

2nd SURVEILLANCE CREDIT RATING REPORT JOM JOM BOSTRALLOY



Ref. no.: FR/2023/033919

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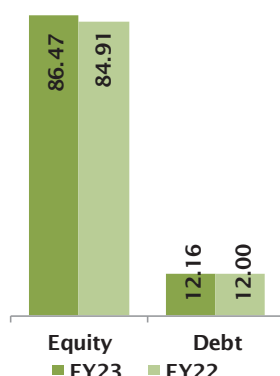
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Key Snapshot:

BDT. in million

Particulars	2023	2022
Revenue	38.03	34.53
EBIT	6.09	5.31
Net Profit	4.33	3.65
Total Assets	98.63	96.91
Total Equity	86.47	84.91
Debt	12.16	12.00
Net Profit Margin (%)	11.4%	10.6%
CCC (Days)	333.00	361.00
ICR (X)	4.30	4.00

Capital Structure
(BDT. in million)



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	26 September 2023	25 September 2024

Financial Based on-unaudited financial statements up to 30 June 2023.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small & Medium Enterprise **Three**) rating under the SME Rating to Jom Jom Bostraloy (hereinafter referred as "JJB" 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
- Owned business premises and storage facility
- Satisfactory banking relationship
- Low levered capital structure
- Good interest coverage position

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

- Low disclosure of financial statements
- Tight liquidity position with long cash conversion cycle
- 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 JJB 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.