JOYNAL & BROTHERS

Ref. no.: FR/2023/31173

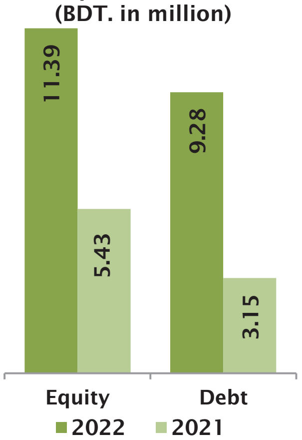
Report Contents:

Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	49.80	15.00
EBIT	2.72	2.02
Net Profit	1.49	1.80
Total Assets	20.67	8.58
Total Equity	11.39	5.43
Debt	9.28	3.15
Net Profit Margin (%)	3.0	12.0
CCC (Days)	44	219
ICR (X)	3.09	10.10

Capital Structure (BDT. in million)



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE3	Stable	07 May 2023	06 May 2024

WCRSE3 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*

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE3' (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to Joynal & Brothers (hereinafter referred as "JB" 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:

- Experienced and skilled management
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Good business network
- Good liquidity position with short cash conversion cycle
- Good interest coverage position
- Low levered capital structure

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

- Low disclosure of financial statements
- No insurance coverage
- Low management information system (MIS) and Manual accounting system

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

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