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**Key Snapshot:**

BDT. in million

Particulars	FY22	FY21
Revenue	168.54	140.60
EBIT	141.30	135.21
Net Profit	139.50	132.87
Total Assets	190.28	169.06
Total Equity	140.00	133.37
Debt	50.29	35.70
Net Profit Margin (%)	82.8	94.5
CCC (Days)	387	393



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SME Rating	WCRSME	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	04 July 2023	14 June 2024

WCRSME 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 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 reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Agro Business Support Limited (hereinafter referred as "ABSL" 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:

- Strong business network
- Skilled and proactive management
- Strong customers based
- Low leverage position in the capital structure
- Good profitability margin
- Good mortgage security coverage against loan

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

- Average disclosure in the financial statement
- Market saturation or high competition
- Tight liquidity position with long cash conversion cycle
- Rented business premises and storage facility

The SME rating implies that the enterprise is adjudged to above average credit quality to other small and medium enterprises.

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