

4th SURVEILLANCE CREDIT RATING REPORT RUMA MOTORS

Ref. no.: FR/2023/031635



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 June 2023	11 June 2024

*WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Tk. in Million

Bank Name	Investment Mode	Limit Amount	Outstanding Amount	Outstanding Date
Uttara Bank Limited	CC (H)	5.50	1.01	25.05.2023

Key Snapshot:

Tk. In Million

Particulars	2022	2021
Revenue	182.46	199.04
EBIT	18.08	17.77
Net Profit	16.86	14.52
Total Assets	32.78	24.80
Total Equity	25.65	15.29
Debt	7.13	9.50
Net Profit Margin (%)	9.2%	7.3%
CCC (Days)	42	23
ICR (X)	14.81	5.47

Financial Based on- Un-audited financial statements up to 31st December for 2022.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating to Ruma Motors (hereinafter referred to as 'RM' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Overall good profitability ratios
- Low levered enterprise
- Good security arrangement
- Regular loan repayment history

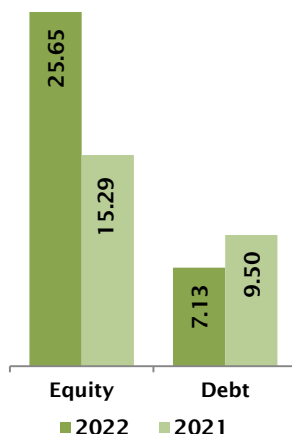
However, the above rating has been moderated to some extent due to some factors like:

- Lack of disclosure in the financial statements
- No insurance policy
- Inventory holding risk

The SME rating implies that the enterprise is adjudged above average level of credit worthiness in relation to other small enterprises.

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

Capital Structure
(BDT. in million)



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