

# 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT SYEM STEEL CORPORATION



Ref. no.: FR/2023/030490

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	28 March 2023	22 February 2024

WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
NCC Bank Limited	Working capital	1.00	1.00	10.03.2023
	(COVID-19)			
	CC (Hypo)	4.00	4.19	

BDT. in million

## Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	27.53	29.84
EBIT	1.67	1.82
Net Profit	1.62	1.80
Total Assets	16.58	16.74
Total Equity	10.22	10.08
Total debt	6.36	6.42
Net Profit Margin (%)	5.89	6.02
CCC (Days)	187	117
ICR (X)	34.08	75.83

## RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Syem Steel Corporation** (hereinafter referred as "SSC" 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

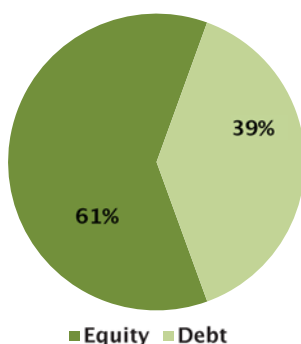
However, the above rating has been moderated to some extent due to some factors like:

- Tight liquidity position with long cash conversion cycle
- 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 worthiness in relation to other small enterprises.

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

Capital Structure  
(BDT. in million)



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