

1st SURVEILLANCE CREDIT RATING REPORT
ALTAFUEL LIMITED
 Ref. no.: CRAR-14549/2023



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Project Rating	Long Term Rating	Date of Declaration	Date of Expiration
	BBB- (Indicative)*	12 December 2023	10 October 2024

*This assigned rating given up to debt tk. 87.31 million.

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

RATING RATIONALE

WCRCL has downgraded “BBB- (Indicative)” (pronounced Triple B minus Indicative) in the long term to Altafuel Limited (hereinafter referred to as ‘AL or ‘the company’) based on both relevant qualitative and quantitative information up to date of rating declaration. The rating reflects that AL is subject to medium credit risk. This is considered to be medium grade and as such may possess certain speculative characteristics.

Altafuel Limited is rated in investment grade is subject to medium credit risk due to proposed for moderate debt to finance the Project and implementation risk is high. Earlier mentioned variables are considered positive factors while assigning the rating, sponsors have experience in different businesses associated with the project, existing business channel may help market penetration for new project and good market demand

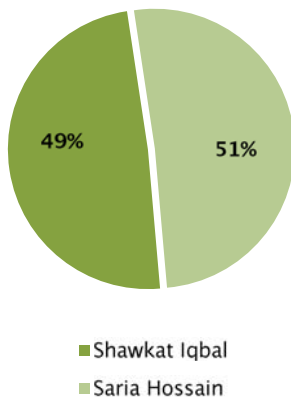
Considering all the favorable measures and susceptibility of negative outcome this project has assigned investment grade for next one year period. Total fixed cost of project is estimated at Tk. 87.31 million of which Tk. 69.43 million financed by bank borrowing. This rating may be revised subject to successful implementation and debt proportion in line with the sponsor’s equity investment or changes in any macro factors along with micro factors in the economy. However, there are risks associated with efficient utilization of finance for the project and project implementation within due time frame.

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.

Project Cost:

Particulars	Tk. In million
	Total
Preliminary and Pre- operating Expenses	2.00
Importable Machinery	76.50
Duty, Tax, Insurance etc. @5%	3.82
Contingencies	2.00
Total Fixed cost	84.32
IDCP	2.99
Total Cost	87.31

Ownership Pattern



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