

8th SURVEILLANCE CREDIT RATING REPORT
NOORANI CONSTRUCTION LIMITED



Ref. no.: FR/2023/033346

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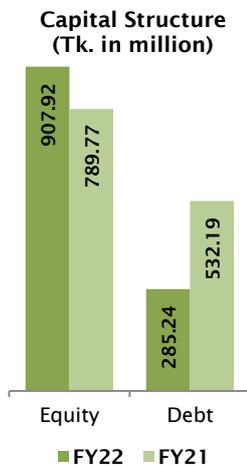
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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	A-	ST 3	Stable	05 September 2023	14 September 2024

Key Snapshot:

Tk. in million

Particulars	FY22	FY21
Revenue	3588.40	2850.89
EBIT	411.58	201.65
Net Profit	118.15	14.37
Total Assets	1193.17	1321.96
Total Equity	907.92	789.77
Debt	285.24	532.19
Net Profit Margin (%)	3.29	0.50
Current Ratio (X)	3.91	2.33
ICR (X)	15.64	6.91



Tk. in million

Bank	Mode	Limit Amount	Outstanding As on 04.09.2023	blr Rating
Pubali Bank Limited	Lease	1.80	0.40	blr A-
	Lease	1.50	0.40	
	Lease	5.00	2.80	
	OD (Bid Bond)	20.00	--	blr ST 3
	Specific OD (WO)	139.00	--	
	Specific OD (WO)	81.00	--	
	Specific OD (WO)	200.00	--	
	Specific OD (WO)	280.00	--	
	BG-PG	1700.00	981.30	

Financial Based on-Audited statements up to 2022.

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

RATING RATIONALE

WCRCL has upgraded 'A-' (pronounced Single A Minus) rating for the Long Term and reaffirmed 'ST 3' (pronounced Short Term Three) rating for Short Term to Noorani Construction Limited (hereinafter referred to as 'NCL' or 'the company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance and also upgraded "blr A-" (pronounced as bank loan rating Single A Minus) to aggregated long term outstanding and reaffirmed "blr ST 3" (pronounced as bank loan rating Short Term Three) rating to the aggregated short term limit.

The above ratings have been upgraded and reaffirmed based on the fundamentals of the company which includes long business record, increasing trend in revenue and profitability, skilled and experienced management and workforce, excellent business network, satisfactory banking relationship, good coverage position, low leverage position in the capital structure. The above factors are to some extent constrained by down trend in profit margin, working capital mostly depends on short term loan.

Analysts:

Ummay Fatema
fatema@wasocreditrating.com

Al Amin Jewel
jewel@wasocreditrating.com

The long term rating implies that the entity has Moderately Good Credit Quality. The short term rating implies that, the company has Average ability to meet short term financial commitments.

WCRCL also viewed the company with Stable outlook and believes that NCL 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 of the economy.