

4th SURVEILLANCE CREDIT RATING REPORT KABIR HARDWARE AND VARIETY STORE

Ref. no: CRAR -4227/2023



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	23 November 2023	22 November 2024

Tk. in million

Bank Name	Mode of Investment	Limit Amount	Outstanding Amount	Outstanding Date
Islami Bank Bangladesh PLC	Bai-Murabaha-TR	6.50	7.17	09.11.2023

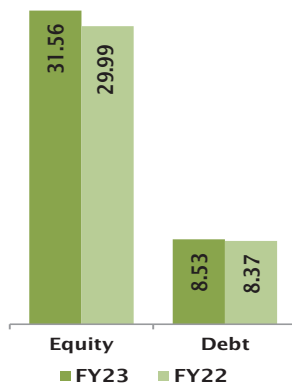
Methodology: SME Rating Methodology published on the WCRCL website at www.wasocreditrating.com

Key Snapshot:

BDT. in million

Particulars	FY23	FY22
Revenue	61.68	56.07
EBIT	6.02	4.79
Net Profit	5.42	3.99
Total Assets	40.10	38.36
Total Equity	31.56	29.99
Total debt	8.53	8.37
Net Profit Margin (%)	8.8	7.1
CCC (Days)	101	114
ICR (X)	18.45	8.68

Capital Structure
(BDT. in million)



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RATING RATIONALE

WCRCL has reaffirmed **WCRSME3** (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to **Kabir Hardware and Variety Store** (hereinafter referred to as 'KH&VS' or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the enterprise which positioning of selling point at prime location, good market reputation and strong business network, and low levered position in the capital structure. However, the above factors are constrained to some extent by price volatility of trading products, manual accounting system, small scale operation, and lack of disclosure in the financial statement.

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

WCRCL also viewed the enterprise with "Stable" outlook and believes that KH&VS 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.