

# 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT SANDY BEACH RESTAURANT



Ref. no.: FR/2023/033594

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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	19 September 2023	14 September 2024

BDT. In Million				
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Islami Bank Bangladesh PLC	Bai-Murabaha TR	7.00	7.62	11.09.2023
	Stimulus	2.00	1.09	
	<b>Total</b>	<b>9.00</b>	<b>8.71</b>	

Financial Based on-audited financial statements up to 30<sup>th</sup> June FY23.

Methodology: SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

## Key Snapshot:

BDT. In Million

Particulars	FY23	FY22
Revenue	84.06	73.09
EBIT	26.92	23.35
Net Profit	26.76	23.20
Total Assets	140.72	133.45
Total Equity	127.15	121.00
Debt	13.57	12.45
Net Profit Margin (%)	31.8	31.7
CCC (Days)	657	720
ICR (X)	163.15	155.69

## RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Sandy Beach Restaurant (hereinafter referred as "SBR" 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:

- Established brand image in Cox's Bazar Sea Beach
- One of the largest open deck beach restaurant
- Low levered capital structure
- Experienced management team
- Enjoy locational advantage i.e. near parjatan area
- Good interest coverage position

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

- Lack of disclosure of financial statements
- Low management information system (MIS) and Manual accounting system
- No insurance policy
- Brand image risk
- Quality maintenance risk

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 SBR 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.

## Analysts:

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