

# INITIAL CREDIT RATING REPORT NORTH EST ENTERPRISE



Ref. no: CRAR-18265/2023

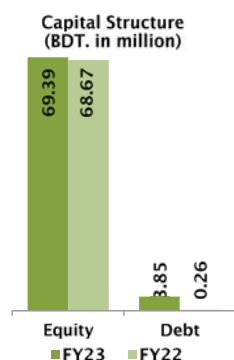
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## Key Snapshot:

BDT. in million

Particulars	FY23	FY22
Revenue	119.73	182.52
EBIT	31.67	49.14
Net Profit	14.29	22.26
Total Assets	71.81	68.93
Total Equity	69.39	68.67
Total debt	3.85	0.26
Net Profit Margin (%)	11.9	12.2
CCC (Days)	-	-
ICR (X)	75.87	57.85



## Analysts:

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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](http://www.wasocreditrating.com)

## RATING RATIONALE

WCRCL has assigned 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to North Est Enterprise (hereinafter referred as NEE 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
- Satisfactory banking relationship
- Good business network
- Low levered capital structure
- Comfortable interest coverage position

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

- Medium disclosure in the financial statements
- No Insurance coverage for the inventory in stock

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

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