

4th SURVEILLANCE CREDIT RATING REPORT SHAMEEM & COMPANY

Ref. no.: FR/2023/33496

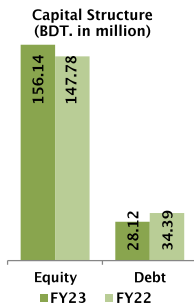


Report Contents:

Particulars	Page
Rating Rationale	1
Business Profile	2
Proprietor's Profile	
Management's Profile	3
Business Analysis	4
Financial Analysis	
Banking Position Analysis	5
Risk Factors Analysis	6
Rating Observations	7

Key Snapshot:

Tk. in Million		
Particulars	FY23	FY22
Revenue	250.4	227.6
EBIT	29.04	26.82
Net Profit	21.26	19.33
Total Assets	184.2	182.1
Total Equity	156.1	147.7
Debt	28.12	34.39
Net Profit Margin (%)	8.5	8.5
CCC (Days)	249	254
ICR (X)	19.02	19.37



Analysts:

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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	12 September 2023	11 September 2024

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

RATING RATIONALE

WCRCL has reaffirmed **WCRSME3** (Pronounced WASO Credit Rating Small and Medium Enterprise Three) rating to **Shameem & Company** (hereinafter referred to as 'SC' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the enterprise.

The above rating has been assigned based on long experience of the Promoter helps to form stronger relationship with suppliers, customers and lenders, satisfactory coverage position of the concern, established business network, low levered concern, large area coverage position etc. However, the above factors are constrained to some extent by poor disclosure in financial statements, risk associated with procurement of products, small scales of operation, high competitive intensity of the traded products, liquidity of the firm was in stressed position due to payment nature of the customers.

The SME rating implies that the enterprise has above average credit quality.

WCRCL also viewed the enterprise with **Stable** outlook and believes that **SC** 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.