

# 1<sup>ST</sup> SURVEILLANCE CREDIT RATING REPORT SPECIAL CARE PHARMACY

Ref. no.: CRAR-7058/2023



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	17 October 2023	16 October 2024

**Methodology:** SME Rating Methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

Tk. in million

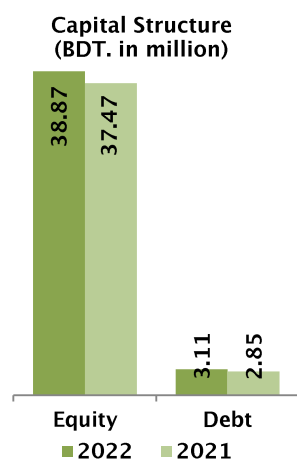
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 03.08.2023
Uttara Bank PLC	CC (Hypo)	2.50	2.45

**Financial Based on–** Unaudited financial statements of 2021 and 2022.

## Key Snapshot:

Tk. in million

Particulars	2022	2021
Sales Revenue	27.77	24.15
EBIT	2.59	2.21
Profit After Tax (PAT)	1.66	1.36
Total Assets	41.98	40.32
Total Equity	38.87	37.47
Total Debt	3.11	2.85
CCC (Days)	255	259
ICR (X)	2.86	2.68



## RATING RATIONALE

WCRCL has upgraded 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to **Special Care Pharmacy** (hereinafter referred as "SCP" 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
- Low levered capital structure
- Comfortable interest coverage position
- Satisfactory banking relationship
- Good mortgage security coverage against loan

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

- Low disclosure in the financial statements
- Tight liquidity position considering long cash conversion cycle
- No insurance coverage for the inventory in stock

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

WCRCL also viewed the enterprise with "Stable" outlook and believes that SCP 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.

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