

SURVEILLANCE CREDIT RATING REPORT AGRANI PRINTING PRESS



Ref. no.: FR/2022/26191

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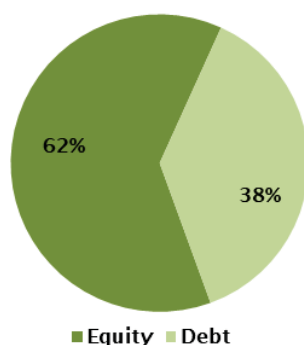
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Key Snapshot:

BDT. in million

Particulars	FY2021	FY2020
Revenue	1,940.17	1,779.98
EBIT	296.82	267.09
Net Profit	266.16	246.77
Total Assets	902.20	863.54
Total Equity	545.60	538.20
Debt	356.60	325.34
Net Profit Margin (%)	13.7%	13.9%
CCC (Days)	120	127
ICR (X)	10.70	14.77

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



Analysts:

Moni Khondoker
moni@wasocreditrating.com

Md. Al Amin Jewel
jewel@wasocreditrating.com

Bank Loan Rating	Issue Rating	Outlook	Date of Declaration	Date of Expiration
	blr ST-3	Stable	11 October 2022	10 October 2023

**Bank loan rating valid till the date mentioned above or expiration of loan limit, whichever is earlier*
BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Mercantile Bank Limited	CC (H)	80.00	75.49	15.09.2022
	Working Capital (Covid-19)	10.00	9.99	
	Total	90.00	85.48	

Financial Based on-Management prepared financial statements up to 30th June, 2021.

Methodology: Corporate rating methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has reaffirmed 'blr ST-3' rating (pronounced as Bank Loan Rating Short Term Three) to Short Term limit of BDT.90.00 million, of Agrani Printing Press (hereinafter referred as "APP" 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 interest coverage position
- Low levered capital structure

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

- Lack of disclosure in the financial statements
- Tight liquidity position considering long cash conversion cycle
- Inventory holding risk
- No insurance coverage
- Low management information system (MIS) and Manual accounting system

The short term rating implies that the enterprise has an acceptable ability to repay short term debt obligations from internal sources. However, it is expected to rely on external sources of committed financing due to downturn in economic or industry circumstances.

WCRCL also viewed the enterprise with "Stable" outlook and believes that APP will be able to maintain its good fundamentals in the foreseeable future.