

3rd SURVEILLANCE CREDIT RATING REPORT
NEW KAJOL TANNERY LIMITED
Ref. no.: FR/2023/30740



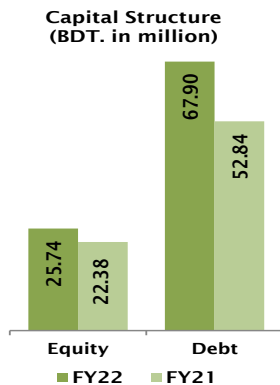
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Key Snapshot:

Tk. in million

Particulars	FY22	FY21
Revenue	78.83	89.76
EBIT	9.09	8.41
Net Profit	3.37	3.89
Total Assets	93.64	75.21
Total Equity	25.74	22.38
Debt	67.90	52.84
Net Profit Margin (%)	4.3	4.3
CCC (Days)	67	67
ICR (X)	2.22	2.32



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRME 4	Stable	10 April 2023	09 April 2024

WCRME 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

BDT. In Million

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 31.03.2023
Janata Bank Limited	CC (Hypo)	40.00	40.90
	Stimulus	10.00	9.98

Financial Based on-Audited statements up to 30th June 2022.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRME 4' (pronounced as WASO Credit Rating Medium Enterprise Four) rating under the SME Rating to New Kajol Tannery Limited (hereinafter referred as "NKTL" or "The Company") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

The above ratings have been assigned based on the fundamentals of the company which include long business track, sponsors have good knowledge about the business, good profitability margin, experienced management team and good infrastructural facilities. However, the above rating has been moderated to some extent due to some factors like moderate liquidity position, lack of insurance coverage, highly levered capital structure and average discloser of financial statements.

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

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