

1st SURVEILLANCE CREDIT RATING REPORT AMANOT COLD STORAGE (UNIT-2) LTD.

Ref. no.: FR/2023/033886



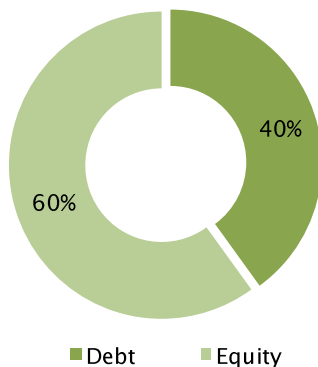
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Project Cost:

Particulars	Tk. in million
	Value
Land	53.80
Building	112.16
Imported Machinery	23.32
Local Machinery	41.50
Erection & Installation	6.01
Furniture, Fixture & Equipment	0.70
Safety Equipment	0.60
Consultants Fee	0.20
Pre-Operating Exp	4.50
IDCP	8.54
TOTAL	251.32

Means of Finance



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SME Project Rating	Rating Notch	Date of Declaration	Date of Expiration
	WCRSME4 (Indicative)	26 September 2023	25 September 2024

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

RATING RATIONALE

WCRCL has reaffirmed **“WCRSME4 (Indicative)”** (Pronounced as WASO Credit Rating Small and medium Enterprise Four Indicative) in the SME rating to **Amanot Cold Storage (Unit-2) Ltd.** (hereinafter referred as “ACSL” or “The Project”) based on both relevant qualitative and quantitative information up to date of rating declaration. The SME rating implies that the enterprise has adjudged to average level of credit quality.

Amanot Cold Storage (Unit-2) Ltd., ratings have been assigned based on the fundamentals of the company which is subject to credit risk due to experienced management team, good market demand, availability of the supply of raw materials, industrial area may endow with the location advantage, project is green field, factory set up on their own land. Earlier mentioned variables are considered positive factors while assigning the rating, because market outlook of cold storage industry now favorable in Bangladesh. Management also has considerable experience in line with business. Project will enjoy some location advantage like near high way and industrial area of Jagannathpur, Thakurgaon. Project cost structure revealed high portion of debt may expose high risk in response to equity investment. It may reduce the exposure if debt size proportionate to equity investment becomes low.

Considering all the favorable measures and susceptibility of stable outcome this project has assigned investment grade for next twelve month period. Total project cost is estimated at Tk. 251.32 million of which Tk. 150.79 million financed by bank borrowing. The assigned rating is given only for debt financing which amount is Tk. 150.79 million. This rating may be revised subject to successful commercial operation and debt proportion in line with the sponsor’s equity investment or changes in any macro factors along with micro factors in the economy. However, there are risks associated with efficient utilization of syndicate finance for the project, and project implementation within due time frame.

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.