

CREDIT RATING REPORT MODERN FISHERIES



Ref. no.: FR/2022/024696

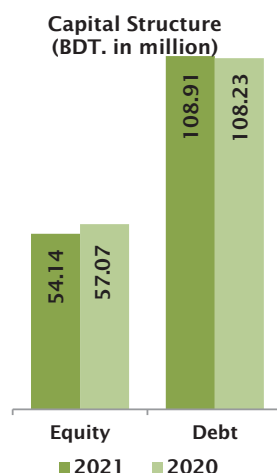
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Key Snapshot:

BDT. in million

| Particulars | 2021 | 2020 |
|-----------------------|--------|--------|
| Revenue | 62.49 | 61.87 |
| EBIT | 14.01 | 17.64 |
| Net Profit | 6.48 | 10.12 |
| Total Assets | 163.05 | 165.30 |
| Total Equity | 54.14 | 57.07 |
| Total debt | 108.91 | 108.23 |
| Net Profit Margin (%) | 10.4 | 16.4 |
| CCC (Days) | 2.66 | 1.83 |
| ICR (X) | 1.86 | 2.34 |



Analysts:

Md. Al Amin Jewel
jewel@wasocreditrating.com

Umme Fatima
fatima@wasocreditrating.com

| SME Rating | WCRSE/WCRME | Outlook | Date of Declaration | Date of Expiration |
|------------|-------------|---------|---------------------|--------------------|
| | WCRSE 3 | Stable | 29 June 2022 | 28 June 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

BDT. in million

| Bank Name | Mode of Investment | Sanctioned Amount | Outstanding Amount | Date of Outstanding |
|------------------------------|--------------------|-------------------|--------------------|---------------------|
| EXIM Bank of Bangladesh Ltd. | IBB (Agri) | 50.00 | 45.46 | 25.06.2022 |
| | Bai-Muajjal (Agri) | 55.00 | 57.37 | |

Financial Based on-Unaudited financial statements up to 30 June 2021.

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

RATING RATIONALE

WCRCL has assigned 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Modern Fisheries** (hereinafter referred as "MF" 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:

- Long business experiences of the Proprietor
- Financial and operational flexibility arising from Modern Group
- Good personal net worth of the Proprietor
- Maintained sound business relation with supplier & buyer
- Good liquidity position with short cash conversion cycle
- Comfortable security arrangement against loan
- Satisfactory banking relationship

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

- Management prepared financial statement does not support high level of authentication
- Market saturation or high competition
- High levered capital structure
- Marginal interest coverage position
- Proprietorship concern has low legal obligation as an entity

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

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