

2nd SURVEILLANCE CREDIT RATING REPORT

OSMAN FURNITURE WORLD

Ref. no.: FR/2023/32422



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SME Rating	WCRSME	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	04 July 2023	03 July 2024

WCRSME3 rating is equivalent to Bangladesh Bank SME rating scale of SME3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Tk. In million

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Outstanding Date
Uttara Bank Limited	CC(H)	2.00	2.05	25.06.2023

Key Snapshot:

Tk. in million

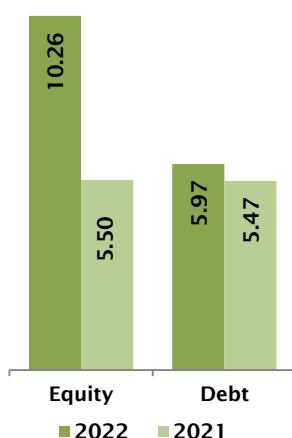
Particulars	2022	2021
Revenue	29.45	25.61
EBIT	2.31	1.98
Net Profit	1.81	1.53
Total Assets	16.23	10.97
Total Equity	10.26	5.50
Debt	5.97	5.47
Net Profit Margin (%)	6.1	6.0
CCC (Days)	102	112
ICR (X)	4.66	4.40

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 reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small And Medium Enterprise Three) rating under the SME Rating to **Osman Furniture World** (hereinafter referred to as 'OFW' 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 of long business experiences of the proprietor, strong business network, good mortgage security coverage against loan, low leverage position in the capital structure, satisfactory banking relationship & good interest coverage position.

However, the above factors are constrained to some extent by low disclosure of financial statement, tight liquidity position, price volatility of the products, manual accounting process.

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

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