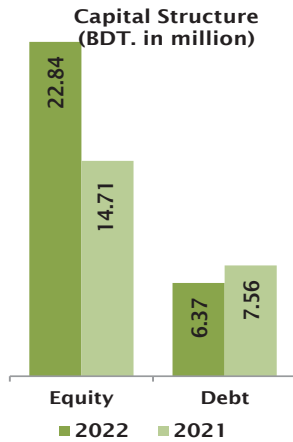


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**Key Snapshot:**

Particulars	BDT. In Million	
	2022	2021
Revenue	38.55	37.45
EBIT	5.72	6.23
Net Profit	5.25	5.77
Total Assets	29.20	22.27
Total Equity	22.84	14.71
Debt	6.37	7.56
Net Profit Margin (%)	13.6	15.4
CCC (Days)	139	87
ICR(X)	12.65	13.77



**Analysts:**

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

*Financial Based on-Management prepared financial statements up to 31<sup>st</sup> December 2022.*

*Methodology: SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://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 Arif Door and Furniture (hereinafter referred as “ADF” 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
- Satisfactory banking relationship
- Low levered capital structure
- Good Profitability margin

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

- Lack of disclosure in the financial statements
- Stressed liquidity position
- No insurance coverage
- Manual accounting system

The SME rating implies that the enterprise is adjudged to above average credit quality.

WCRCL also viewed the enterprise with “Stable” outlook and believes that ADF 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.