

### 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT APON TRADE INTERNATIONAL

Ref. no.: CRAR-6348/2023



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	14 November 2023	19 November 2024

BDT. In million			
Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 26 September 2023
United Commercial Bank PLC	CC (H)	4.00	3.88
	SLC	5.00	0.79
	Total	9.00	4.67

#### Key Snapshot:

BDT. In Million		
Particulars	2021	2022
Revenue	39.22	45.10
EBIT	5.08	6.35
Net Profit	4.57	5.78
Total Assets	14.23	15.53
Total Equity	10.80	11.79
Debt	3.42	3.73
Net Profit Margin (%)	11.6	12.8
ICR (X)	10.17	11.55

*Financial Based on-* Submitted management prepaid financial statements up to 31<sup>st</sup> December, 2022.

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

#### RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Apon Trade International (hereinafter referred to as 'ATI' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.



The above ratings have been assigned based on the fundamentals of the enterprise which include long business experience of the proprietor, good business network, low leverage position in the capital structure, good interest coverage ratio and satisfactory banking relationship. However, the above factors are constrained to some extent by low disclosure in the financial statement, manual accounting process, tight liquidity position in the capital structure and inventory holding risk.

The SME rating implies that the enterprise is adjudged to average credit quality.

WCRCL also viewed the enterprise with "Stable" outlook and believes that ATI will be able to maintain its good fundamentals in the foreseeable future.

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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.