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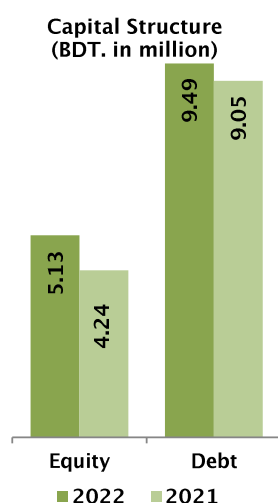
SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	19 September 2023	18 September 2024

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

Key Snapshot:

BDT. in million			
Particulars	2022	2021	
Revenue	32.20	28.00	
EBIT	3.04	2.60	
Net Profit	2.18	1.82	
Total Assets	14.62	13.29	
Total Equity	5.13	4.24	
Debt	9.49	9.05	
Net Profit Margin (%)	6.8%	6.5%	
CCC (Days)	151	159	
ICR (X)	3.54	3.34	



RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small & Medium Enterprise Three) rating under the SME Rating to **Rafique Traders & Motors** (hereinafter referred to as 'RTM' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above ratings have been assigned based on the fundamentals of the enterprise which include long business experiences of the proprietor, good business network, low leverage position, good liquidity position, good interest coverage ratio and comfortable security arrangement. However, the above factors are constrained to some extent by no disclosure in the financial statement, manual accounting process, inventory holding risk, tight liquidity position considering long cash conversion cycle and high competition in the business.

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 RTM 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.

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