

7th SURVEILLANCE CREDIT RATING REPORT

RUPALI PAPER HOUSE

Ref. no.: CRAR-2132/2023



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| SME Rating | Rating Notch | Outlook | Date of Declaration | Date of Expiration |
|------------|--------------|---------|---------------------|--------------------|
| | WCRSME3 | Stable | 25 October 2023 | 28 November 2024 |

Financial Based on- Management prepared financial statements up to 31 December 2022.

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 & Medium Enterprise Three) rating under the SME Rating to **Rupali Paper House** (hereinafter referred to as 'RPH' 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 long experiences of The Proprietor in the business, financial flexibility from equity, moderate leverage position, good debt coverage position, has owned shop with three warehouses facilities, and good position in value to loan ratio. However, the above factors are constrained to some extent by manual accounting system, stressed liquidity position, and no disclosure in the financial statements.

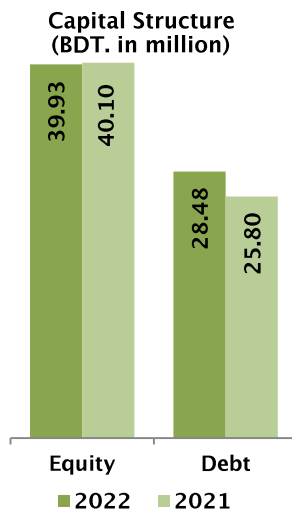
The SME rating implies that Rupali Paper House is adjudged to above average credit quality.

WCRCL also viewed Rupali Paper House with "Stable" outlook and believes that the enterprise 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 | 2022 | 2021 |
|-----------------------|--------|--------|
| Revenue | 131.18 | 100.50 |
| EBIT | 12.69 | 13.76 |
| Net Profit | 12.02 | 11.27 |
| Total Assets | 68.41 | 65.90 |
| Total Equity | 39.93 | 40.10 |
| Debt | 28.48 | 25.80 |
| Net Profit Margin (%) | 9.2% | 11.2% |
| CCC (Days) | 192 | 255 |
| ICR (X) | 23.20 | 5.53 |



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