

7th SURVEILLANCE CREDIT RATING REPORT
GREEN TOWN LP GAS LIMITED



Ref. no.: CRAR-580/2023

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB	ST 3	Stable	05 December 2023	04 December 2024

BDT. in Million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 30.11.2023	Bank Loan Rating
Janata Bank PLC	Project Loan-I	1236.60	1744.50	
	Project Loan-II	949.00	1033.60	blr BBB
	BMRE	124.90	121.00	
	CC (H)	30.00	29.90	
	L/C	300.00	281.60	blr ST 3

Note: blr (Bank Loan Rating)

Key Snapshot:

BDT. in million

Particular	FY23	FY22
Revenue	826.48	531.71
EBIT	185.64	26.64
Net Profit	18.00	12.81
Total Assets	2,684.2	1,767.6
Total Equity	-134.68	-172.68
Debt	2,818.9	1,940.3
Net Profit Margin (%)	2.2%	2.4%
CCC (Days)	20	-102
ICR (X)	1.16	2.50

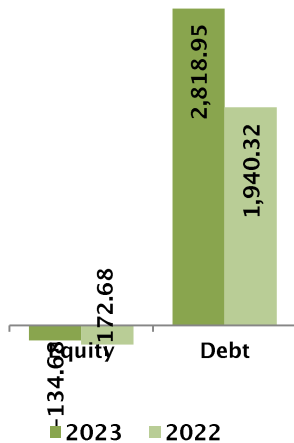
Financial Based on-Audited financial statements up to 30 June 2023.

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

RATING RATIONALE

WCRCL has upgraded **BBB** (pronounced as Triple B) rating for the Long Term and **ST 3** (pronounced as Short Term Three) rating for Short Term to **Green Town LP Gas Limited** (hereinafter referred to as 'GTLPLG' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL has also upgraded to **blr BBB** (pronounced as Bank Loan Ration Triple B) rating to the Long Term loan outstanding and **blr ST 3** (pronounced as Bank Loan Rating Short Term Three) rating to the short term loan.

Capital Structure (BDT. in million)



The above ratings have been assigned based on the fundamentals of the company which include experienced and proactive management, financial flexibility arising from Green Land Town Group, maintained sound relation with supplier, buyer and lender, own factory premises, high demand of the product, and moderated disclosure in the financial statements. However, the above factors are constrained by negative equity, high leverage position in the capital structure, stressed Liquidity position considering poor current assets, marginal interest coverage position, high dependency on external borrowings, and vulnerability in raw- materials price in the local and international market may impact profitability.

The long term rating implies that the entity has average credit quality. The short term rating implies that the entity has a average ability to meet short term financial commitments.

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WCRCL also viewed the company with "Stable" outlook and believes that GTLPGL 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.