

1st SURVEILLANCE CREDIT RATING REPORT ASADUJJAMAN & BROTHERS AGRO LIMITED

Ref. no.: FR/2023/33900



Report Contents:

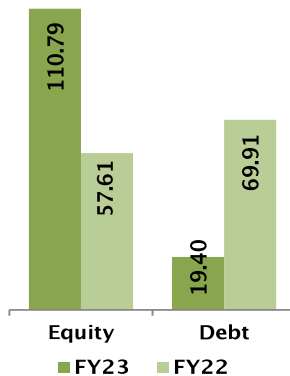
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Key Snapshot:

Tk. in million

Particulars	FY23	FY22
Revenue	98.06	90.79
EBIT	14.95	13.92
Net Profit	13.00	12.11
Total Assets	130.20	127.52
Total Equity	110.79	57.61
Total debt	19.40	69.91
Net Profit Margin (%)	13.3	13.3
CCC (days)	375	386
ICR (X)	9.90	9.67

Capital Structure
(BDT. in million)



Analysts:

Md. Akter Hossain
akter@wasocreditrating.com

Md. Rafiul Bary
rafi@wasocreditrating.com

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	26 September 2023	25 September 2024

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to **Asadujjaman & Brothers Agro Limited** (hereinafter referred to as 'ABAL' or "The Company") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above rating has been assigned based on the fundamentals of the company which has strong business network, good personal net worth of the proprietor, low leverage position in the capital structure, good interest coverage position and comfortable security arrangement. However, the above factors are constrained to some extent by no disclosure in the financial statements, tight liquidity position, manual accounting process, small scale of business and price volatility of trading products.

The SME rating implies that the enterprise has above average credit quality.

WCRCL also viewed the enterprise with "Stable" outlook and believes that **ABAL** 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.