

5th SURVEILLANCE CREDIT RATING REPORT ZARIN ENTERPRISE

Ref. no.: CRAR-3903/2023



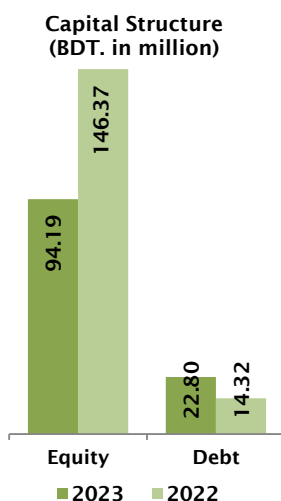
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Key Snapshot:

Tk. In Million

Particulars	FY23	FY22
Revenue	120.00	90.05
EBIT	12.00	6.94
Net Profit	7.55	4.04
Total Assets	116.99	160.69
Total Equity	94.19	146.37
Debt	22.80	14.32
Net Profit Margin (%)	6.3%	4.5%
CCC (Days)	155	219



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

Tk in Million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 09.10.2023
Dhaka Bank Limited	Revolving LC	60.00	13.01
	Subsequent Revolving LTR-Limit (Inner of LC)	(40.00)	--
	Overdraft (sub Limit of LTR)	(30.00)	8.32
	Rev. 120 days' Time loan Limit	30.00	--
	OD (Udipona) (Inne)	(30.00)	30.38
	Secured Overdraft	8.10	--

Financial Based on- Management prepared financial statements up to FY23.

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 and Medium Enterprise Three) rating under the SME Rating to Zarin Enterprise (hereinafter referred to as 'ZE' 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 include long business experiences of the proprietor, sales increased in last year. However, the above rating has been moderated to some extent due to some factors like lack of disclosure in the financial statements, unstructured accounting system, small scale of business and price volatility of trading products.

The SME rating implies that the Enterprise has Above Average Credit Quality.

WCRCL also viewed the Enterprise with "Stable" outlook and believes that ZE 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