

3rd SURVEILLANCE CREDIT RATING REPORT MAMUN POULTRY AND FEED

Ref. no.: FR/2023/32106



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	04 July 2023	03 July 2024

Methodology: SME rating methodology published on the WCRCL website at www.wasocreditrating.com

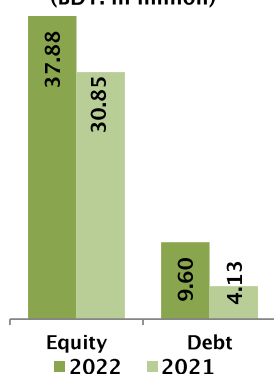
Tk. in million				
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Islami Bank Bangladesh Limited	MTR	9.00	9.56	30.06.2023

Financial Based on-Audited financial statements up to 30th June 2022.

Key Snapshot:

Tk. In Million		
Particulars	FY22	FY21
Revenue	109.02	101.04
EBIT	9.11	7.44
Net Profit	8.04	6.80
Total Assets	47.48	34.98
Total Equity	37.88	30.85
Debt	9.60	4.13
Net Profit Margin (%)	7.4	6.7
CCC (Days)	57	55
ICR (X)	17.07	60.72

Capital Structure (BDT. in million)



RATING RATIONALE

WCRCL has upgraded 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Mamun Poultry and Feed (hereinafter referred as "MPAF" 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:

- Long business experiences of the proprietor in the business
- Good business network
- Good profitability margin
- Low levered capital structure
- Good liquidity position with short cash conversion cycle
- Comfortable interest coverage position
- Satisfactory banking relationship
- Good mortgage security coverage against loan

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

- Small scale in the business
- Medium disclosure in the financial statements
- Manual accounting system
- No insurance coverage for the inventory in stock

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

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