

1st SURVEILLANCE CREDIT RATING REPORT NEW MOLLA RICE MILL



Ref. no.: CRAR-8510/2023

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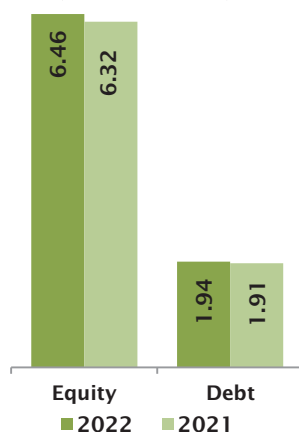
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Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	32.50	32.00
EBIT	1.54	1.64
Net Profit	1.23	1.19
Total Assets	8.40	8.23
Total Equity	6.46	6.32
Total debt	1.94	1.91
Net Profit Margin (%)	3.8	3.7
CCC (Days)	39	39
ICR (X)	4.90	3.70

Capital Structure
(BDT. in million)



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

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

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank PLC	CC (H)	2.00	1.97	15.11.2023

RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to **New Molla Rice Mill** (hereinafter referred as "NMRM" 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
- Good business network
- Owned business premises and storage facility
- Good interest coverage position
- Satisfactory banking relationship
- Low levered capital structure
- Good mortgage security coverage against loan
- Good liquidity position with short cash conversion cycle

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

- Low disclosure of financial statements
- No Insurance coverage
- Manual accounting system

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

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