

4th SURVEILLANCE CREDIT RATING REPORT NATURAL RICE BRAN OIL COMPANY LIMITED

Ref. no.: FR/2023/5590



Report Contents:

Particulars	Page
Rating Rationale	1
Business Profile	2
Management's Profile	3
Business Analysis	4
Financial Analysis	4
Banking Position Analysis	5
Risk Factors Analysis	6
Rating Observations	

Key Snapshots:

Tk. in Million

Particulars	FY23	FY22
Revenue	2,746.83	2,327.82
EBIT	419.58	354.20
Net Profit	350.09	304.82
Total Assets	2,437.91	1,693.90
Total Equity	1,061.78	813.28
Debt	1,376.13	880.62
Net Profit Margin (%)	12.7%	13.1%
CCC (Days)	103	71
ICR (X)	6.04	7.17

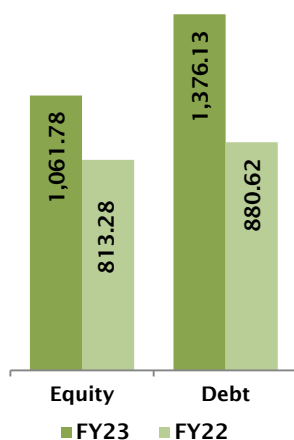
Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB	ST 3	Stable	10 October 2023	28 August 2024

Bank	Facilities	Disbursed/Limit Amount	Outstanding Amount
Trust Bank Limited (06.10.2023)	HPSM Machinery	290.00	222.18
	HPSM- General	(20.00)	17.38
	HPSM- Capital	(20.00)	18.89
	HPSM- General one off	(20.00)	18.89
	Baim (One off)	200.00	218.00
	Rev. Baim	600.00	637.05
	Rev. PIF (MTR)	(145.00)	158.68
United Commercial Bank PLC (14.08.2023)	Rev. L/C	160.00	1.08
	Funded	124.77	124.22

Financial Based on: Audited financial statements up to 30th June 2023.

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

Capital Structure
(BDT. in million)



RATING RATIONALE

WCRCL has reaffirmed **BBB** (Pronounced Triple B) rating for the Long Term and **ST 3** (Pronounced Short Term-Three) rating for Short Term to **Natural Rice Bran Oil Company Limited** (hereinafter referred to as 'NRBOCL' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL has also upgraded **blr BBB** (Pronounced Bank Loan Rating Triple B) for long term loan outstanding amount and '**blr ST 3**' (Pronounced Bank Loan Rating Short Term-Three) rating to the short term loan limit. The above ratings have been assigned based on the fundamentals of the company which include strong brand image, enjoy location advantage, experienced and good quality of top management, established business network and maintained insurance coverage etc. However, the above factors are constrained to operational bottleneck due to lack of disclosure in the financial statements, levered capital Structure and high dependency on external borrowings.

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

WCRCL also viewed the company with **Stable** outlook and believes that **NRBOCL** 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

Analysts:

Md. Rafiul bary
rafi@wasocreditrating.com

Maharan Nasrin
maharan@wasocreditrating.com