

## MAXON POWER LIMITED

Ref. no.: FR/2023/032868

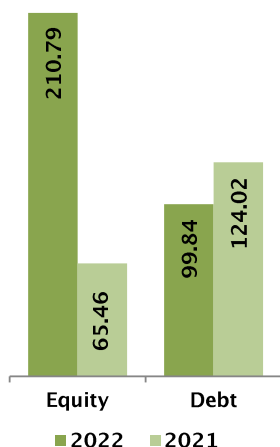


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## Key Snapshot:

BDT. in million		
Particulars	FY22	FY21
Revenue	863.05	78.07
EBIT	211.73	14.78
Net Profit	145.32	5.76
Total Assets	310.63	189.4
Total Equity	210.79	65.46
Debt	99.84	124.0
Net Profit Margin (%)	16.8%	7.4%
CCC (Days)	n/a	n/a
ICR (X)	51.24	2.26

Capital Structure  
(BDT. in million)

## Analysts:

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB	ST 3	Stable	25 July 2023	24 July 2024

**Financial:** Based on Audited financial statements up to 30 June 2022.

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

## RATING RATIONALE

WCRCL has reaffirmed and assigned 'BBB' (pronounced as Triple B) rating for the Long Term and 'ST 3' (pronounced as Short Term Three) rating for Short Term to **Maxon Power Limited** (hereinafter referred to as '**MPL**' or '**The company**') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the company which include wide business network with diversified buyer base, experienced and proactive management, growing trend of revenue, experienced technical personnel, have large corporate buyer in its buyers portfolio, good profitability position, moderate levered in the capital structure, having common management concern support.

However, the above factors are constrained to operational bottleneck due to average disclosure in the financial statement, small to medium scale in the business, market saturation or high competition, vulnerability in product price in the local and international market may impact profitability, stressed liquidity position considering poor current assets, risk associated with procurement.

The long term rating implies that the company is average credit quality. The short term rating implies that the company has an average ability to meet short term financial commitments.

WCRCL also viewed the company with "**Stable**" outlook and believes that **MPL** 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.