

1<sup>st</sup> CREDIT RATING REPORT  
ANWER KHAN MODERN DREDGING CORPORATION



Ref. no.: CRAR-14944/2023

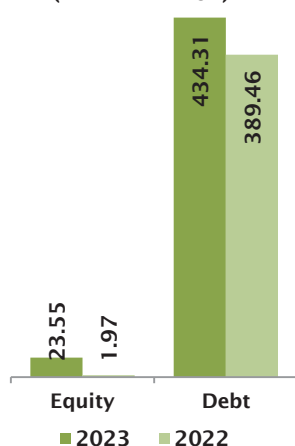
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**Key Snapshot:**

Particulars	BDT. in million	
	2023	2022
Revenue	107.79	89.83
EBIT	21.84	46.98
Net Profit	21.58	12.19
Total Assets	457.87	391.43
Total Equity	23.55	1.97
Debt	434.31	389.46
Net Profit Margin (%)	20.0%	13.6%
Current Ratio (X0)	0.57	0.53
ICR (X)	84.40	1.35

**Capital Structure (BDT. in million)**



SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	07 November 2023	05 November 2024

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount
Standard Bank Ltd. (06.11.2023)	HPSM	109.20	121.6
	HPSM	108.80	125.50
	Corporate Bai Muajjal General	27.50	30.6
	Corporate Bai Muajjal General	22.50	24.9
Premier Bank Ltd.	OD (WO)	108.00	111.12
EXIM Bank Ltd. (16.10.2023)	BG	2.88	2.88

*Financial Based on-Unaudited financial statements up to 30 June 2023.*

*Methodology: SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)*

**RATING RATIONALE**

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to **Anwer Khan Modern Dredging Corporation** (hereinafter referred as "AKMDC" 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:

- Long business experiences of Proprietor
- Financial and operational flexibility arising from Modern Group
- Maintained sound business relation with suppliers & client's
- Comfortable security arrangement against loan
- Satisfactory banking relationship
- Good coverage position

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

- Management prepared financial statement
- Market saturation or high competition
- Highly levered capital structure
- Stressed liquidity position
- Proprietorship concern has low legal obligation as an entity

The SME rating implies that the Enterprise has Above Average Credit Quality.

WCRCL also viewed the Enterprise with "Stable" outlook and believes that AK 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.

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