

4th SURVEILLANCE CREDIT RATING REPORT AL-AMIN RICE AGENCY

Ref. no.: FR/6308/2023



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	17 October 2023	05 November 2024

Financial Based on- Management prepared financial statements up to 31 December 2022.

Methodology: SME Rating Methodology published on the WCRCCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCCL has reaffirmed **WCRSME3** (pronounced as WASO Credit Rating Small & Medium Enterprise Three) rating under the SME Rating to **Al-Amin Rice Agency** (hereinafter referred to as 'AARA' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the enterprise which include strong business network and long experience of The Proprietor, profitability ratios were in increasing position, moderated liquidity position, good interest coverage position, and comfortable security arrangement. However, the above factors are constrained to some extent by vulnerability in price in the local market may impact profitability, moderate leverage position in the capital structure, lack of disclosure in the financial statements, and no insurance coverage for inventory in stock.

The SME rating implies that Al-Amin Rice Agency is adjudged to above average credit quality.

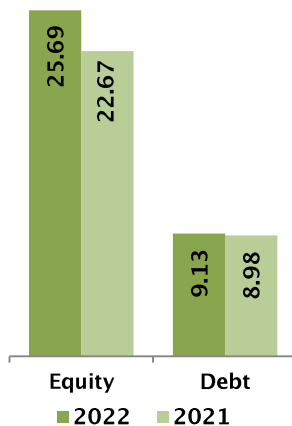
WCRCCL also viewed Al-Amin Rice Agency with "Stable" outlook and believes that the enterprise will be able to maintain its good fundamentals in the foreseeable future. This rating may be revised in case of any extraordinary changes in line with the sponsor's equity investment, debt obligations, management, business operations and/or changes in any macro and micro factors in the economy.

Key Snapshot:

BDT. in million

Particulars	2022	2021
Sales	75.37	68.52
EBIT	9.69	8.81
Net Profit	8.42	7.65
Total Assets	34.82	31.65
Total Equity	25.69	22.67
Total debt	9.13	8.98
Net Profit Margin (%)	11.17	11.17
Current Ratio (X)	1.94	1.80
CCC (Days)	83	85
ICR (X)	13.05	13.05

Capital Structure
(BDT. in million)



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