

# CREDIT RATING REPORT APEX JUTE MILLS LIMITED



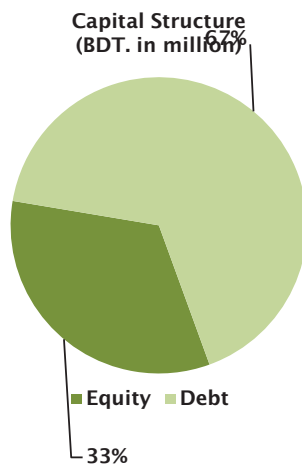
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## Key Snapshot:

BDT. in million	
Particulars	2021
Revenue	32.05
EBIT	0.08
Net Profit	0.05
Total Assets	313.55
Total Equity	104.07
Total debt	209.45
Net Profit Margin (%)	0.2%
ICR (X)	3.65



## Analysts:

**Nazrul Islam**  
nazrul@wasocreditrating.com

**Md. Al Amin Jewel**  
jewel@wasocreditrating.com

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	15 March 2022	14 March 2023

WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

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

## RATING RATIONALE

WCRCL has assigned **'WCRSE 4'** (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to **Apex Jute Mills Limited** (hereinafter referred as "AJML" or "The Company") 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 Company which includes:

- Skilled and proactive directors and management
- Owned business premises and storage facility
- Moderate banking relationship
- Good mortgage security coverage against loan
- Good interest coverage position

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

- Highly levered capital structure
- No updated Trade license
- No insurance coverage
- Lack of proper information
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the company is adjudged to **average level** of credit worthiness in relation to other small enterprises.

WCRCL also viewed the company with "Stable" outlook and believes that AJML will be able to maintain its good fundamentals in the foreseeable future.