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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME4	Stable	05 December 2023	02 December 2024

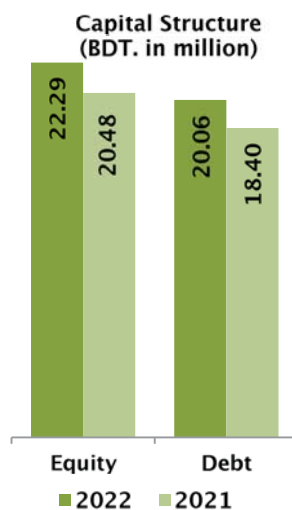
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank PLC	CC (H)	1.00	nil	10.10.2023

Financial Based on-unaudited financial statements up to 31 December 2022.

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

Key Snapshot:

Particulars	2022	2021
Revenue	43.45	37.78
EBIT	8.12	6.56
Net Profit	8.10	6.53
Total Assets	42.35	38.89
Total Equity	22.29	20.48
Debt	20.06	18.40
Net Profit Margin (%)	18.6%	17.3%
CCC (Days)	197	205



RATING RATIONALE

WCRCCL has re-affirmed **‘WCRSME4’** (pronounced as WASO Credit Rating Small & Medium Enterprise Four) rating under the SME Rating to **Akash Electronics** (hereinafter referred as **“AE”** 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 interest coverage position
- Low levered capital structure

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

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

The rating implies that the enterprise has average credit quality.

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WCRCCL also viewed the enterprise with **“Stable”** outlook and believes that **AE** 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.