

# SURVEILLANCE CREDIT RATING REPORT MODERN FISHERIES



Ref. no.: FR/2023/031409

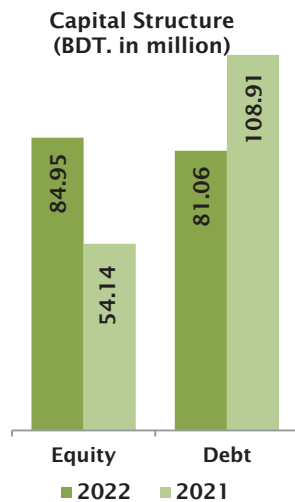
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## Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	83.11	62.49
EBIT	31.29	14.01
Net Profit	22.91	6.48
Total Assets	166.01	163.05
Total Equity	84.95	54.14
Total debt	81.06	108.91
Net Profit Margin (%)	27.6	10.4
CCC (Days)	-12	2.66
ICR (X)	3.73	1.86



## Analysts:

**Md. Al Amin Jewel**  
jewel@wasocreditrating.com

**Umme Fatima**  
fatima@wasocreditrating.com

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 June 2023	28 June 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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
EXIM Bank of Bangladesh Ltd.	IBB (Agri)	50.00	42.28	31.05.2023
	Bai-Muajjal (Agri)	55.00	61.30	

BDT. in million

*Financial Based on-Unaudited financial statements up to 30 June 2022.*

*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 **Modern Fisheries** (hereinafter referred as "MF" 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:

- Long business experiences of the Proprietor
- Financial and operational flexibility arising from Modern Group
- Good personal net worth of the Proprietor
- Maintained sound business relation with supplier & buyer
- Low levered capital structure
- Good interest coverage position
- Good liquidity position with short cash conversion cycle
- Comfortable security arrangement against loan
- Satisfactory banking relationship

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

- Management prepared financial statement does not support high level of authentication
- Market saturation or high competition
- Proprietorship concern has low legal obligation as an entity

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 MF will be able to maintain its good fundamentals in the foreseeable future.