

1st SURVEILLANCE CREDIT RATING REPORT ABACUS RESTAURANT LIMITED



Ref. no.: FR/2023/033850

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	A2	ST 2	Stable	26 September 2023	25 September 2024

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 14.09.2023	Bank Loan Rating
Dutch-Bangla Bank Limited	Overdraft	150.00	119.95	blr ST 2

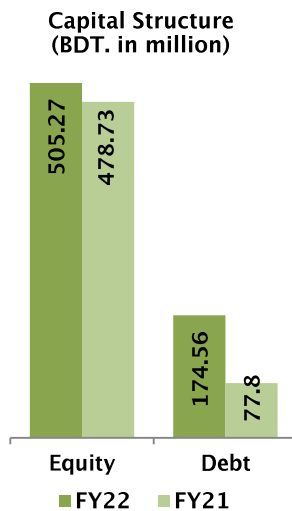
BDT. In Million

Financial Based on—Financial statements as on 30 June 2021 and 2022.

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

Key Snapshot:

Particulars	FY22	FY21
Revenue	300.95	281.27
EBIT	41.44	41.60
Net Profit	26.54	24.38
Total Assets	679.83	556.52
Total Equity	505.27	478.73
Debt	174.56	77.80
Net Profit Margin (%)	8.8%	8.7%
CCC (Days)	172	186
ICR (X)	8.58	6.14



RATING RATIONALE

WCRCL has reaffirmed **A** (pronounced as Single A) rating for the Long Term and **ST 2** (pronounced as Short Term Two) rating for Short Term to **Abacus Restaurant Limited** (hereinafter referred to as 'ARL' or 'the company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration. WCRCL has also assigned **blr ST 2** (pronounced as Bank Loan Rating Short Term Two) rating to the short term loan.

The above ratings have been assigned based on the fundamentals of the company which include; established brand image in Gulshan, Dhaka region, experienced management team, good facilities and arrangement, comfortable liquidity position of the company supported by high cash transactions, satisfactory banking relationship, profitability ratios were increasing phase, and good debt coverage position. However, the above factors are constrained by moderated disclosure in the financial statements, volatile raw material price, high dependency on external borrowings, quality maintenance risk, and no insurance coverage.

The long term rating implies that the entity has above average credit quality. The short term rating implies that the entity has above average ability to meet short term financial commitments.

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WCRCL also viewed the company with "Stable" outlook and believes that ARL 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.