

1ST SURVEILLANCE CREDIT RATING REPORT AKHI ENTERPRISE



Ref. no.: CRAR-9943/2023

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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	05 December 2023	04 December 2024

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank PLC	CC (H) LC	7.00 15.00	0.014 --	05.12.2023

BDT. in million

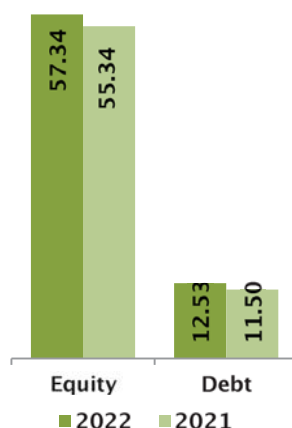
Financial Based on-Management prepared financial statements of 31st December 2021 & 2022.

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

Key Snapshot:

Particulars	BDT. in million	
	2022	2021
Revenue	460.75	400.65
EBIT	51.95	45.10
Net Profit	50.58	43.85
Total Assets	69.87	66.84
Total Equity	57.34	55.34
Debt	12.53	11.50
Net Profit Margin (%)	11.0%	10.9%
CCC (Days)	26	28
ICR (X)	37.78	36.08

Capital Structure
(BDT. in million)



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RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small & Medium Enterprise Three) rating under the SME Rating to Akhi Enterprise (hereinafter referred as "AE" 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
- Good business network
- Comfortable interest coverage position
- Good banking conduct
- Low levered capital structure

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

- No of disclosure of financial statements
- No insurance coverage
- Manual accounting system

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

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