

# 1<sup>st</sup> SURVEILLANCE CREDIT RATING REPORT JMI BUILDERS & CONSTRUCTION LIMITED

Ref. no.: FR/2023/030323



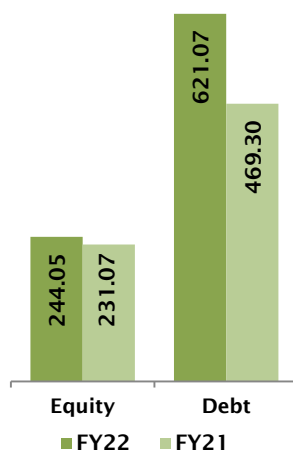
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## Key Snapshot:

Tk. in million		
Particulars	FY22	FY21
Revenue	80.96	45.71
EBIT	39.44	24.85
Net Profit	12.98	12.07
Total Assets	865.12	700.37
Total Equity	244.05	231.07
Debt	621.07	469.30
Net Profit Margin (%)	16.0%	26.4%
CCC (Days)	100	58
ICR (X)	2.65	4.44

Capital Structure  
(BDT. in million)



## Analysts:

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB3	ST-4	Stable	28 March 2023	14 March 2024

Banks	Mode of Investment	Amount Limit	Outstanding Amount	Outstanding Date	Bank Loan Rating
Bengal Commercial Bank Limited	Time Loan-Work Order	150.00	26.42	07.02.2023	blr ST-4

*Financial Based on- Unaudited financial statements up to 30 June 2022.*

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

## RATING RATIONALE

WCRCL has reaffirmed 'BBB3' (pronounced as Triple B Three) rating for the Long Term and 'ST-4' (pronounced as Short Term Four) rating for Short Term to **JMI Builders & Construction Limited** (hereinafter referred to as 'JBCL' 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 assigned "blr ST-4" (pronounced as Bank Loan Rating Short Term Four) rating to short term limit of Tk. 18.00 million.

The above ratings have been assigned based on the fundamentals of the company which include nine projects already handed over, experienced and proactive management, satisfactory loan repayment history, good interest coverage position, and the company has few big on-going projects. However, the above factors are constrained to highly levered capital structure, tight working capital requirement, and stressed liquidity position considering long receivable outstanding days.

The long term rating implies that the company is subject to medium credit risk and considered medium grade and as such may possess certain speculative characteristics. The short term rating implies that currently the entity has the capacity to meet its financial commitment on the obligation; however, it may face uncertainties which could lead to the obligor's inadequate capacity to meet its financial commitment on the obligation.

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