

# 5<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT SALIM AGRO INDUSTRIES LIMITED

Ref. no.: FR/2023/31467



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRME 3	Stable	31 May 2023	30 May 2024

WCRME 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Tk. in Million

Bank Name	Mode of Investment	Limit Amount	Outstanding Amount as on 31.05.2023
	HPSM	11.60	5.98
Al-Arafah Islami Bank Limited	Bai-Muajjal	20.00	21.95
	Murabaha-TR	75.00	82.15
	Baim Stimulus		37.53

## Key Snapshot:

Tk. in million

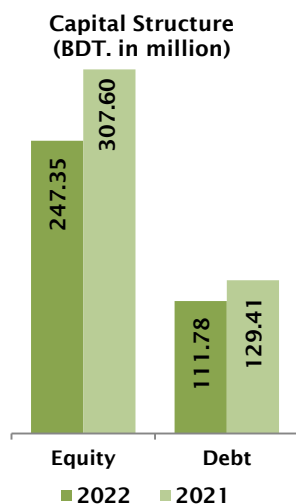
Particulars	2022	2021
Revenue	329.05	321.05
EBIT	23.37	23.25
Net Profit	10.22	10.21
Total Assets	359.12	437.01
Total Equity	247.35	307.60
Debt	111.78	129.41
Net Profit Margin (%)	3.1%	3.2%
CCC (Days)	220	265
ICR (X)	1.80	1.81

**Financial Based on-** Unaudited financial statement up to 31 December 2022.

**Methodology:** SME Rating Methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

## RATING RATIONALE

WCRCL has reaffirmed 'WCRME 3' (pronounced as WASO Credit Rating Medium Enterprise Three) rating under the SME Rating to **Salim Agro Industries Ltd.** (hereinafter referred to as 'SAIL' or "The Company") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.



The above rating has been assigned based on the fundamentals of the Company, which sponsors have good knowledge about their business, moderate profitability condition, location advantage, factory set up on their own land, good infrastructural arrangement and insurance coverage for fire hazard. However, the above factors are constrained to some extent by low disclosure of financial statement, higher cost-to-revenue ratio, inventory pile up for long period, volatile market price of the raw jute and jute products.

The SME rating implies that the Company is adjudged to above average level of credit worthiness in relation to other ME's.

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

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