

SURVEILLANCE CREDIT RATING REPORT FUJIAN POWER LTD.



Ref. no.: FR/2023/31546

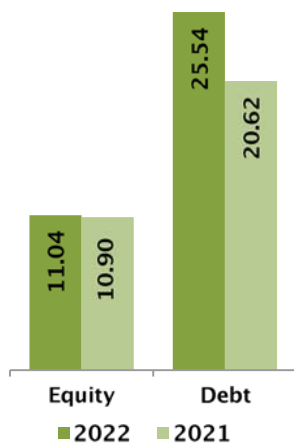
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Key Snapshot:

Particulars	2022	2021
Revenue	29.08	44.77
EBIT	1.48	2.52
Net Profit	0.14	1.66
Total Assets	36.58	31.52
Total Equity	11.04	10.90
Total debt	25.54	20.62
Net Profit Margin (%)	0.5%	3.7%
CCC (Days)	310	302
ICR (X)	1.27	17.14

Capital Structure
(BDT. in million)



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	10 April 2023	09 April 2024

WCRME 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
Agrani Bank Limited	CC(H)	20.00	16.39	
	L/C	10.00	nil	05.04.2023
	LTR	(10.00)	nil	
SBAC	BG	5.00	5.11	30.03.2023
	BG	15.00	nil	
	SOD (PO)	(3.00)	0.466	09.04.2023
	SME SOD	7.00	nil	
	SME SOD	5.00	5.105	
Total		62.00	27.071	

Financial Based on—Audited financial statements up to 31st December, 2022.

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

RATING RATIONALE

WCRCL has re-affirmed **‘WCRSE 3’** (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Fujian Power Ltd.** (Hereinafter referred as “FPL” 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
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Owned business office

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

- Tight liquidity position with long cash conversion cycle
- High levered capital structure
- Low interest coverage position
- Medium disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

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

WCRCL also viewed the enterprise with **“Stable”** outlook and believes that FPL will be able to maintain its good fundamentals in the foreseeable future.