

# 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT JABBAR TRADERS



Ref. no.: FR/2023/032684

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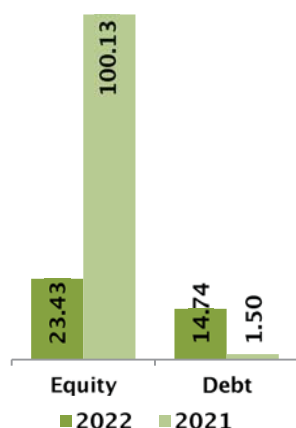
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## Key Snapshot:

BDT. in million

Particulars	2021	2022
Revenue	189.60	50.50
EBIT	22.39	4.65
Net Profit	21.35	3.43
Total Assets	100.78	45.87
Total Equity	100.13	23.43
Total debt	1.50	14.74
Net Profit Margin (%)	11.3	6.8
CCC (Days)	84	318
ICR (X)	22.17	3.85

Capital Structure  
(BDT. in million)



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	25 July 2023	20 July 2024

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Mutual Trust Bank Limited	CC (H)	14.00	12.75	19.07.2023

Financial Based on—unaudited financial statements up to 2022.

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

## RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Jabbar Traders (hereinafter referred as "JT" 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 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

The SME rating implies that the enterprise is adjudged to above average credit quality.

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

This rating may be revised in case of any extraordinary changes in line with the sponsor's equity investment, debt obligations, management, business operations and/or changes in any macro and micro factors in the economy.