

# 1<sup>st</sup> SURVEILLANCE CREDIT RATING REPORT SHIKDER ENTERPRISE



Ref. no.: FR/2023/032581

## Report Contents:

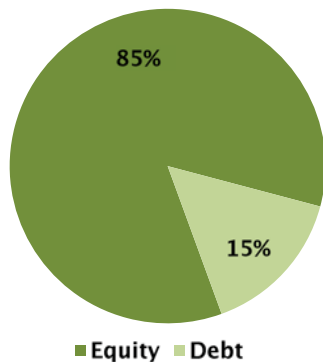
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## Key Snapshot:

BDT. in million

Particulars	2022	2019
Revenue	12.50	10.50
EBIT	2.23	1.79
Net Profit	1.87	1.56
Total Assets	5.19	3.09
Total Equity	4.84	2.61
Total debt	0.35	0.47
Net Profit Margin (%)	15.0%	14.9%
CCC (Days)	74.95	43.24
ICR (X)	6.36	7.86

Capital Structure  
(BDT. in million)



## Analysts:

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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	04 July 2023	03 July 2024

WCRSME3 rating is equivalent to Bangladesh Bank SME rating scale of SME3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	CC (Hypo)	5.00	3.44	30.05.2023

**Financial Based on**—Unaudited financial statements up to 31 December 2022, and 2021.

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

## RATING RATIONALE

WCRCL has assigned 'WCRSME 3' (pronounced as WASO Credit Rating Small and medium Enterprise Three) rating under the SME Rating to **Shikder 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 assigned based on the fundamentals of the enterprise which includes:

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

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
- Low management information system (MIS) and Manual accounting system

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

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

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