

INITIAL CREDIT RATING REPORT

RISDA-BANGLADESH

Ref. no.: FR/2023/033395



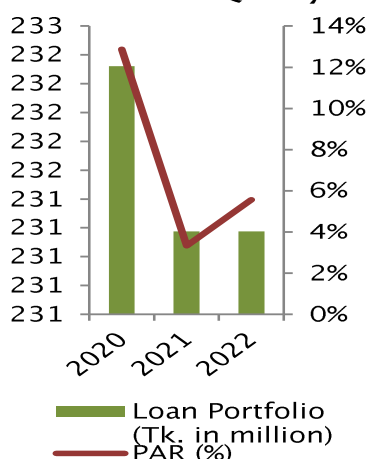
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Key Snapshot:

Tk. In million		
Particulars	2022	2021
No. of Branches	12	12
No. of Members	7426	7176
No. of Borrowers	5076	5363
No. of Field Officers	26	26
Total Loan Outstanding	231.18	231.18
Yearly Loan Disbursement	164.05	163.50
Total Savings	36.10	41.48
Average Loan Outstanding	45551	45552
Average Savings	7114	8174

Portfolio Quality



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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB	ST 3	Stable	30 August 2023	29 August 2024

Tk. In million			
Bank Name	Mode of Investment	Sanctioned/ Limit Amount	Outstanding as on 20.08.2023
Shahjalal Islami Bank Limited	BM-FSF	20.00	5.23
	BM-FSF	30.00	23.22
	BM-CTR	25.00	25.54
	BM-FO	3.77	3.93
	BM-Term	40.00	41.94

Financial Based on- Audited financial statements up to 30 June 2022, 2021, 2020.

Methodology: Corporate rating methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has assigned 'BBB' (pronounced as Triple B) rating for the Long Term and 'ST 3' (pronounced as Short Term Three) rating for Short Term to 'RISDA-Bangladesh' (hereinafter referred to as 'RISDA' or 'The Organization') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

The above ratings have been assigned based on the fundamentals of the organization which include long track record of operation, experienced and knowledgeable management, satisfactory banking relationship, and adequate loan loss reserve. However, the above factors are constrained by lack of geographical diversification, loan growth supported by debt, moderate PAR growth rate, and stagnant savings.

The long term rating implies that the MFI has average credit quality. The short term entity has average ability to meet short term financial commitments.

WCRCL also viewed the organization with "Stable" outlook and believes that RISDA 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.