

1st SURVEILLANCE CREDIT RATING REPORT SIKDER CYCLE STORE



Ref. no.: FR/2023/030901

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 4	Stable	07 May 2023	06 May 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

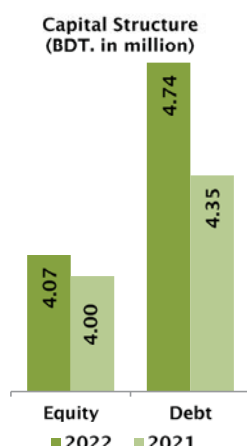
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Al-Arafah Islami Bank Limited	Bai-Muajjal	6.00	2.12	26.01.2023

BDT. in million

Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	46.00	40.00
EBIT	5.56	4.81
Net Profit	5.17	4.45
Total Assets	8.82	8.35
Total Equity	4.07	4.00
Debt	4.74	4.35
Net Profit Margin (%)	11.2	11.1
ICR (X)	13.46	14.16



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 ‘WCRSE 4’ (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to Sikder Cycle Store (hereinafter referred as “SCS” 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:

- Experienced and skilled management
- Satisfactory banking relationship
- Good business network
- Low levered capital structure

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

- Tight liquidity position
- Moderate interest coverage position
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

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

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