

1st SURVEILLANCE CREDIT RATING REPORT
UNICORN FREIGHT SERVICES LIMITED



Ref. no.: FR/2023/033623

Report Contents:

Particulars	Page
Rating Rationale	01
Corporate Background	03
Management Evaluation	03
Analysis of Industry Dynamics	04
Business Analysis	05
Infrastructure Facilities	06
Financial Strength Analysis	07
Banking Relationship	08
Risk Factor Analysis	09
Rating Observations	11

Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BB-	ST 5	Negative	19 September 2023	18 September 2024

Bank Name	Mode of Investments	Sanctioned Amount	Outstanding Amount	Bank Loan Rating
Agrani Bank Limited (19.09.2023)	Term Loan	225.00	355.25	blr BB-
	Term Loan	120.00	148.11	

Financial: Based on Audited financial statements up to 30 June 2022.
Methodology: Corporate rating methodology published on the WCRCL website at www.wasocreditrating.com.

Key Snapshot:

Particulars	Tk. in million	
	FY22	FY21
Revenue	92.19	143.57
EBIT	-5.83	-22.33
Net Profit	-9.78	-22.47
Total Assets	797.50	1,768.55
Total Equity	-863.3	79.57
Debt	1,660.8	1,688.98
Net Profit Margin (%)	-10.6%	-15.7%
CCC (Days)	39	99
ICR (X)	-1.75	-160.95

RATING RATIONALE

WCRCL has assigned 'BB-' (pronounced as Double B Minus) rating for the Long Term and 'ST 5' (pronounced as Short Term Five) rating for Short Term to **Unicorn Freight Services Limited** (hereinafter referred to as 'UFSL' or 'The company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration. WCRCL has also assigned "blr BB-" (pronounced as Bank Loan Rating Double B Minus) rating to the aggregate long term outstanding.

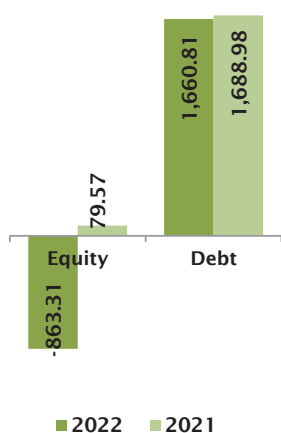
The above ratings have been assigned based on the fundamentals of the company which include wide business network with diversified services, skilled and proactive management and moderate security arrangement, own seven cargo vessels.

However, the above factors are constrained to some extent by average disclosure in the financial statement, negative profitability margin and high leverage position in the capital structure, stressed liquidity position, no insurance coverage against marine accident, market saturation or high competition, price volatility of the fuels.

The long term rating implies that the entity is subject less than average credit quality. The short term rating implies that well below average ability.

WCRCL also viewed the company with "Negative" outlook and believes that UFSL 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

Capital Structure (BDT. in million)



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