

1st SURVEILLANCE CREDIT RATING REPORT TONY ENTERPRISE



Ref. no.: FR/2023/032469

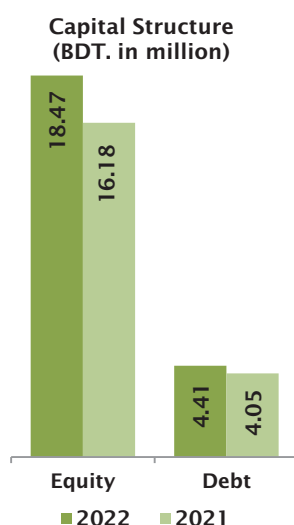
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Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	27.64	24.03
EBIT	5.57	4.96
Net Profit	5.45	4.57
Total Assets	22.88	20.23
Total Equity	18.47	16.18
Debt	4.41	4.05
Net Profit Margin (%)	19.7%	19.0%
CCC (Days)	277	275
ICR (X)	46.44	12.88



SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 June 2023	11 June 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

Methodology: SME rating methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has assigned '**WCRSE 3**' (pronounced as WASO Credit Rating Small Enterprise **Three**) rating under the SME Rating to **Tony Enterprise** (hereinafter referred as "**TE**" 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
- Good mortgage security coverage against loan
- Good profitability margin
- Low levered capital structure
- Good interest coverage position
- Satisfactory banking relationship

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

- Low disclosure of financial statements
- Tight liquidity position with long cash conversion cycle
- High Competition in market
- Low management information system (MIS) and Manual accounting system

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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 TE will be able to maintain its good fundamentals in the foreseeable future.