

4th SURVEILLANCE CREDIT RATING REPORT SHYAMOLI BEVEREGE (PVT) LIMITED

Ref. no.: FR/2023/030158



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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB2	ST-3	Stable	12 March 2023	03 April 2024

Name of Bank	Mode of Investment	Amount Limit	Outstanding Amount	Bank Loan Rating
Al Arafah Islami Bank Limited	HPSM (Machinery)	111.30	56.43	blr BBB2
	HPSM (R-E)	12.50	3.24	
	Bai-Muajjal	35.00	38.52	blr ST-3

Financial Based on- Audited financial statements up to 30 June 2022, 2021, and 2020.

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

RATING RATIONALE

WASO Credit Rating Company (BD) Ltd. (WCRCL) has upgraded **BBB2** (pronounced as Triple B Two) rating for the Long Term and **ST-3** (pronounced as Short Term Three) rating for Short Term to **Shyamoli Beverage (Pvt) Limited** (hereinafter referred to as 'SBPL' 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-3** (pronounced as Bank Loan Rating Short Term Three) rating to the short term limit amount of Tk. 31.50 million and assigned **blr BBB2** (pronounced as Bank Loan Rating Triple B Two) rating to the Long term outstanding amount of Tk. 59.67 million.

The above ratings have been assigned based on the fundamentals of the company which include experienced and proactive management, have owned brand, positive business trends, and secured with insurance coverage. However, the above factors are constrained to operational bottleneck due to moderate working capital requirement, tight liquidity position with long cash conversion cycle, lack of commercial advertisement, highly levered concern, and moderate disclosure in the financial statements.

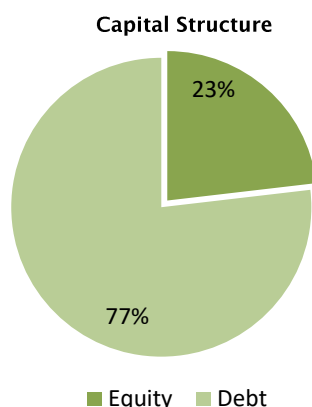
The long term rating implies that the company medium credit risk. And considered medium grade and as such may possess certain speculative characteristics. The short term rating implies that the company has significant speculative characteristics. The obligor currently has the capacity to meet its financial commitment on the obligation; however, it faces major ongoing uncertainties which could lead to the obligor's inadequate capacity to meet its financial commitment on the obligation.

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

Snapshot:

Tk. in million

Particulars	2022	2021
Revenue	358.94	211.14
Gross Profit	124.58	95.01
Net Profit	8.79	-61.84
Total Assets	386.19	443.23
Total Equity	89.37	80.59
Total Liabilities	296.81	362.64
Net Profit Margin (%)	2.45	-29.29
Current Ratio (X)	1.52	2.40
CCC (Days)	246	408
Debt to Equity (X)	3.32	4.50
ICR (X)	1.59	-1.63



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