

## 2<sup>nd</sup> SURVEILLANCE CREDIT RATING REPORT SHANTANA CONSTRUCTION

Ref. no.: FR/2023/031068



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SME Rating	WCR SE/ME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 4	Stable	28 March 2023	14 March 2024

\*WCRSE 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Tk. in Million

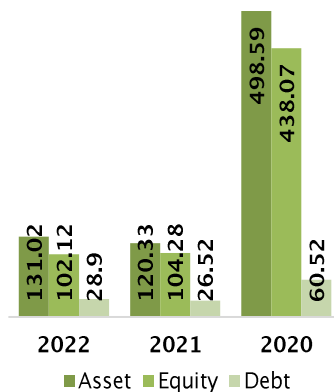
Name of Bank	Mode of Investment	Limit or Sanctioned Amount	Outstanding Amount	Outstanding Date
Social Islami Bank Limited	Baim (Com.)	15.21	15.31	07.03.2023
	Forced Single Term Baim	1.99	1.42	
	BG	6.00	0.00	

### Key Snapshot:

Tk. In Million

Particulars	2022	2021
Revenue	174.92	152.10
EBIT	8.94	7.67
Net Profit	5.19	4.26
Total Assets	131.02	120.33
Total Equity	102.12	104.28
Debt	28.90	26.52
Gross Profit Margin (%)	6.00	6.00
Net Profit Margin (%)	5.11	2.80
Cash Conversion Cycle (Days)	74	266
Debt to Equity Ratios (X)	0.28	0.25
FFO	5.19	4.26

Capital Structure  
(Tk. in Million)



Financial Based on– Unaudited financial statements up to 31 December 2021, 2020, and 2019.

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

### RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 4' (pronounced as WASO Credit Rating Small Enterprise Four) rating to Shantana Construction (hereinafter referred to as 'SC' 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 long experience track of the proprietor, dealership of branded cement, large scale of business, overall good profitability ratios, low levered enterprise, good coverage position, good collateral security arrangement, good net worth of the proprietor and regular loan repayment history. However, the above factors are constrained to some extent by expired insurance policy, tight liquidity position and insufficient disclosure in financial statements.

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

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

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