

# SURVEILLANCE CREDIT RATING REPORT AGRANI INTERNATIONAL



Ref. no.: FR/2022/26308

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	11 October 2022	22 November 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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
United Commercial Bank Limited	LC	20.00	2.94	02.10.2022
	LTR	5.00	5.01	

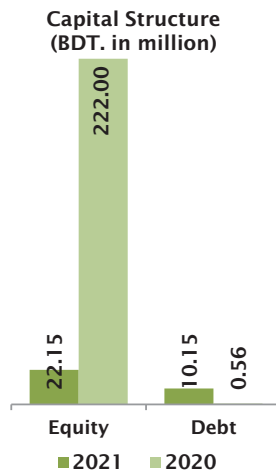
BDT. in million

Financial Based on unaudited financial statements up to 31<sup>st</sup> December 2021.

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

## Key Snapshot:

Particulars	2021	2020
Revenue	100.00	87.34
EBIT	12.75	10.46
Net Profit	11.75	10.13
Total Assets	32.30	22.56
Total Equity	22.15	222.00
Total debt	10.15	0.56
Net Profit Margin (%)	11.8	11.6
CCC (Days)	74	68
ICR (X)	12.75	32.27



## RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Agrani International** (hereinafter referred as "AI" 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 interest coverage position
- Low levered capital structure
- Satisfactory banking relationship
- Good business network

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

- Low disclosure of financial statements
- Tight liquidity position with long cash conversion cycle
- Low management information system (MIS) and Manual accounting system

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