

2nd SURVEILLANCE CREDIT RATING REPORT
LATIF & SONS

Ref. no.: CRAR-5712/2023



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	23 November 2023	22 November 2024

Tk. in million

Bank Name	Mode of Investment	Limit Amount	Outstanding Amount	Outstanding Date
National Bank Limited	CC(Hypo) BG	10.00 3.50	10.149 -	19.11.2023

Key Snapshot:

Tk. In million

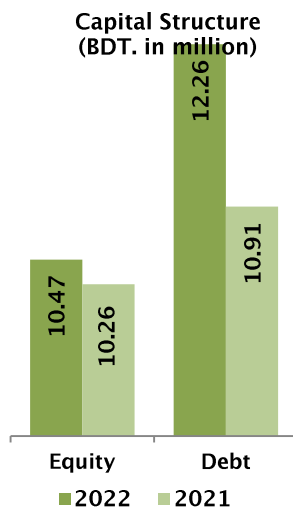
Particulars	2022	2021
Revenue	34.00	32.00
EBIT	3.47	3.26
Net Profit	3.47	3.26
Total Assets	22.73	21.17
Total Equity	10.47	10.26
Total debt	12.26	10.91
Net Profit Margin (%)	10.2%	10.2%
CCC (Days)	58	63
FFO (In million)	3.47	3.26

Financial Based on- Unaudited financial statements up to 31 December 2022 and 2021.

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 **Latif & Sons** (hereinafter referred to as 'L&S' or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.



The above ratings have been assigned based on the fundamentals of the enterprise which good market reputation and strong business network, low levered firm, strong debt coverage position. However, the above factors are constrained to some extent by manual accounting system, lower profit margin, stressed liquidity position with long cash conversion cycle, price volatility of trading products, and no disclosure of financial statements.

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

WCRCL also viewed the enterprise with "Stable" outlook and believes that L&S 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.

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