

1st SURVEILLANCE CREDIT RATING REPORT PRODHAN TRADERS



Ref. no.: CRAR-7525/2023

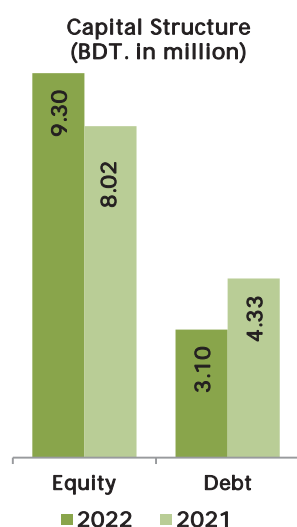
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Key Snapshot:

BDT. In Million

Particulars	2022	2021
Revenue	45.00	39.00
EBIT	1.45	1.36
Net Profit	1.41	1.32
Total Assets	12.40	12.36
Total Equity	9.30	8.02
Debt	3.10	4.33
Net Profit Margin (%)	3.1	3.4
CCC (Days)	91	98



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	17 October 2023	16 October 2024

BDT. In Million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
National Bank Limited	CC(H)	4.00	3.99	05.10.2023

Financial Based on- Management prepared financial statements up to 31st December 2022.

Methodology: SME rating methodology published on the WCRCL website at 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 Prodhhan Traders (hereinafter referred as "PT" 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:

- Long business experiences of the proprietor in the business
- Owned business premises and storage facility
- Good business network
- Low levered capital structure
- Positive found flow from operation
- Satisfactory banking relationship

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

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

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

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