

ALEYA FEEDS LIMITED

Ref. no.: FR/2023/032375



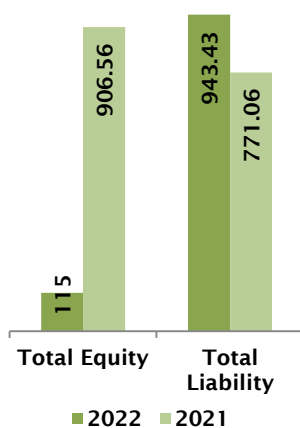
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Key Snapshots:

Tk. in million

Particulars	2022	2021
Revenue	1334.12	3518.21
Net Profit	-23.97	29.29
Total Assets	1058.45	1677.63
Total Equity	115.00	906.56
Total Liabilities	943.43	771.06
Net Profit Margin (%)	-1.80	0.83
Current Ratio (X)	1.27	2.30
Quick Ratio (X)	0.89	1.45
Debt to Equity (X)	6.04	0.62
ICR (X)	0.66	1.56

Capital Structure
[Tk. in Million]

Analysts:

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB-	ST 4	Stable	04 July 2023	03 July 2024

Tk. in Million

Bank/NBFIs	Facilities	Disbursed/ Limit Amount	Outstanding Amount	Bank Loan Ratings
IPDC Finance Limited (31 May 2023)	TL	70.00	44.94	
	Lease Finance-Vehicle	12.00	5.03	blr BBB-
Union Capital Limited (08 June 2023)	Term Finance	30.00	12.12	
	Time Loan/LTR	325	295.56	
	Loan General	29.96	31.11	
NRB Commercial Bank Limited (02 July 2023)	Working Capital - Stimulus	50.00	53.92	blr ST 4
	CC (H)	150.00	153.98	
	LC	380.00	--	
	Loan General -RS-1*	150.00	153.98	blr BBB-

Financial Based on Audited and unaudited financial statements up to 2022.

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

RATING RATIONALE

WCRCL has downgraded **BBB-** (Pronounced Triple B Minus) rating for the Long Term and **ST 4** (Pronounced Short Term Four) rating for Short Term to **Aleya Feeds Limited** (hereinafter referred to as 'AFL' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration. WCRCL also assigned **blr BBB-** (Pronounced as Bank Loan Rating Triple B Minus) for the aggregated long term loan outstanding and **blr ST 4** (Pronounced Bank Loan Rating Short Term Four) for the aggregated short term loan limit.

The above ratings have been assigned based on the fundamentals of the company which include increased capacity utilization, good net worth of the company, good infrastructure arrangement. However, the above rating has been extent due to some factors like decreasing trend in sales, negative net profit, high cost to revenue ratio, lack of transport facilities, poor banking conduct, rescheduling in loan repayment history, low debt service coverage position, lack of security coverage.

The long term rating implies that the entity has Below average credit quality. The short term rating implies that, the company has Below average ability to meet short term financial commitments.

WCRCL also viewed the company with Stable outlook and believes that AFL will be able to maintain its good fundamentals in the foreseeable future. This rating may be revised in case of any extraordinary changes in line with the sponsor's equity investment, debt obligations, management, business operations and/or changes in any macro and micro factors in the economy.