

### 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT SALAM JUTE MILLS (PVT) LIMITED

Ref. no.: FR/2023/030881



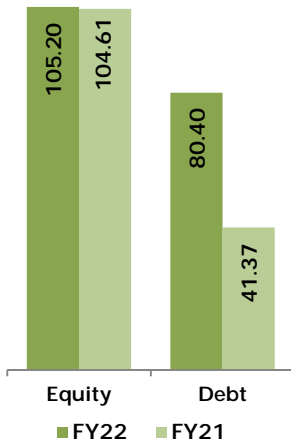
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#### Key Snapshot:

Tk. In Million		
Particulars	FY22	FY21
Revenue	475.50	468.30
EBIT	14.82	13.25
Net Profit	1.33	1.15
Total Assets	185.61	145.98
Total Equity	105.20	104.61
Debt	80.40	41.37
Net Profit Margin (%)	0.3%	0.2%
CCC (Days)	73.15	64.97
ICR (X)	1.78	1.52

Capital Structure  
(BDT. in million)



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRME 3	Stable	07 May 2023	06 May 2024

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

Tk. in million				
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Janata Bank Limited	CC (Hypo)	140.00	15.98	07.05.2023
	Stimulus	50.00	49.99	

Financial Based on audited financial statements up to 30 June 2022.

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

#### RATING RATIONALE

WCRCL has reaffirmed 'WCRME 3' (pronounced as WASO Credit Rating Medium Enterprise Three) rating under the SME Rating to Salam Jute Mills (Pvt) Limited (hereinafter referred as "SJML" or "The Enterprise") 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 enterprise which includes;

- Good market reputation
- Long term relationship with buyer
- Experienced and skilled management
- Support of allied concerns
- Maintain insurance coverage
- Own factory premises

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

- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

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

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