

2nd SURVEILLANCE CREDIT RATING REPORT

KAWSAR AKBAR

Ref. no.: CRAR- 11289/2023



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| SME Rating | Rating Notch | Outlook | Date of Declaration | Date of Expiration |
|------------|--------------|---------|---------------------|--------------------|
| | WCRSME3 | Stable | 12 December 2023 | 11 December 2024 |

Financial Based on- Unaudited financial statements up to 28th February 2023.

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 **Kawsar Akbar** (hereinafter referred to as ‘KA’ or ‘The Enterprise’) based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Good business network
- Majority bills of the enterprise are made by short period
- Good interest coverage position
- Low levered capital structure

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

- Low disclosure of financial statements
- Medium scale in the business
- Manual accounting system

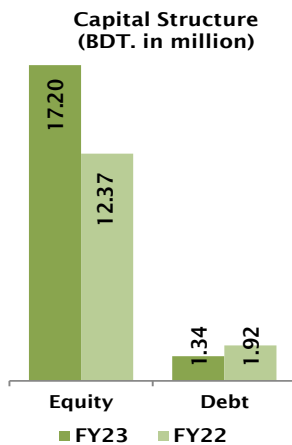
The SME rating implies that the enterprise is adjudged to above average credit quality.

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

Key Snapshot:

Tk. in million

| Particulars | FY23 | FY22 |
|-----------------------|--------|--------|
| Revenue | 21.46 | 19.30 |
| EBIT | 5.03 | 4.42 |
| Net Profit | 4.83 | 4.30 |
| Total Assets | 18.54 | 14.28 |
| Total Equity | 17.20 | 12.37 |
| Debt | 1.34 | 1.92 |
| Net Profit Margin (%) | 22.5 | 22.3 |
| ICR (X) | 167.02 | 184.48 |



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