

# 7<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT RUNA AUTO CENTRE

Ref. no.: CRAR-3325/2023



## Report Contents:

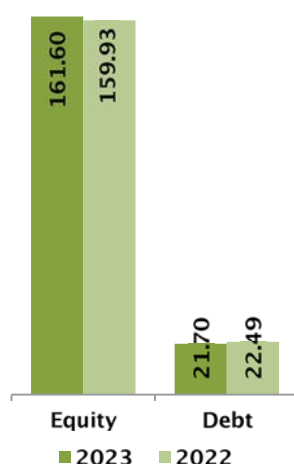
Particulars	Page
Rating Rationale	1
Business Profile	2
Owners Synopsis	2
Business Management	2
Business Analysis	2
Financial Strength Analysis	3
Banking Relationship	4
Risk Factor Analysis	4
Rating Observations	5

## Key Snapshot:

BDT. In Million

Particulars	FY23	FY22
Revenue	505.31	478.96
EBIT	40.71	38.65
Net Profit	30.24	28.69
Total Assets	183.30	182.42
Total Equity	161.60	159.93
Debt	21.70	22.49
Net Profit Margin (%)	6.0%	6.0%
CCC (Days)	94	98
ICR (X)	61.57	57.95

Capital Structure  
(BDT. in million)



## Analysts:

**Maharan Nasrin**  
maharan@wasocreditrating.com

**Md. Rafiul Bary**  
rafi@wasocreditrating.com

SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	23 November 2023	06 November 2024

*Financial Based on – Audited 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 & Medium Enterprise Three) rating under the SME Rating to **Runa Auto Centre** (hereinafter referred to as ‘RAC’ 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 include positioning of selling point at prime area, strong business network, long business experiences of the proprietor, low leverage position in the capital structure, and comfortable security arrangement. However, the above rating has been moderated to some extent due to some factors like moderated disclosure in the financial statements, unstructured accounting system, trade license was expired, and price volatility of trading products.

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

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