

# 1<sup>st</sup> SURVEILLANCE CREDIT RATING REPORT BG FOOD & AGRO PROCESSORS LIMITED

Ref. no.: FR/2023/031664



## Report Contents:

Particulars	Page
Rating Rationale	1
Corporate Profile	2
Management Evaluation	2
Analysis of Industry Dynamics	2
Business Analysis	3
Infrastructural Arrangement & Other Facilities	4
Financial Strength Analysis	4
Credibility and Banking Relationship	5
Risk Factor Analysis	6
Rating Observations	6
Annexure	8

SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	04 July 2023	29 May 2024

\*WCRSME3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Tk. in Million

Bank Name	Investment Mode	Limit Amount	Outstanding Amount	Outstanding Date
Shahjalal Islami Bank Limited	Murabaha–Sight/DP/Local/UP AS	30.00	5.48	31.05.2023
	MPI/TR (Rev)	(20.00)	0.00	
	Bai–Muajjal (Rev)	(20.00)	15.30	
	Murabaha LC	4.45	5.48	
	Murabaha LC	1.84	1.77	

Financial Based on– Audited financial statement up to 30 June 2022, 2021, and 2020.

Methodology: SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

## Key Snapshot:

Tk. in Million

Particulars	2022	2021
Revenue	22.76	2.84
EBIT	-0.65	-1.75
Net Profit	-2.15	-1.76
Total Assets	37.78	28.24
Total Equity	6.91	1.24
Debt	38.56	26.99
Operating Profit Margin (%)	-2.88	-61.47
Net Profit Margin (%)	-9.46	-61.83
Cash Conversion Cycle (Days)	75	32
Debt to Equity Ratio (X)	5.58	0.21
Interest Coverage Ratio (X)	-0.44	-239.8

## RATING RATIONAL

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and medium Enterprise Three) rating to **BG Food & Agro Processors Limited** (hereinafter referred to as 'BGF&APL' or 'The Company') based on its financials and other relevant qualitative and quantitative information up-to the date of the rating issuance.

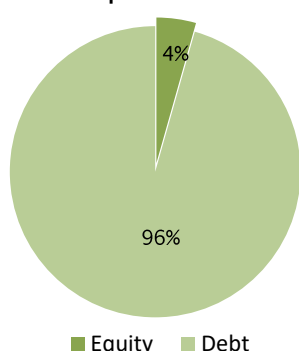
The above rating has been assigned based on long experience track of the promoters, overall, low levered company, goo, satisfactory health and safety measures and regular loan repayment history. However, the above factors are constrained to some extent by no insurance policy, tight liquidity position, poor security arrangement, small scale operation, rented factory premise and insufficient disclosure in the financial statement.

The SME rating implies that the company is adjudged above average level of credit quality.

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.

WCRCL also viewed the company with "Stable" outlook and believes that BGF&APL will be able to maintain its good fundamentals in the foreseeable future.

Capital Structure



## Analysts:

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