

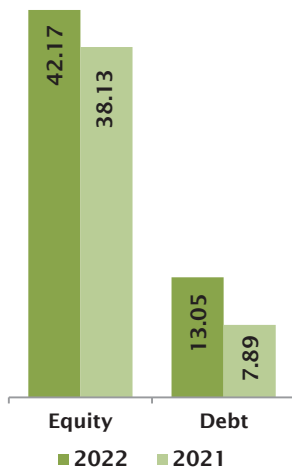
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**Key Snapshot:**

Particulars	BDT. in million	
	2022	2021
Revenue	65.38	62.01
EBIT	4.82	4.02
Net Profit	3.63	3.44
Total Assets	55.22	46.02
Total Equity	42.17	38.13
Total debt	13.05	7.89
Net Profit Margin (%)	5.5	5.5
CCC (Days)	118	90
ICR (X)	4.19	7.44

**Capital Structure (BDT. in million)**



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	28 December 2023	27 December 2024

*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 Arosh Ali Oil Mill (hereinafter referred as “AAOM” 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 Net Worth of the Proprietor
- Owned business premises and storage facility
- Low levered capital structure
- Satisfactory banking relationship

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

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

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

WCRCL also viewed the enterprise with “Stable” outlook and believes that AAOM 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 changes in any macro and micro factors in the economy.