

4th SURVEILLANCE CREDIT RATING REPORT SHAHJALAL ALUMINIUM FABRICATORS

Ref. no.: FR/2023/33360



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Banking Facilities and Security Analysis	4	Bank	Facility	Limit Amount	Outstanding Amount	Outstanding Date
Risk Factors Analysis	4	Islami Bank Bangladesh Limited	Baim-TR	6.00	6.24	06/08/2023
Rating Observations	5	Total			6.00	

Tk. in Million

06/08/2023

Key Snapshots:

Tk. in Million

Particulars	2022	2021
Revenue	69.52	60.45
EBIT	8.53	7.18
Net Profit	7.57	6.25
Total Assets	43.69	39.99
Total Equity	34.99	32.01
Debt	8.69	7.97
Net Profit Margin (%)	10.9	10.3
CCC (Days)	202	221
ICR (X)	21.48	19.87

Financial Based on: unaudited financial statements up to 31st December 2022.

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 And Medium Enterprise Three) rating to **Shahjalal Aluminium Fabricators** (hereinafter referred to as 'SAF' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the enterprise.

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

- Experienced and skilled management
- Good business network
- Low levered capital structure
- Good interest coverage position
- Good mortgage security coverage against loan

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

- Low disclosure of financial statements
- Inventory holding risk
- Tight liquidity position
- Manual accounting system

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 SAF 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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Capital Structure
(BDT. in million)

