

# SURVEILLANCE CREDIT RATING REPORT UZZAL STORES



Ref. no.: FR/2023/32309

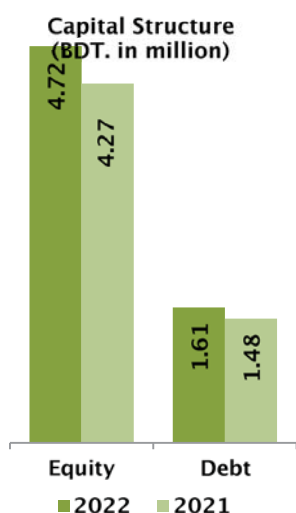
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## Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	4.86	4.22
EBIT	0.79	0.65
Net Profit	0.65	0.52
Total Assets	6.33	5.75
Total Equity	4.72	4.27
Total debt	1.61	1.48
Net Profit Margin (%)	13.4%	12.2%
CCC (Days)	552	426
ICR (X)	6.00	5.39



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	07 May 2023	06 May 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

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	CC (H)	1.00	1.004	30.03.2023
<b>Total</b>		<b>1.00</b>	<b>1.004</b>	

*Financial Based on—unaudited financial statements up to 31 December 2022.*

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

## RATING RATIONALE

WCRCL has reaffirmed ‘WCRSE 3’ (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Uzzal Store** (hereinafter referred as “US” 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 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
- 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 **US** will be able to maintain its good fundamentals in the foreseeable future.