

2nd SURVEILLANCE CREDIT RATING REPORT GLORIOUS CROP CARE LIMITED

Ref. no.: CRAR-4958/2023



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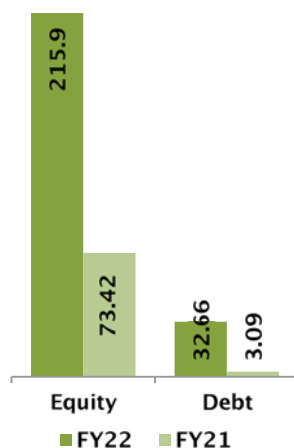
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Key Snapshot:

BDT. in million

Particular	FY22	FY21
Revenue	177.83	82.04
EBIT	13.74	7.81
Net Profit	10.98	6.91
Total Assets	238.74	76.52
Total Equity	215.90	73.42
Debt	32.66	3.09
Net Profit Margin (%)	6.2%	8.4%
CCC (Days)	50	58
ICR (X)	22.35	n/a

Capital Structure
(BDT. in million)



Analysts:

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB-	ST 4	Stable	23 November 2023	18 October 2024

Bank's Name	Mode of Investment	Sanction Limit	Outstanding amount	Bank Loan Rating
Shahjalal Islami Bank Limited (01.11.2023)	Bai-Muajjal Commercial TR (R)	20.50	23.89	blr ST 4
Rupali Bank Limited (22.11.2023)	Business Loan	30.00	30.77	

Financial Based on—Audited financial statements up to 30 June 2022.

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

RATING RATIONALE

WCRCL has reaffirmed **BBB-** (pronounced as Triple B Minus) rating for the Long Term and **ST 4** (pronounced as Short Term Four) rating for Short Term to **Glorious Crop Care Limited** (hereinafter referred to as 'GCCL' 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 assigned **blr ST 4** (pronounced as Bank Loan Rating Short Term Four) rating for short term loan limit.

The above ratings have been assigned based on the fundamentals of the company which include long experience of management in this line of business, strong group support—*"Krishibid Group"*, strong buyers based, good distribution channel and good market reputation and strong brand image. However, the above factors are constrained by highly levered capital structure, tight liquidity position with long cash conversion cycle and low disclosure of financial statements.

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

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