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

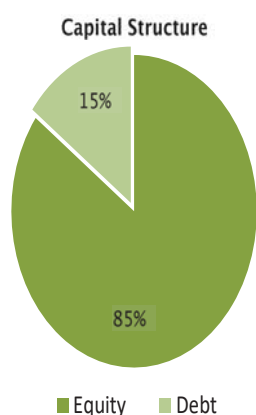
| Tk. in million | | | | |
|-----------------|--------------------|-------------------|--------------------|---------------------|
| Bank Name | Mode of Investment | Sanctioned Amount | Outstanding Amount | Date of Outstanding |
| Uttara Bank PLC | CC (Hypo) | 3.00 | 3.08 | |
| | LC | 3.00 | 0.00 | 30.06.2023 |
| | LTR | 1.50 | 0.00 | |

Financial Based on-Unaudited financial statements up to 31 December 2022, 2021, 2020.

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

Key Snapshot:

| Tk. in million | | | |
|-----------------------|-------|-------|--|
| Particulars | 2022 | 2021 | |
| Sales | 51.22 | 48.22 | |
| EBIT | 5.02 | 3.60 | |
| Net Profit | 4.87 | 3.43 | |
| Total Assets | 18.15 | 15.48 | |
| Total Equity | 15.46 | 13.01 | |
| Total debt | 2.69 | 2.46 | |
| Net Profit Margin (%) | 9.51 | 7.10 | |
| Current Ratio (X) | 6.40 | 5.91 | |
| ICR (X) | 46.95 | 28.33 | |



RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and medium Enterprise Three) rating under the SME Rating to **Sami Enterprise** (hereinafter referred as "SE" 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 reaffirmed based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Satisfactory banking relationship
- Low levered capital structure
- Good debt coverage position

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

- Tight liquidity position
- Low disclosure of financial statements
- Small scale operation
- Lower profit margin
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the enterprise has adjudged to above average level of credit quality.

WCRCL also viewed the enterprise with "Stable" outlook and believes that SE 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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