

#### Report Contents:

Particulars	Page
Rating Rationale	1
Business Management	2
Business Analysis	2
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	4
Rating Observation	4

SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	07 November 2023	13 December 2024

Tk. in million			
Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding amount dated on 13.11.2022
Uttara Bank PLC	CC (H)	2.00	1.67

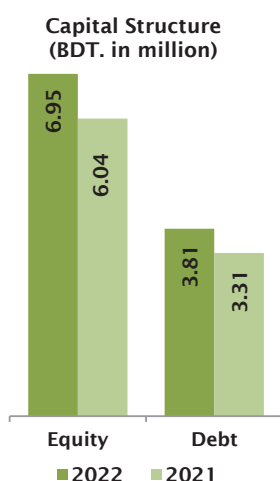
BDT. in million		
Particulars	2022	2021
Revenue	15.11	13.14
EBIT	0.76	0.66
Net Profit	0.69	0.60
Total Assets	7.31	6.35
Total Equity	6.95	6.04
Total debt	3.81	3.31
Net Profit Margin (%)	4.6	4.6
CCC (Days)	98	105
ICR (X)	15.79	15.79

**Financial Based on-** Management prepared financial statements as on 31<sup>st</sup> December 2022.

**Methodology:** SME Rating Methodology published on the WCRCL website at [www.wasocreditrating.com](http://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 Rayhan Enterprise (hereinafter referred to as 'RE' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.



The above ratings have been assigned based on the fundamentals of the enterprise which include long business experiences of the proprietor, low leverage position in the capital structure, good interest coverage ratio, good business network, positioning of selling point at prime area. However, the above factors are constrained to some extent by lack of disclosure in the financial statement, manual accounting process, no insurance coverage and inventory holding risk of the products.

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

#### Analysts:

**Shudhan Mallick**  
shudhan@wasocreditrating.com

**Maharan Nasrin**  
maharan@wasocreditrating.com

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