

SURVEILLANCE CREDIT RATING REPORT SHAMEEM REFRIGERATION WORKS LIMITED

Ref. no.: FR/2023/031242



Report Contents:

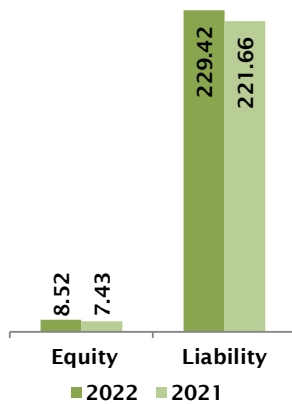
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Key Snapshot:

Tk. in million

Particulars	FY'22	FY'21
Revenue	96.86	97.71
COGS	71.68	72.30
Net Profit	1.09	1.25
Total Assets	237.95	229.09
Total Equity	8.52	7.43
Total Debt	229.42	221.66
Net Profit Margin (%)	1.13	1.28
Current Ratio (X)	0.89	0.88
CCC (Days)	532	660
ICR (X)	1.07	1.08

Yearly Comparison
[Tk. in Million]



Analysts:

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB2	ST-3	Stable	31 May 2023	30 May 2024

Tk. in Million

Bank/NBFIs	Facilities	Disbursed/ Limit Amount	Outstanding Amount As on 18.04.2023	Bank Loan Rating
Mercantile Bank Limited	CC (Hypo)	55.00	37.90	blr ST-3
	Time Loan	20.00	19.99	
Rupali Bank Limited	CC (Hypo)	95.00	--	
	COVID-19 Revolving	28.00	27.85	
	Business Loan	30.00	29.90	

Financial Based: Audited Financial Statements up to 2022.

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

RATING RATIONALE

WCRCL has reaffirmed **BBB2** (Pronounced Triple B Two) rating for the Long Term and **ST-3** (Pronounced Short Term-Three) rating for Short Term to **Shameem Refrigeration Works Limited** (hereinafter referred as "SRWL" 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 reaffirmed **blr ST-3** (Pronounced Bank Loan Rating Short Term-Three) to short term loan limit. The above ratings have been assigned based on experienced directors, management team, maintained sound relation with suppliers, buyers lenders, maintained insurance coverage, having 08 own outlets all over the country, etc. However, the above factors are constrained by poor disclosure in financial statements, foreign exchange risk of the currency, tight Liquidity position, highly levered company and no assembling facilities.

The long term rating implies that the entity 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 entity has regarded as 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 also viewed the company with **Stable** outlook and believes that **SRWL** will be able to maintain its good fundamentals in the foreseeable future.