

1st SURVEILLANCE CREDIT RATING REPORT
RAHIM STORE



Ref. no.: CRAR-13632/2023

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Key Snapshot:

BDT. in million		
Particulars	2022	2021
Revenue	10.93	9.50
EBIT	1.22	1.03
Net Profit	1.22	1.03
Total Assets	5.36	3.35
Total Equity	3.35	3.35
Debt	2.01	0.00
Net Profit Margin (%)	11.2%	10.9%
CCC (Days)	120	80



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

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

RATING RATIONALE

WCRCCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small & Medium Enterprise **Three**) rating under the SME Rating to **Rahim Store** (hereinafter referred as "RS" 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:

- Good profitability margin
- Experienced and skilled management
- Good business network
- Comfortable interest coverage position

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

- Low disclosure of financial statements
- Inventory holding risk
- Small scale in the business
- Tight liquidity position with long cash conversion cycle
- Manual accounting system

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

WCRCCL also viewed the enterprise with "Stable" outlook and believes that RS 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.