

5th SURVEILLANCE CREDIT RATING REPORT

ALAM BUILDERS

Ref. no.: CRA/49562/2023



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	19 December 2023	19 November 2024

Financial Based on– Unaudited financial statements on 30 June 2023, 2022, and 2021.

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 **Alam Builders** (hereinafter referred to as ‘AB’ or “The Enterprise”) based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the enterprise which employed for government, renounced organizations, skilled and experienced management and workforce, long business record and good business network, satisfactory banking relationship, and good debt coverage position. However, the above factors are constrained to some extent by No disclosure in the financial statements, tight liquidity position with long cash conversion cycle, and working capital mostly depends on short term loan.

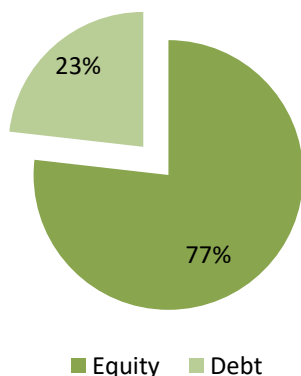
The SME rating implies that the enterprise is adjudged to above average level of credit quality.

WCRCL also viewed the enterprise with “Stable” outlook and believes that AB 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.

Key Snapshot:

Tk. In million		
Particulars	2022	2023
Revenue	128.08	137.53
EBIT	33.30	34.38
Net Profit	27.83	26.62
Total Assets	106.78	130.90
Total Equity	82.00	97.16
Total Liabilities	24.77	33.74
Net Profit Margin (%)	21.73	21.54
Current Ratio (X)	3.99	3.65
Debt to Equity (X)	0.30	0.35

Capital Structure



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