

3rd SURVEILLANCE CREDIT RATING REPORT PRINCE BOARD

Ref. no.: FR/2023/032605



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	25 July 2023	24 July 2024

Bank	Mode of Investment	Sanctioned/ Limit Amount	Outstanding as on 20.07.2023
Social Islami Bank Limited	Baim SME	7.00	7.04

Tk. in million

Financial Based on– Unaudited financial statements up to 31st December 2022.

Key Snapshot:

Particulars	2022	2021
Revenue	51.80	50.00
EBIT	3.78	4.18
Net Profit	3.66	3.27
Total Assets	28.44	51.60
Total Equity	19.86	43.10
Debt	8.58	8.50
Net Profit Margin (%)	7.1	6.5
CCC (Days)	85	82
ICR (X)	29.80	4.60

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 Prince Board (hereinafter referred as “PB” or “The enterprise”) based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the enterprise which experienced proprietor, low levered capital structure, good business network and good Interest coverage position.

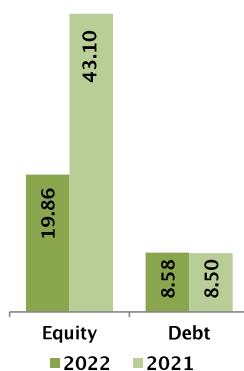
However, the above factors are constrained to some extent by poor disclosure of financial statements, tight liquidity position with long cash conversion cycle and high market competition.

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 PB 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)



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