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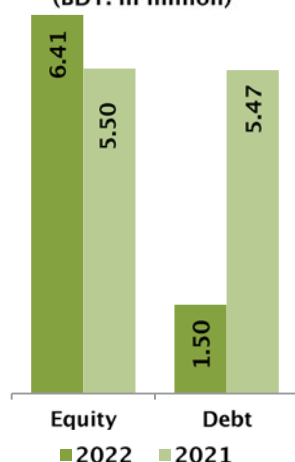
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Key Snapshot:

BDT. in million

Particulars	2021	2022
Revenue	16.80	17.80
EBIT	1.42	1.66
Net Profit	1.21	1.45
Total Assets	10.97	13.84
Total Equity	5.50	6.41
Total debt	5.47	1.50
Net Profit Margin (%)	7.20	8.64
CCC (Days)	150	139
ICR (X)	7.10	8.30

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

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 reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small & Medium Enterprise Three) rating under the SME Rating to **Zahir Store** (hereinafter referred as "ZS" 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:

- Good business network
- Long business experiences of the Proprietor
- Good personal net worth of the Proprietor
- Good interest coverage position
- Comfortable security arrangement against loan
- Satisfactory banking relationship

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

- No disclosure of financial statements
- Market saturation or high competition
- Small scale in the business
- High levered capital structure
- Tight liquidity position with long cash conversion cycle
- Price volatility of the products

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

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