

# 7<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT CROWN MMP INDUSTRIES LIMITED

Ref. no.: FR/2023/031672



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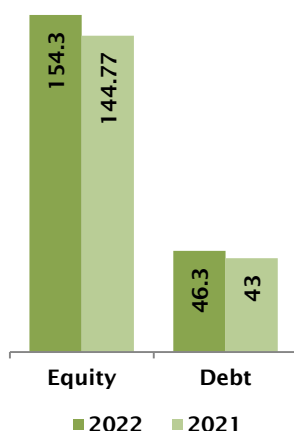
Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB3	ST-4	Stable	12 June 2023	11 June 2024

Tk. in Million				
Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 11 May 2023	Bank Loan Rating
National Bank Limited	L/C-sight	24.50	13.09	blr ST-4
	LTR	15.00	14.95	
	CC(H) with Stimulus	39.00	34.73	

## Key Snapshot:

Tk. in million		
Particulars	2022	2021
Revenue	168.83	163.00
EBIT	16.55	21.50
Net Profit	13.14	14.70
Assets	200.60	187.00
Equity	154.30	144.77
Debt	46.30	43.00
Net Profit Margin (%)	7.79	9.02
Current Ratio (X)	1.96	1.81
CCC (Days)	193	191

**Capital Structure**  
(Tk. in million)



## Analysts:

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*Financial Based on- Un-Audited financial statements Up to 2022.*

*Methodology: Corporate rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)*

## RATINGRATIONALE

WCRCL has reaffirmed 'BBB3' (pronounced as Triple B Three) rating for the Long Term and 'ST-4' (pronounced Short Term Four) rating for Short Term to 'Crown MMP Industries Limited' (hereinafter referred to as 'CMMPIL' or 'the company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration. WCRCL has also reaffirmed 'blr ST-4' (pronounced as Bank Loan Rating Short Term Four) rating to the aggregate short term loan limits of Tk. 69.50 million.

The above ratings have been assigned based on the fundamentals of the company which include, long experienced management, strong network of the sponsors, relatively more equity dependency, persistent control over direct and indirect cost, satisfactory credit history, However, the above factors are constrained by unstructured accounting system, full dependency in importing raw materials, accounts statement has no reliable base.

The long term rating implies that the company is subject to medium credit risk. It also considered medium grade and as such may possess certain speculative characteristics. The short term rating implies that the company is regarded as having significant speculative characteristics. The obligor currently has the capacity to meet its financial commitment on the obligation; however, it may face major ongoing uncertainties which could lead to the obligor's inadequate capacity to meet its financial commitment on the obligation. Based on its evaluation of near term covenant compliance, WCRCL believes that the issuer may require covenant relief in order to maintain orderly access to funding lines.

WCRCL also viewed the company with "Stable" outlook and believes that Crown MMP Industries Limited will be able to maintain its good fundamentals in the foreseeable future.