

# 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT ROTO SMART LIMITED

Ref. no.: CRAR- 2517/2023



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	19 December 2023	26 December 2024

**Financial Based on-** Management prepared financial statements up to 30<sup>th</sup> June 2023.

**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 **Roto Smart Limited** (hereinafter referred to as 'RSL' or 'The Company') 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 include experienced and skilled Management team, have renowned corporate clients (Pharmaceuticals Grade), good infrastructural arrangement, equipped with sufficient power backup, significantly increased sales revenue, low levered capital structure and give good supportive facilities to the workers. However, the above factors are constrained to some extent by tight liquidity position with long cash conversion cycle, dependency on bank loan for working capital, vulnerability in raw- materials price in the local market may impact, and low disclosure of financial statements.

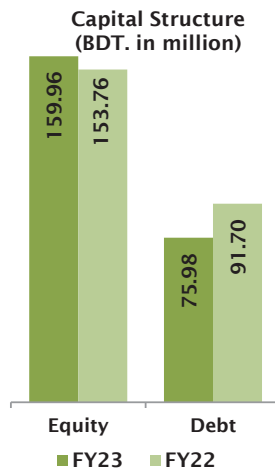
The SME rating implies that Roto Smart Limited is adjudged to above average credit quality.

WCRCL also viewed Roto Smart Limited with "Stable" outlook and believes that the company 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:

BDT. in million

Particulars	FY23	FY22
Revenue	91.58	122.59
EBIT	9.13	11.42
Net Profit	6.89	11.42
Total Assets	235.94	245.46
Total Equity	159.96	153.76
Debt	75.98	91.70
Net Profit Margin (%)	7.5	9.3
CCC (Days)	595	450
ICR (X)	4.07	n/a



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