

INITIAL CREDIT RATING REPORT JOARDER TRADERS



Ref. no: CRAR-17788/2023

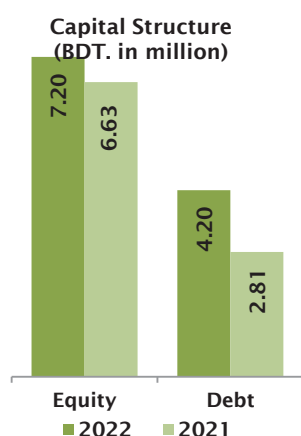
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Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	15.06	14.03
EBIT	1.56	0.99
Net Profit	1.06	0.99
Total Assets	11.40	9.44
Total Equity	7.20	6.63
Total debt	4.20	2.81
Net Profit Margin (%)	7.1%	7.1%
CCC (Days)	29	8.00
ICR (X)	3.13	n/a



Analysts:

Juthi Khanum
juthi@wasocreditrating.com

Nazrul Islam
nazrul@wasocreditrating.com

SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	17 October 2023	16 October 2024

Financial Based on- Un-audited financial statements for 31 December 2022

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

RATING RATIONALE

WCRCL has assigned 'WCRSME3' (pronounced as WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to Joarder 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 mortgage security coverage against loan
- Good profitability margin
- Good liquidity position with short cash conversion cycle
- Comfortable interest coverage position
- Low levered capital structure

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

- Small scale in the business
- No insurance coverage
- Low interest coverage ratio
- Low disclosure of financial statements

The SME rating implies that the Enterprise has 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.