREDIT RATING REPORT NURJAHAN HUSKING MILL



Ref. no.: FR/2023/032685

## Report Contents:

Particulars	Page
Rating Rationale	1
Entity Profile	2
Business Management	2
Business Analysis	2
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	4
Rating Observation	5

SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	25 July 2023	18 July 2024

BDT. In Million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Mutual Trust Bank Limited	MTB Krishijat (RL)	14.00	13.99	03.07.2023

**Methodology:** SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

## Key Snapshot:

BDT. In Million

Particulars	2022	2021
Revenue	51.00	166.00
EBIT	5.84	18.20
Net Profit	4.62	17.10
Total Assets	53.19	97.88
Total Equity	39.39	96.38
Debt	13.80	1.50
Net Profit Margin (%)	9.1	10.3
CCC (Days)	166	53
ICR (X)	4.88	17.33

## RATING RATIONAL

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Nurjahan Husking Mill (hereinafter referred as "NHM" 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
- Owned business premises and storage facility
- Satisfactory banking relationship
- Low levered capital structure
- Good interest coverage position

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

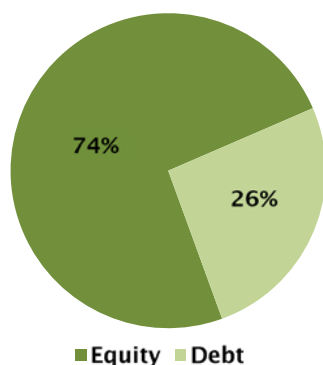
- Lack of disclosure of financial statements
- Tight liquidity position considering long cash conversion cycle
- Inventory holding risk
- Low management information system (MIS) and Manual accounting system

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 NHM 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.

Capital Structure  
(BDT. in million)



## Analysts:

**Mst. Irin Akter**  
[irin@wasocreditrating.com](mailto:irin@wasocreditrating.com)

**Monira Islam**  
[monira@wasocreditrating.com](mailto:monira@wasocreditrating.com)