

4th SURVEILLANCE CREDIT RATING REPORT ZAMAN JUTE DIVERSIFIED MILLS LIMITED

Ref. no.: FR/2023/030892



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRME 2	Stable	10 April 2023	22 October 2023

WCRME 2 rating is equivalent to Bangladesh Bank SME rating scale of SME 2 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Bank Name	Mode of Investment	Sanctioned/ Limit Amount	Outstanding Amount	Tk. in million Date of Outstanding
	HPSM	49.96	20.60	
Islami Bank Bangladesh limited	Bai Murabaha-TR	350.00	373.07	09.04.2023
	Stimulus Fund	60.00	63.35	

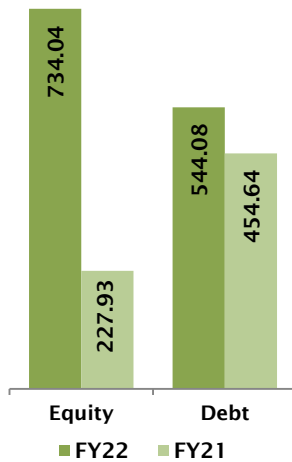
Financial Based on-Audited statements of June ended 2015 to 2022.

Key Snapshot:

Tk. in million

Particulars	FY2022	FY2021
Revenue	672.59	680.22
EBIT	77.34	63.26
Net Profit	33.10	24.79
Total Assets	1,278.12	682.58
Total Equity	734.04	227.93
Debt	544.08	454.64
Net Profit Margin (%)	4.9%	3.6%
CCC (Days)	129	86
ICR (X)	2.03	1.77

Capital Structure
(BDT. in million)



RATING RATIONALE

WCRCL has reaffirmed 'WCRME 2' (pronounced as WASO Credit Rating Medium Enterprise Two) rating under the SME Rating to Zaman Jute Diversified Mills Limited (hereinafter referred to as 'ZJDML' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above ratings have been assigned based on the fundamentals of the company which include good market reputation, long term relationship with buyer, experienced and skilled management, support of allied concerns, maintain insurance coverage, own factory premises and enhancement of 02 MT hessian jute fabrics capacity per day. However, the above factors are constrained by, high Leverage position in the capital structure, low disclosure in the financial statements.

The SME rating implies that the enterprise is adjudged to high level of credit worthiness in relation to other Medium enterprises.

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

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