

# CREDIT RATING REPORT RIZVI RICE TECH LIMITED



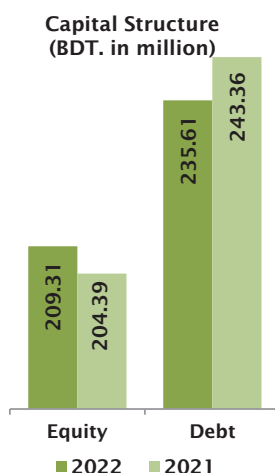
Ref. no.: FR/2023/030196

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## Key Snapshot:

BDT. in million			
Particulars	2022	2021	
Revenue	200.12	184.53	
EBIT	38.64	31.70	
Net Profit	21.11	16.68	
Total Assets	444.92	447.75	
Total Equity	209.31	204.39	
Total debt	235.61	243.36	
Net Profit Margin (%)	10.5%	9.0%	
CCC (Days)	200	200	
ICR (X)	2.20	2.11	



## Analysts:

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 5	Negative	28 March 2023	27 March 2024

WCRSE 5 rating is equivalent to Bangladesh Bank SME rating scale of SME 5 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

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

## RATING RATIONALE

WCRCL has assigned 'WCRSE 5' (pronounced as WASO Credit Rating Small Enterprise Five) rating under the SME Rating to Rizvi Rice Tech Limited (hereinafter referred as "RRTL" 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 management
- Good business network
- Good interest coverage position

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

- Tight liquidity position with long cash conversion cycle
- Highly levered capital structure
- Low interest coverage ratio
- SMA Classification status
- Overdue on loan repayment history
- Poor repayment behavior
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system.

The SME rating implies that the enterprise is adjudged below average level of credit worthiness in relation to other small enterprises.

WCRCL also viewed the enterprise with "Negative" outlook and believes that RRTL will be able to maintain its good fundamentals in the foreseeable future.