

Report Contents:

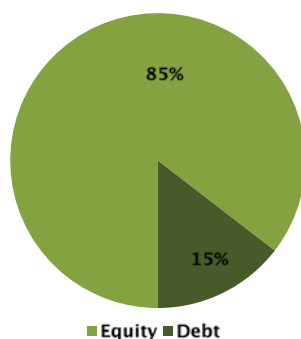
| Particulars | Page |
|-----------------------------|------|
| Rating Rationale | 1 |
| Entity Profile | 2 |
| Business Management | 2 |
| Market Review | 2 |
| Business Analysis | 3 |
| Financial Position Analysis | 3 |
| Banking Relationship | 4 |
| Risk Factor Analysis | 5 |
| Rating Observation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

Key Snapshot:

BDT. in million

| Particulars | 2021 | 2022 |
|-----------------------|-------|-------|
| Sales | 40.00 | 43.00 |
| EBIT | 2.75 | 3.15 |
| Net Profit | 2.25 | 2.60 |
| Total Assets | 12.30 | 13.60 |
| Total Equity | 7.30 | 8.40 |
| Total debt | 5.00 | 5.20 |
| Net Profit Margin (%) | 6% | 6% |
| Current Ratio (X) | 2.22 | 2.38 |
| CCC (Days) | 91 | 97 |
| ICR (X) | 6.88 | 7.00 |

Capital Structure



Analysts:

Monira Islam
monira@wasocreditrating.com

Md. Al Amin Jewel
jewel@wasocreditrating.com

| SME Rating | WCRSE/WCRME | Outlook | Date of Declaration | Date of Expiration |
|------------|-------------|---------|---------------------|--------------------|
| | WCRSE 3 | Stable | 13 February 2023 | 16 February 2024 |

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

BDT. in million

| Bank Name | Mode of Investment | Sanctioned Amount | Outstanding Amount | Date of Outstanding |
|---------------------|--------------------|-------------------|--------------------|---------------------|
| Uttara Bank Limited | CC(Hypo) | 1.00 | 1.13 | 14.03.2022 |

Financial Based on unaudited financial statements up to 31 December 2021, 2020, 2019.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Bismillah Poultry Feed** (hereinafter referred as "BPF" 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
- Secured insurance coverage
- 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
- Low interest coverage ratio
- Low disclosure of financial statements
- 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 BPF will be able to maintain its good fundamentals in the foreseeable future.