

1st SURVEILLANCE CREDIT RATING REPORT AKOTA BRICKS



Ref. no.: CRAR-13362/2023

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SME Rating	Ring 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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small & Medium Enterprise Three) rating under the SME Rating to Akota Bricks (hereinafter referred as "AB" 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
- Satisfactory banking relationship
- Good business network
- Good Net Worth of the Proprietor
- Good interest coverage position
- Low levered capital structure
- Good liquidity position with Short cash conversion cycle

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

- No insurance coverage
- No disclosure of financial statements
- 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 AB will be able to maintain its good fundamentals in the foreseeable future.

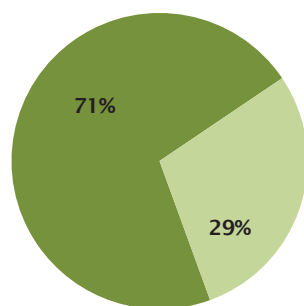
This rating may be revised in case of any extraordinary changes in line with the sponsor's equity investment, debt obligations, management, business operations and/or changes in any macro and micro factors in the economy.

Key Snapshot:

BDT. in million

Particulars	2022
Revenue	118.78
EBIT	4.18
Net Profit	3.57
Total Assets	33.39
Total Equity	23.74
Total debt	9.65
Net Profit Margin (%)	3.0%
CCC (Days)	39
ICR (X)	7.05

Capital Structure
(BDT. in million)



■ Equity ■ Debt

Analysts:

Fatema Tuj Jahura Jhumu
jhumu@wasocreditrating.com

Nazrul Islam
nazrul@wasocreditrating.com