

3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT  
**ASIA FOOD CORPORATION**

Ref. no.: CRAR-4079/2023



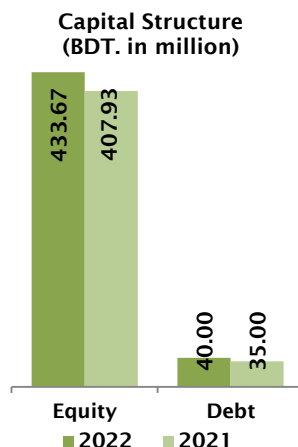
**Report Contents:**

Particulars	Page
Rating Rationale	1
Business Profile	2
Proprietor's Profile	2
Management Evaluation	3
Business Analysis	3
Financial Analysis	3
Banking Position	4
Risk Factors Analysis	5
Rating Observations	5

**Key Snapshot:**

*BDT. in Million*

Particulars	2022	2021
Revenue	2,100.00	2,750.00
EBIT	64.26	80.73
Net Profit	60.76	77.73
Total Assets	473.67	442.93
Total Equity	433.67	407.93
Debt	40.00	35.00
Net Profit Margin (%)	2.9	2.8
CCC (Days)	40	31
ICR (X)	18.36	26.91



**Analysts:**

**Md. Rifat Ahmed**  
 rifat@wasocreditrating.com

**Md. Sazedul Islam**  
 sazedul@wasocreditrating.com

SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME2	Stable	23 November 2023	22 November 2024

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

**RATING RATIONALE**

WCRCL has reaffirmed **WCRSME2** (Pronounced WASO Credit Rating Small and Medium Enterprise Two) rating to **Asia Food Corporation** (hereinafter referred to as 'AFC' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up to the date of the enterprise.

The above rating has been assigned based on experienced proprietor and key management team, long period of business track record in history, maintained sound relation with supplier, buyer & lender, regular loan repayment history, comfortable credibility position, established business network, liquidity showed comfortable position, low levered concern, using own land for office and godowns and ready succession. However, the above factors are constrained to some extent by poor disclosure with unaudited financial statements, extensive competition to the market, no insurance coverage and seasonality effect of the traded items etc.

The SME rating implies that the enterprise has very strong credit quality.

WCRCL also viewed the enterprise with "Stable" outlook and believes that AFC 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.