

1st SURVEILLANCE CREDIT RATING REPORT RIYAD FISHARIES



Ref. no.: FR/2023/32477

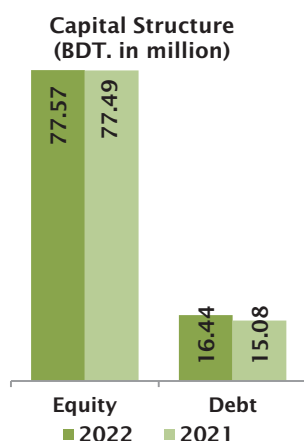
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Key Snapshot:

BDT. in million

| Particulars | 2022 | 2020 |
|-----------------------|-------|-------|
| Revenue | 55.78 | 48.50 |
| EBIT | 5.63 | 4.75 |
| Net Profit | 4.98 | 4.15 |
| Total Assets | 94.01 | 92.57 |
| Total Equity | 77.57 | 77.49 |
| Debt | 16.44 | 15.08 |
| Net Profit Margin (%) | 8.9% | 8.5% |
| CCC (Days) | 157 | 146 |
| ICR (X) | 9.08 | 8.41 |



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| SME Rating | WCRSE/WCRME | Outlook | Date of Declaration | Date of Expiration |
|------------|-------------|---------|---------------------|--------------------|
| | WCRSME3 | Stable | 04 July 2023 | 03 July 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

BDT. in million

| Bank Name | Mode of Investment | Sanctioned Amount | Outstanding Amount | Date of Outstanding |
|-------------------------------|--------------------|-------------------|--------------------|---------------------|
| Al-Arafah Islami Bank Limited | Bai-Muajjal (Agri) | 15.00 | 16.21 | 24.05.2023 |

Financial Based on-unaudited financial statements up to 31 December 2022.

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

RATING RATIONALE

WCRCL has assigned 'WCRSME3' (pronounced as WASO Credit Rating Small Enterprise **Three**) rating under the SME Rating to **Riyad Fisharies** (hereinafter referred as "RF" or "The Enterprise") 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 enterprise which includes:

- Experienced and skilled management
- Owned business premises and storage facility
- Good mortgage security coverage against loan
- Low levered capital structure
- Good interest coverage position
- Satisfactory banking relationship

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

- Low disclosure of financial statements
- High competition in the market
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the enterprise is adjudged to **above average level** of credit worthiness in relation to other small enterprises.

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