

1st SURVEILLANCE CREDIT RATING REPORT
3G DOT Com



Ref. no.: CRAR-8861/2023

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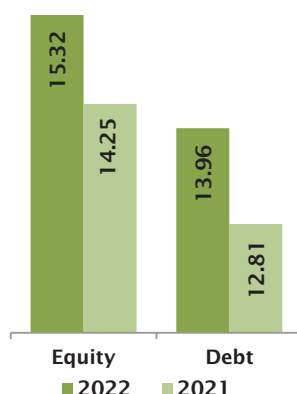
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Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	105.69	91.91
EBIT	9.23	7.88
Net Profit	7.64	6.44
Total Assets	29.28	27.06
Total Equity	15.32	14.25
Total debt	13.96	12.81
Net Profit Margin (%)	7.2	7.0
CCC (Days)	89	98
ICR (X)	6.02	5.66

Capital Structure
(BDT. in million)



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SME Rating	Rating Notches	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	21 November 2023	20 November 2024

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

RATING RATIONALE

WCRCCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small & Medium Enterprise Three) rating under the SME Rating to 3G Dot Com (hereinafter referred as "3GDC" 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
- Owned business premises and storage facility
- Good profitability margin
- Low levered capital structure
- Comfortable interest coverage position
- Satisfactory banking relationship
- Good mortgage security coverage against loan

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

- Poor disclosure of financial statements
- Tight liquidity position with long cash conversion cycle
- No insurance coverage for the inventory in stock

The rating implies that the enterprise has above average credit quality.

WCRCCL also viewed the enterprise with "Stable" outlook and believes that 3GDC 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.