

2nd SURVEILLANCE CREDIT RATING REPORT JHUMANA FISHING & POULTRY FARM



Ref. no.: FR/2023/31979

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 4	Stable	12 June 2023	11 June 2024

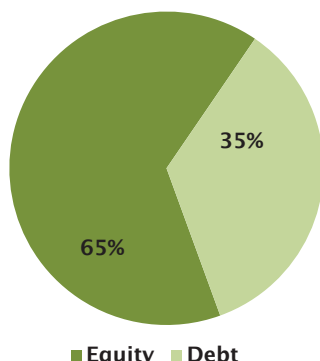
WCRSE 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Tk. in million Date of Outstanding
Al-Arafah Islami Bank Limited	Bai-Muajjal	4.00	4.35	31.03.2023

Key Snapshot:

Particulars	Tk. in million 2022
Revenue	38.89
EBIT	6.04
Net Profit	4.74
Total Assets	45.11
Total Equity	29.36
Debt	15.75
Net Profit Margin (%)	12.2
CCC (Days)	294
ICR (X)	4.78

Capital Structure
(BDT. in million)



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Financial Based on unaudited financial statements up to 31 December 2022.

Methodology: SME rating methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has downgraded 'WCRSE 4' (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to Jhumana Fishing & Poultry Farm (hereinafter referred as "JFPF" 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 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
- Business is getting smaller day by day
- Sales have decreased
- Low disclosure of financial statements
- 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 JFPF will be able to maintain its good fundamentals in the foreseeable future.