

SURVEILLANCE CREDIT RATING REPORT NURJAHAN AGRO FARM



Ref. no.: FR/2022/28700

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	06 December 2022	27 December 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
Islami Bank Bangladesh Limited	Murabaha TR	3.60	3.14	20.11.2022
Total		3.60	3.14	

BDT. in million

Key Snapshot:

Financial Based on—unaudited financial statements up to 30 June 2022.

BDT. in million—SME rating methodology published on the WCRCL website at www.wasocreditrating.com

Particulars	2022	2021
Revenue	25.13	21.86
EBIT	1.78	1.51
Net Profit	1.45	1.20
Total Assets	8.99	8.45
Total Equity	5.01	4.79
Total debt	3.98	3.66
Net Profit Margin (%)	5.8%	5.5%
CCC (Days)	98	107
ICR (X)	6.00	5.58

RATING RATIONALE

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

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

- Tight liquidity position with long cash conversion cycle
- Low disclosure of financial statements
- Volatile price of the fish feed
- 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 NAF will be able to maintain its good fundamentals in the foreseeable future.

