

# CREDIT RATING REPORT SORKER POULTRY PRODUCTS

Ref. no.: FR/2022/025698



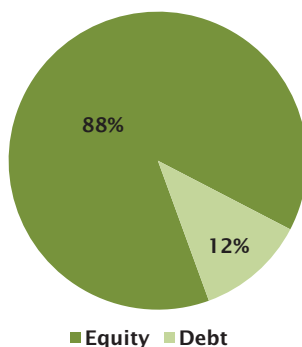
## Report Contents:

Particulars	Page
Rating Rationale	1
Entity Profile	2
Business Management	2
Business Analysis	3
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	5
Rating Observation	5

## Key Snapshot:

BDT. in million	
Particulars	2021
Revenue	39.13
EBIT	14.71
Net Profit	14.28
Total Assets	46.53
Total Equity	41.03
Total debt	5.50
Net Profit Margin (%)	36.5%
CCC (Days)	490
ICR (X)	34.40

Capital Structure  
(BDT. in million)



## Analysts:

Fatema-Tuj-Jahura Jhumu  
jhumu@wasocreditrating.com

Monira Islam  
monira@wasocreditrating.com

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

**Financial Based on** Unaudited financial statements up to 31 December 2021.

**Methodology:** SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

## RATING RATIONALE

WCRCL has assigned '**WCRSE 3**' (pronounced as WASO Credit Rating Small Enterprise **Three**) rating under the SME Rating to **Sorker Poultry Products** (hereinafter referred as "**SPP**" 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
- 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:

- Tight liquidity position with long cash conversion cycle
- No insurance coverage
- Low management information system (MIS) and Manual accounting system

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 **SPP** will be able to maintain its good fundamentals in the foreseeable future.