

5th SURVEILLANCE CREDIT RATING REPORT
BASE CONSTRUCTION CHEMICALS INDUSTRY

Ref. no.: CRAR-3433/2023



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	31 October 2023	30 October 2024

Tk. In million

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 25.10.2023
Bank Asia Limited	L/C	10.00	
	BG	3.00	nil
	LTR (Sub Limit)	5.00	

Financial Based on- Unaudited financial statement up to 30 June 2022.

Key Snapshot:

Tk. In million

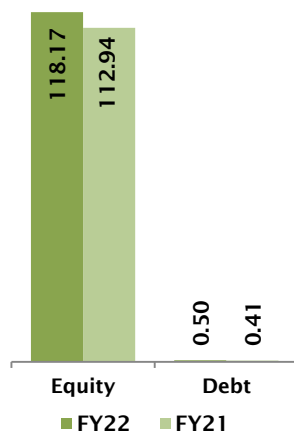
Particulars	FY22	FY21
Revenue	71.41	84.01
EBIT	13.01	16.16
Net Profit	13.01	16.16
Total Assets	118.67	113.35
Total Equity	118.17	112.94
Debt	0.50	0.41
Net Profit Margin (%)	18.2%	19.2%
CCC (Days)	671	569

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 **BASE Construction Chemicals Industry** (hereinafter referred to as 'BCCI' or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

Capital Structure (BDT. in million)



The above rating has been assigned based on the fundamentals of the enterprise which has a strong business network, limited no. of manufacturer plays in the market, so competition intensity is low, moderate profitability condition, low leverage position in the capital structure. However, the above factors are constrained to some extent by average disclosure in the financial statements, tight liquidity position, unstructured accounting system, poor security coverage against bank finance and no transport facility.

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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 **BCCI** 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.