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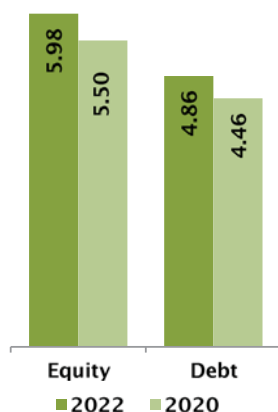
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## Key Snapshot:

BDT. In Million

| Particulars           | 2022  | 2021  |
|-----------------------|-------|-------|
| Revenue               | 29.33 | 25.50 |
| EBIT                  | 2.61  | 2.24  |
| Net Profit            | 2.40  | 2.05  |
| Total Assets          | 10.85 | 9.96  |
| Total Equity          | 5.98  | 5.50  |
| Debt                  | 4.86  | 4.46  |
| Net Profit Margin (%) | 8.2   | 8.0   |
| CCC (Days)            | 82    | 90    |
| ICR (X)               | 13.16 | 12.42 |

Capital Structure  
(BDT. in million)



## Analysts:

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| SME Rating | WCRSME  | Outlook | Date of Declaration | Date of Expiration |
|------------|---------|---------|---------------------|--------------------|
|            | WCRSME3 | Stable  | 04 July 2023        | 03 July 2024       |

BDT. in million

| Bank Name           | Mode of Investment | Sanctioned Amount | Outstanding Amount | Date of Outstanding |
|---------------------|--------------------|-------------------|--------------------|---------------------|
| Uttara Bank Limited | CC (H)             | 2.50              | 2.43               | 25.06.2023          |

*Financial Based on—Management prepared financial statements up to 31<sup>st</sup> December 2022.*

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

## RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Sumi Sanitary (hereinafter referred as "SS" 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 mortgage security coverage against loan
- Good business network
- Low levered capital structure
- Good interest coverage position

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

- Lack of disclosure in the financial statements
- Tight liquidity position considering long cash conversion cycle
- Inventory holding risk
- Low management information system (MIS) and 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 SS 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.