

4th SURVEILLANCE CREDIT RATING REPORT
KRISHIBID FEED LIMITED



Ref. no.: CRAR-4603/2024

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BB	ST 4	Stable	31 January 2024	30 January 2025

Key Snapshot:

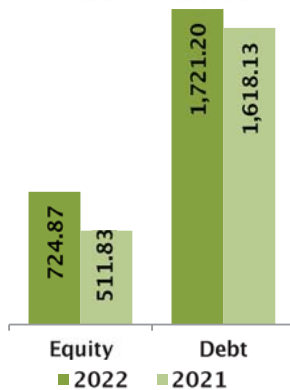
BDT. in million

Particular	FY22	FY21
Revenue	971.34	1,113.82
EBIT	188.46	224.57
Net Profit	42.54	49.82
Total Assets	2,446.07	2,129.97
Total Equity	724.87	511.83
Debt	1,721.20	1,618.13
Net Profit Margin (%)	4.4%	4.5%
CCC (Days)	249	213
ICR (X)	1.36	1.35

BDT. in Million

Bank's Name	Mode of Investment	Sanctioned/ Limit Amount	Outstanding Amount	Bank Loan Rating
Premier Bank Limited (27.11.2023)	HPSM-I	8.61	1.01	blr BB
	HPSM-II (RS-I)	73.31	61.77	
	HPSM-III (RS-I)	41.25	46.46	
	HPSM-IV (RS-I)	27.17	29.37	
	HPSM-V (RS-I)	101.66	109.92	
	HPSM-VI (RS-I)	93.2	103.18	
	Murabaha TR	8.07	0.03	blr ST 4
	Bai-Muajjal	400	455.97	
	Bai-Muajjal (Commercial)	70	70.41	
NRB Bank Limited (30.11.2023)	TL (RS-I)	145.21	3.37	blr BB
IDLC Finance Ltd. (19.11.2023)	TL (RS-I)	27.8	8.79	blr BB
IPDC Finance Limited (23.01.2024)	TL (RS-I)	150	217.61	blr BB
IIDFC Limited (26.12.2023)	TL (RS-II)	60	59.71	blr BB
Shahjalal Islami Bank Limited (30.01.2024)	TL-I (RS-III)	19.94	24.09	blr BB
	TL-II (RSII)	242.1	366.17	

Capital Structure (BDT. in million)



Financial Based on–Audited financial statements up to 30 June 2022.

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

RATING RATIONALE

WCRCL has downgraded and assigned **BB** (pronounced as Double B) rating for the Long Term and **ST 4** (pronounced as Short Term Four) rating for Short Term to **Krishibid Feed Limited** (hereinafter referred to as 'KFL' 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 downgraded and assigned to **blr BB** (pronounced as Bank Loan Rating Double B) rating to the Long Term loan outstanding and assigned **blr ST 4** (pronounced as Bank Loan Rating Short Term Four) rating to the short term loan.

The above ratings have been assigned based on the fundamentals of the company which include long experience of management in this line of business, strong group support– “**Krisibid Group**”, good market reputation and strong brand image, good infrastructure arrangement, and good production capacity utilization. However, the above factors are constrained by high levered capital structure, sales revenue & profitability were in decreasing position, tight liquidity position with long cash conversion cycle, marginal debt coverage position, moderated disclosure in the financial statements and Banking conduct was very poor with reschedule history and some loans classification status was BL, SMA, SS.

The long term rating implies that the entity has slightly below average

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