

**Report Contents:**

Particulars	Page
Rating Rationale	1
Entity Profile	2
Business Management	2
Market Review	2
Business Analysis	3
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	5
Rating Observation	5

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
United Commercial Bank PLC	UCB DHRUBO	2.50	2.44	
	UCB SME Revolving	3.00	3.00	26.09.2023
	UCB Durjay	6.00	4.65	

*Financial Based on- unaudited financial statements up to 2022.*

*Methodology: SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)*

**Key Snapshot:**

BDT. in million

Particulars	2022	2021
Revenue	76.00	45.90
EBIT	10.14	5.72
Net Profit	9.16	5.42
Total Assets	38.65	14.50
Total Equity	28.95	10.10
Debt	9.70	4.40
Net Profit Margin (%)	12.1%	11.8%
CCC (Days)	90	89
ICR (X)	10.35	19.07

**RATING RATIONALE**

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Redwania Press and Publications (hereinafter referred as "RPP" 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 business network
- Good interest coverage position
- Low levered capital structure

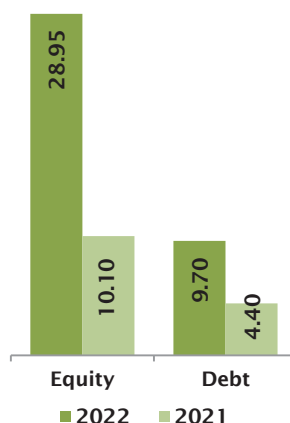
However, the above rating has been moderated to some extent dRPP to some factors like:

- Tight liquidity position with long cash conversion cycle
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the Enterprise has Above Average Credit Quality.

WCRCL also viewed the Enterprise with "Stable" outlook and believes that RPP 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.

**Capital Structure (BDT. in million)**



**Analysts:**

**Ummay Fatema**  
fatema@wasocreditrating.com

**Rafiul Bary**  
rafi@wasocreditrating.com