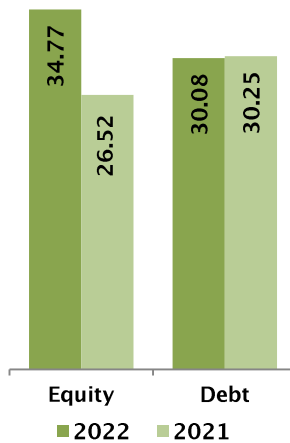


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Key Snapshot:

BDT. in million		
Particulars	2022	2021
Revenue	73.84	62.45
Total Assets	9.50	9.18
Total Equity	9.24	9.04
Total Liabilities	64.85	56.77
Net Profit Margin (%)	34.77	26.52
Current Ratio (X)	30.08	30.25
CCC (X)	12.5%	14.5%
Debt/Equity (X)	296.88	328.43
ICR (X)	38.00	68.02

Capital Structure
(BDT. in million)

Analysts:

Maharan Nasrin

maharan@wasocreditrating.com

Md. Al Amin Jewel

jewel@wasocreditrating.com

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 SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

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 & Medium Enterprise Three) rating under the SME Rating to **Roy Traders** (hereinafter referred to as 'RT' 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 include long experiences of The Proprietor in this business, positioning of selling point at prime region in Comilla, Profitability ratio were in good position, low levered firm, good debt coverage position, good position in value to loan ratio, and have insurance coverage for the inventory in stock. However, the above factors are constrained to some extent by manual account system, rented showroom with one warehouse facility, and lack of disclosure in the financial statement.

The SME rating implies that Roy Traders is adjudged to above average credit quality to other small & medium enterprises.

WCRCL also viewed Roy Traders with "Stable" outlook and believes that the enterprise will be able to maintain its good fundamentals in the foreseeable future.