

# 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT JIM AUTO RICE MILL

Ref. no.: FR/2023/31867



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
WCRSE 3	Stable	12 June 2023	18 June 2024	

WCRSE 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

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount Dated on 11.06.2023
Uttara Bank Limited	CC(H)	9.00	7.43

## Key Snapshot:

Tk. in million

Particulars	2022	2021
Revenue	58.00	65.55
EBIT	7.34	8.34
Net Profit	5.26	6.06
Total Assets	52.00	52.96
Total Equity	35.39	35.92
Debt	16.61	17.05
Net Profit Margin (%)	9.1	9.3
CCC (Days)	224	197
ICR (X)	3.67	3.79

**Financial Based on-** Management prepared financial statements up to 31<sup>st</sup> December 2022.

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

## RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Jim Auto Rice Mill** (hereinafter referred to as '**JARM**' or '**The Enterprise**') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

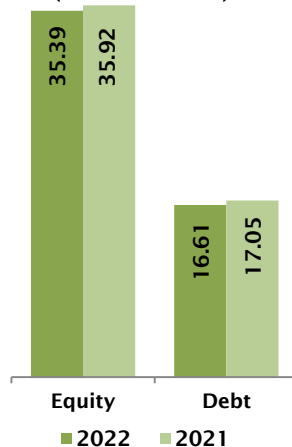
The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Good business network
- Good interest coverage position
- Low levered capital structure

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

- Tight liquidity position with long cash conversion cycle
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

Capital Structure  
(BDT. in million)



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

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