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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	17 October 2023	10 October 2024

Financial Based on-unaudited 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 Satata Saw Mill (hereinafter referred as "SSM" 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 reaffirmed based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Owned business premises and storage facility
- Sales revenue was in increasing position
- Good mortgage security coverage against loan
- Good interest coverage position
- Low levered capital structure

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

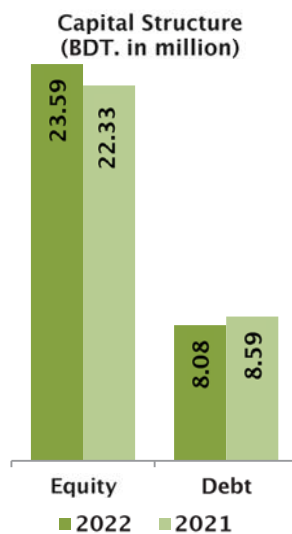
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system
- No insurance coverage

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 SSM 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:

Particulars	BDT. in million	
	2022	2021
Revenue	66.22	50.00
EBIT	9.37	5.54
Net Profit	7.39	3.69
Total Assets	31.67	30.92
Total Equity	23.59	22.33
Debt	8.08	8.59
Net Profit Margin (%)	11.2%	7.4%
CCC (Days)	113	161
ICR (X)	4.74	2.99



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