

2ND SURVEILLANCE CREDIT RATING REPORT SHAIED TRADERS



Ref. no.: CRAR-10612/2023

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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	07 November 2023	06 November 2024

Financial Based on—unaudited financial statements up to 31 December 2022.

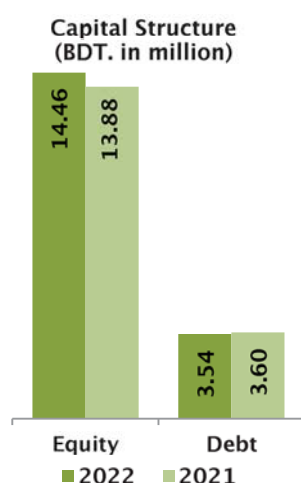
Methodology: SME rating methodology published on the WCRCL website at www.wasocreditrating.com
BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank PLC	CC (H)	3.00	2.63	05.10.2023

Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	25.50	25.00
EBIT	2.85	2.62
Net Profit	2.69	2.56
Total Assets	18.00	17.48
Total Equity	14.46	13.88
Debt	3.54	3.60
Net Profit Margin (%)	10.6	10.2
CCC (Days)	156	157
ICR (X)	18.98	52.30



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RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise **Three**) rating under the SME Rating to **Shaeid Traders** (hereinafter referred as "ST" 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
- Owned business premises and storage facility
- Good business network
- Low levered capital structure
- Satisfactory banking relationship

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

- Low disclosure of financial statements
- Tight liquidity position with long cash conversion cycle
- No insurance coverage
- 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 ST 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.