

# SURVEILLANCE CREDIT RATING REPORT

## NATIONAL DEVELOPMENT COMPANY LIMITED



Ref. no.: FR/2023/030682

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| Entity Rating | Long Term | Short Term | Outlook | Date of Declaration | Date of Expiration |
|---------------|-----------|------------|---------|---------------------|--------------------|
|               | BBB3      | ST-4       | Stable  | 10 April 2023       | 09 April 2024      |

| Bank                | Mode         | Limit/Sanctioned amount | Outstanding as on 31.03.2023 | Bank Loan Rating |
|---------------------|--------------|-------------------------|------------------------------|------------------|
| Janata Bank Limited | Project Loan | 52.70                   | 50.66                        | blr BBB 3        |
|                     | Project Loan | 242.00                  | 231.48                       |                  |

Tk. in million

### Key Snapshot:

| Particulars           | FY22   | FY21   |
|-----------------------|--------|--------|
| Revenue               | 154.99 | 139.89 |
| EBIT                  | 90.94  | 82.88  |
| Net Profit            | 51.83  | 42.94  |
| Total Assets          | 374.01 | 364.04 |
| Total Equity          | 145.54 | 86.76  |
| Debt                  | 228.47 | 277.28 |
| Net Profit Margin (%) | 33.4%  | 30.7%  |
| CCC (Days)            | 24.26  | -6.12  |
| ICR (X)               | 6.42   | 4.30   |

Tk. in million

**Financial Based on-** Audited financial statement up to FY22.

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

### RATING RATIONALE

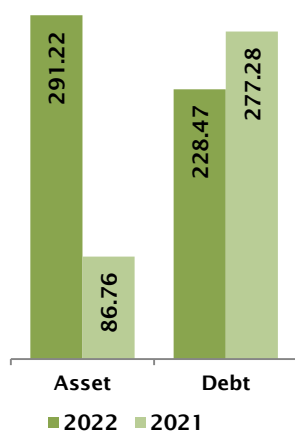
WCRCL has reaffirmed 'BBB3' (pronounced Triple B Three) rating for the Long Term and 'ST-4' (pronounced Short Term Four) rating for Short Term to National Development Company Limited (hereinafter referred as "NDCL" or "The Company") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL also Assigned "blr BBB3" to the long term loan facility enjoyed by the company.

The above ratings have been assigned based on experienced management, ecofriendly and advanced technology which is complies with Govt. regulation, good market demand.

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 rating implies that, the company having some speculative characteristics. The obligor currently has the capacity to meet its financial commitment on the obligation; however, it may face uncertainties which could lead to the obligor's inadequate capacity to meet its financial commitment on the obligation. WCRCL believes that the issuer may require covenant relief in order to maintain orderly access to funding lines, rating may downgrade in future if the management does not provide updated Environment Certificate

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

**Capital Structure**  
(BDT. in million)



### Analysts:

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