

# 1<sup>st</sup> SURVEILLANCE CREDIT RATING REPORT AGRODUT BANIJYA SHONGHA



Ref. no.: FR/2022/028024

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	18 December 2022	22 December 2023

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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	CC (Hypo)	9.00	9.83	10.12.2022

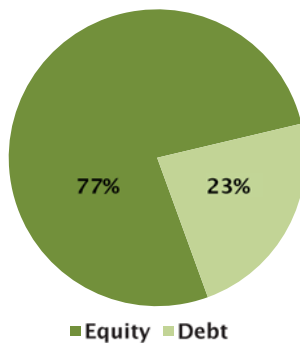
Financial Based on-Unaudited financial statements up to 31 December 2020, and 2019.

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

## Key Snapshot:

Particulars	2021	2020
Revenue	35.02	32.55
EBIT	3.99	4.12
Net Profit	3.04	2.73
Total Assets	24.44	22.74
Total Equity	14.26	12.72
Total debt	10.18	10.02
Net Profit Margin (%)	8.67	8.37
CCC (Days)	216	250

Capital Structure  
(BDT. in million)



## RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Agroduct Banijya Shongha** (hereinafter referred as "ABS" 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
- Owned business premises and storage facility
- Satisfactory banking relationship
- Low levered capital structure

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

- Tight liquidity position with long cash conversion cycle
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the enterprise is adjudged to above average level of credit worthiness in relation to other small enterprises.

## Analysts:

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