

INITIAL CREDIT RATING REPORT
BIONIC SEA FOOD EXPORTS LIMITED
Ref. no.: CRA/18123/2023



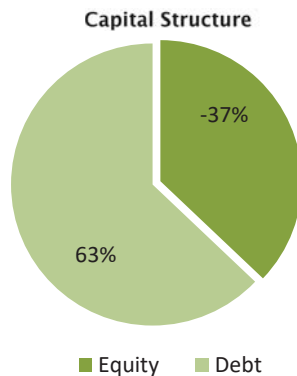
Report Contents:

Particulars	Page	Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
Rating Rationale	1	Entity Rating	BBB-	ST 4	Stable	10 October 2023	09 October 2024
Entity Profile	2						
Shareholding Position	2						
Industry Analysis	3						
Business Analysis	3						
Financial Analysis	4						
Credibility and Banking Relationship	5						
Risk Factor Analysis	5						
Rating Observations	6						

Key Snapshot:

Tk. in million

Particulars	2023	2022
Revenue	881.93	734.98
EBIT	25.54	21.28
Net Profit	8.70	7.25
Total Assets	159.18	181.15
Total Equity	222.39	231.91
Liabilities	387.24	413.43
Net Profit Margin (%)	0.99	0.99
Current Ratio (X)	0.32	0.36
Debt to equity Ratio (X)	-1.70	-1.78



Analysts:

Monira Islam
monira@wasocreditrating.com

Maharan Nasrin
maharan@wasocreditrating.com

Financial Based on—Unaudited Financial statements up to 30 June 2023, 2022 and 2021.

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

RATING RATIONALE

WCRCL has assigned **BBB-** (pronounced Triple B Minus) rating for the Long Term and **ST 4** (pronounced Short Term Four) rating for Short Term to **'Bionic Sea Foods Exports Limited'** (hereinafter referred to as 'BSFEL' or 'The company'). WCRCL has assigned blr BBB- ('Pronounced as Bank Loan Rating Triple B Minus') long term outstanding Tk.422.94 million and also assigned blr ST 4 (pronounced as Bank Loan Rating Short Term Four) rating to aggregate Short Term Limit of Tk. 220.00 million based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

The above ratings have been assigned based on the fundamentals of the company which include strong business network, skilled management, strong customer based, comfortable security arrangements, and owned factory premises. However, the above factors are constrained by average disclosure in financial statements, negative equity in capital structure, stressed liquidity position, semi-perishable product, high working capital requirement, exposed quality control risk, and highly levered concern.

The long term rating implies that the entity has below average credit quality. The short term rating implies that the entity has below average ability to meet short term financial commitments.

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