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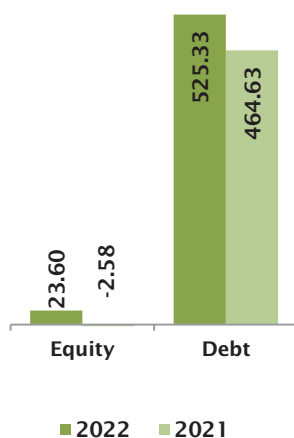
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Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	742.31	620.07
EBIT	97.03	87.61
Net Profit	26.19	23.96
Total Assets	548.93	462.04
Total Equity	23.60	-2.58
Debt	525.33	464.63
Net Profit Margin (%)	3.5%	3.9%
CCC (Days)	203	200.20

Capital Structure
(BDT. in million)



SME Rating	WCRSME	Outlook	Date of Declaration	Date of Expiration
	WCRSME 4	Stable	04 July 2023	03 July 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

RATING RATIONALE

WCRCL has downgraded 'WCRSME 4' (pronounced as WASO Credit Rating Small and Medium Enterprise Four) rating under the SME Rating to Sea Trade Fertilizer Limited (hereinafter referred as "STFL" 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:

- Experienced and skilled management
- Good mortgage security coverage against loan
- Good business network
- Group Strength

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

- Tight liquidity position with long cash conversion cycle
- Highly levered capital structure
- Restructuring history on loan repayment with NCC Bank.
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system.

The SME rating implies that the Enterprise has Average Credit Quality.

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WCRCL also viewed the Enterprise with "Stable" outlook and believes that STFL 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