

4th SURVEILLANCE CREDIT RATING REPORT APU MUNSHI HIMAGAR LIMITED

Ref. no.: FR/2023/029423



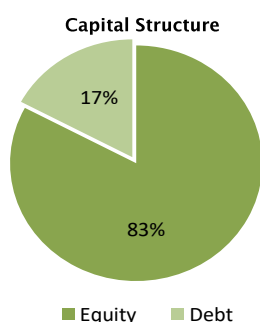
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Key Snapshot:

Tk. in million

Particulars	2022	2021
Revenue	97.08	94.85
EBITDA	6.44	9.69
Net Profit	5.56	8.02
Total Assets	87.85	103.27
Total Equity	72.72	67.16
Liabilities	15.12	36.10
Net Profit Margin (%)	6.53	8.45
Current Ratio (X)	0.22	0.41
Interest Coverage Ratio (X)	7.33	5.80



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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB2	ST-4	Stable	16 January 2023	15 January 2024

Tk. in million

Bank Name	Mode of Investment	Sanction Amount	Outstanding amount as on 30.12.2022
Dhaka Bank Limited	STL	80.00	0.00

Financial Based on—Unaudited statements up to 31 December 2022, 2021, and 2020.

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

RATING RATIONALE

WCRCL has upgraded and assigned 'BBB2' (pronounced triple B Two) rating for the Long Term and 'ST-4' (pronounced Short Term Four) rating for Short Term to '**Apu Munshi Himagar Limited** (hereinafter referred to as 'AMHL' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL has also assigned 'blr ST-4' (pronounced as Bank Loan Rating Short Term Four) for Short Term Loan limit amount of Tk. 80.00 million.

The above ratings have been assigned based on the fundamentals of the company which include diversified sources of revenue, good business performance, experienced and proactive management, healthy debt coverage position, and satisfactory banking relationship. However, the above factors are constrained due to semi-perishable product nature, high working capital requirements, tight liquidity position, and moderate debt coverage position.

The long term rating implies that the entity rated in this category is adjudged to have medium credit risk. It is considered to be of medium grade and as such may possess certain speculative characteristics. The short term rating implies that the entity has acceptable ability to repay short term debt obligations. It is expected to rely on external sources of committed financing. Based on its evaluation of near term covenant compliance, WCRCL believes that the issuer may require covenant relief in order to maintain orderly access to funding lines.

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