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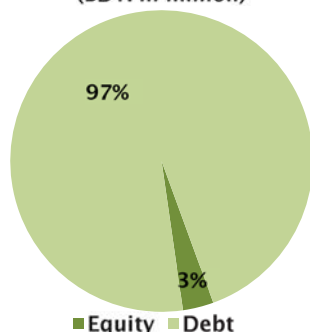
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Key Snapshot:

BDT. in million

Particulars	FY23
Revenue	111.44
EBIT	2.65
Net Profit	1.92
Total Assets	88.71
Total Equity	2.92
Debt	85.79
Net Profit Margin (%)	1.7
CCC (Days)	161
ICR (X)	623.40

Capital Structure
(BDT. in million)



Analysts:

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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME4	Stable	10 October 2023	09 October 2024

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

RATING RATIONALE

WCRCL has assigned '**WCRSME4**' (pronounced as WASO Credit Rating Small And Medium Enterprise **Four**) rating under the SME Rating to **Asad Agrotech Limited** (hereinafter referred as "AAL" or "The Company") 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 Company which includes:

- Experienced and skilled management
- Good business network and maintained sound business relation with supplier & buyer
- Comfortable interest coverage position
- Satisfactory banking relationship

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

- Tight liquidity position with long cash conversion cycle
- Highly levered capital structure
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the company has **average credit quality**.

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