

INITIAL CREDIT RATING REPORT TRUST & TRADE



Ref. no.: FR/2023/32595

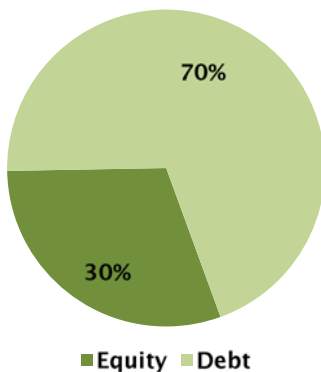
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Key Snapshot:

BDT. in million	
Particulars	2022
Revenue	314.50
EBIT	20.40
Net Profit	9.44
Total Assets	20.47
Total Equity	6.20
Total debt	14.28
Net Profit Margin (%)	3.0

**Capital Structure
(BDT. in million)**



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SME Rating	WCRSME	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 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 'WCRSME3' (pronounced as WASO Credit Rating Small And Medium Enterprise Three) rating under the SME Rating to **Trust & Trade** (hereinafter referred as "TT" 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

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

- High levered capital structure
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the enterprise is adjudged to **above average credit quality** to other small and medium enterprises.

WCRCL also viewed the enterprise with "Stable" outlook and believes that TT 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.