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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	08 August 2023	28 August 2024

Financial Based on unaudited financial statements up to 30 June 2022.

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 S.A Shamim Jute Mills Limited (hereinafter referred as “SSJML” 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 reaffirmed based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Owned business premises and storage facility
- Good business network
- Low levered firm
- Government support to increase the use of jute products

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

- Tight liquidity position with high cash conversion cycle
- Low disclosure of financial statements
- Manual accounting system

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

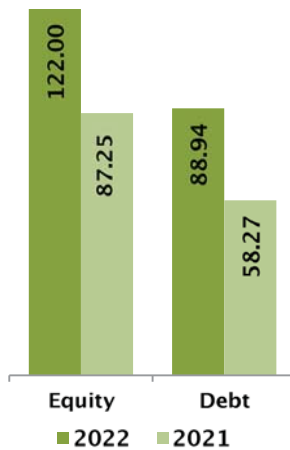
WCRCL also viewed the enterprise with “Stable” outlook and believes that SSJML will be able to maintain its good fundamentals in the foreseeable future. This rating may be revised in case of any extraordinary changes in line with the sponsor’s equity investment, debt obligations, management, business operations and/or changes in any macro and micro factors in the economy.

Key Snapshot:

BDT. in million

Particulars	FY22	FY21
Revenue	578.81	245.38
EBIT	42.29	42.45
Net Profit	34.79	40.67
Total Assets	210.94	145.52
Total Equity	122.00	87.25
Debt	88.94	58.27
Net Profit Margin (%)	6.0%	16.6%
CCC (Days)	86.32	132.75
ICR (X)	16.06	23.90

Capital Structure
(BDT. in million)



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