

2nd SURVEILLANCE CREDIT RATING REPORT JOARDER TRADERS



Ref. no.: FR/2023/034115

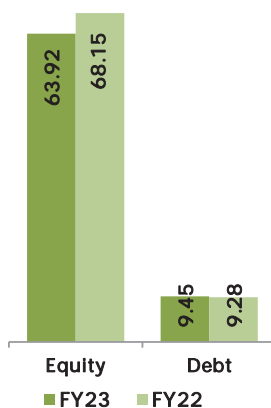
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Key Snapshot:

BDT. in million		
Particulars	FY23	FY22
Revenue	65.27	59.07
EBIT	12.83	12.14
Net Profit	11.78	10.88
Total Assets	73.37	77.42
Total Equity	63.92	68.15
Debt	9.45	9.28
Net Profit Margin (%)	18.0	18.4
CCC (Days)	217	270
ICR (X)	32.19	18.33

Capital Structure
(BDT. in million)



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	03 October 2023	04 October 2024

Financial Based on-Audited financial statements for 30th 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 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:

- Long business experiences of the proprietor in the business
- Good business network
- Low levered capital structure
- Good interest coverage
- Comfortable interest coverage position
- Satisfactory banking relationship

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

- Low disclosure in the financial statements
- Tight liquidity position considering long cash conversion cycle
- Inventory holding risk
- 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.