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SME Rating	Rating Notches	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	19 September 2023	18 September 2024

BDT. in million				
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Jamuna Bank Limited	Term Loan	91.50	55.251	18.09.2023
	Term Loan	30.00	30.720	
	Term Loan	20.00	21.252	
	CC(H)	100.00	77.030	
Total		241.50	184.253	

## Key Snapshot:

BDT. in million		
Particulars	2022	2021
Revenue	1,509.04	1,400.93
EBIT	146.52	112.70
Net Profit	127.05	82.90
Total Assets	1,124.04	821.30
Total Equity	867.24	725.79
Debt	256.80	95.51
Net Profit Margin (%)	8.4%	5.9%
CCC (Days)	47	42
ICR (X)	62.92	8.25

Financial Based on—unaudited financial statements 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 'WCRSME3' (pronounced as WASO Credit Rating Small & Medium Enterprise Three) rating under the SME Rating to Khan Agro Food (hereinafter referred as "KAF" 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:

- Owned business premises and storage facility
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Good profitability margin
- Good interest coverage position
- Low levered capital structure

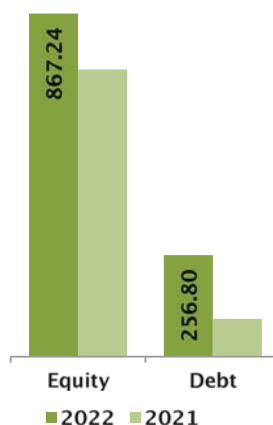
However, the above rating has been moderated to some extent due to some factors like:

- Low disclosure of financial statements
- Volatile price of raw materials
- No insurance coverage
- Low management information system (MIS) and Manual accounting system

The rating implies that the enterprise has an above average credit quality.

WCRCL also viewed the enterprise with "Stable" outlook and believes that KAF 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.

Capital Structure  
(BDT. In million)



## Analysts:

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