

7th SURVEILLANCE CREDIT RATING REPORT
ABDUL GAFFAR & CO. (PVT.) LIMITED

Ref. no.: FR/2023/33337



Report Contents:

Particulars	Page
Rating Rationale	1
Corporate Profile	2
Management Evaluation	2
Market Review	2
Business Analysis	4
Financial Strength Analysis	5
Credibility and Banking Relationship	5
Risk Factor Analysis	6
Rating Observations	6
Annexure	8

Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB	ST 3	Stable	05 September 2023	28 August 2024

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

Tk. in Million

Name of Bank	Mode of Investment	Limit or Sanctioned Amount	Outstanding Amount as on 04.09.2023	Bank Loan Rating
The Premier Bank Limited	CC (Hypo.)	20.00	-	blr ST 3
	L/C	150.00	112.06	
	LTR	(75.00)	-	

*All the facilities are interchangeably enjoyed by Rahmat Trading, Pacific Impex and AGI Corporation, three sister concerns of AGCL.

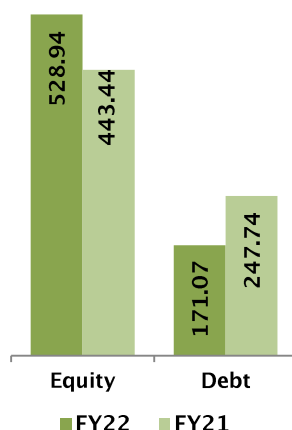
*blr-Bank Loan Rating

Key Snapshot:

Tk. in million

Particulars	FY22	FY21
Revenue	863.2	698.6
EBIT	120.0	103.7
Net Profit	85.50	70.50
Total Assets	700.0	691.1
Total Equity	528.9	443.4
Debt	171.0	247.7
Net Profit Margin (%)	9.9	10.1
CCC (Days)	152	109
ICR (X)	65	34

Capital Structure
(BDT. in million)



RATING RATIONALE

WCRCL has reaffirmed the long term rating to 'BBB' (pronounced as Triple B) and 'ST 3' rating (pronounced as Short Term Three) for the short term to **Abdul Gaffar & Co. (Pvt.) Ltd.** (hereinafter referred to as 'AGCL' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL has also reaffirmed 'blr ST 3' (pronounced as bank loan rating Short Term Three) rating to aggregate short term limit.

The above ratings have been assigned based on experienced promoter and management, large scale of business, low levered company, good interest coverage position, good warehouse arrangement and regular loan repayment history.

However, the above factors are constrained to some extent by average disclosure in the financial statement, tight liquidity position with long cash conversion cycle, market saturation or high competition, no insurance policy, overall poor profitability ratios, and poor security arrangement.

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

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

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