

SURVEILLANCE CREDIT RATING REPORT GOLDEN AGRO CHEMICALS LIMITED

Ref. no.: FR/2022/025820



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	19 September 2022	18 September 2023

WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Tk. in Million

Name of the Bank/ NBF	Mode of Investment	Amount Sanctioned	Outstanding Amount	Date of Outstanding
Mutual Trust Bank Limited*	LC	40	9.17	18.09.2022
	Trust Receipt	(23)	(9.07)	
Janata Bank Limited	CC (Hypo)	22.5	22.47	

*These limits are interchangeably used by Navana industries Limited and Golden Agro Chemicals Limited. Aggregated outstanding amount represents the outstanding position for concerns

Key Snapshot:

Tk. in million

Particulars	FY22	FY21
Revenue	94.13	92.71
EBIT	15.29	24.06
Net Profit	11.51	23.17
Total Assets	330.46	321.25
Total Equity	246.45	234.97
Debt	84.01	86.28
Net Profit Margin (%)	12.2%	25.0%
CCC (Days)	1,198.97	1,258.43
ICR (X)	4.05	n/a

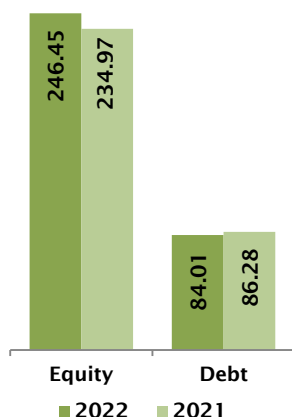
Financial Based on- Audited financial statements up to 30 June 2022.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Golden Agro Chemicals Limited (hereinafter referred as "GACL" or "The Company") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

Capital Structure
(BDT. in million)



The above ratings have been reaffirmed based on the fundamentals of the company which include experienced management, good business network, long operation and profitable concern, covering all over the Bangladesh with many dealers, good market reputation, good relationship with the distributors and low levered capital structure. However, the above rating has been moderated to some extent due to some factors like tight liquidity position with long cash conversion cycle, low disclosure of the financial statement, high inventory pile-up affecting working capital and high competition of the market.

The SME rating implies that the company is adjudged to above average level of credit worthiness in relation to other small enterprises.

WCRCL also viewed the company with "Stable" outlook and believes that Golden Agro Chemicals Limited will be able to maintain its good fundamentals in the foreseeable future

Analysts:

Md. Ummay Fatema
fatema@wasocreditrating.com

Md. Al Amin Jewel
jewel@wasocreditrating.com