

SURVEILLANCE CREDIT RATING REPORT  
ZOHURA TRADING (PVT) LIMITED



Ref. no.: FR/2022/025518

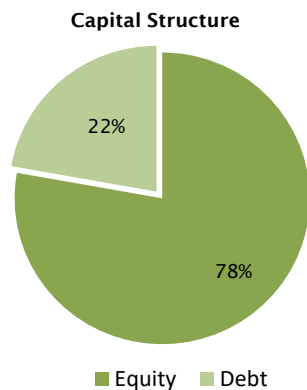
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**Key Snapshot:**

*Tk. in million*

Particulars	2021	2020
Revenue	3109.0	2731.0
EBIT	330.80	113.67
Net Profit	295.71	79.58
Total Assets	5625.7	3851.1
Total Equity	3115.7	2996.1
Liabilities	2510.1	855.00
Net Profit Margin (%)	9.51	4.27
Current Ratio (X)	1.64	2.75
Interest Coverage Ratio (X)	12.93	6.79



**Analysts:**

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB1	ST-3	Stable	29 August 2022	13 September 2023

*Tk. in million*

Bank Name	Mode of Investment	Limit Amount	Outstanding as on 20.08.2022	Bank Loan Rating
Pubali Bank Limited	CC (Hypo.)	600.00	580.00	blr ST-3
	Demand loan	700.00	742.39	

*Financial Based on-Unaudited statements up to 30 June 2020, and 2019.*

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

**RATING RATIONALE**

WCRCL has reaffirmed 'BBB1' (pronounced Triple B One) rating for the Long Term and assigned 'ST-3' (pronounced Short Term Three) rating for Short Term to 'Zohura Trading (Pvt) Limited' (hereinafter referred to as 'ZTPL' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL also assigned 'blr ST-3' to all the short-term loan facilities enjoyed by the company.

The above ratings have been assigned based on the fundamentals of the company which include moderate capacity utilization, good debt coverage position, strong group support. However, the above factors are constrained by low disclosure of financial statements, decreased business trends, lower profit margin, and tight liquidity position with long cash conversion cycle.

The long term rating implies that the entity rated in this category is subject to medium credit risk. And considered medium grade and as such may possess certain speculative characteristics. The short term entity rating implies that the entity has significant speculative characteristics. The obligor currently has the capacity to meet its financial commitment on the obligation; however, it faces major ongoing uncertainties which could lead to the obligor's inadequate capacity to meet its financial commitment on the obligation.

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