

6th SURVEILLANCE CREDIT RATING REPORT
BAY JUTE LIMITED



Ref. no.: CRAR-2152/2024

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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	22 January 2024	21 January 2025

Tk. in Million

Bank Name	Mode of Investment	Sanctioned/ Limit Amount	Outstanding Amount	Date of Outstanding
BASIC Bank Limited	STL	25.00	9.89	
	CC (H)	10.00	0.00	31.12.2023
	BG	10.00	2.84	

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

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

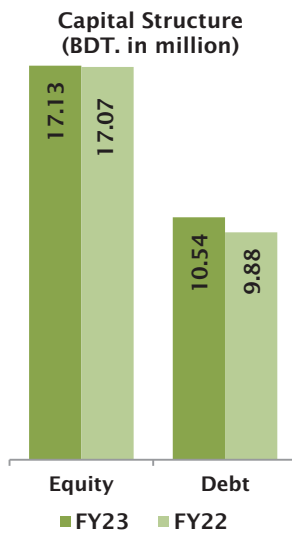
Key Snapshot:

Tk. in million

Particulars	FY23	FY22
Revenue	90.12	81.92
EBIT	12.33	10.67
Net Profit	5.75	4.59
Total Assets	27.67	26.95
Total Equity	17.13	17.07
Debt	10.54	9.88
Net Profit Margin (%)	6.4%	5.6%
CCC (Days)	98.17	118.55
ICR (X)	14.40	26.27

RATING RATIONALE

WCRCL has reaffirmed to ‘WCRSME3 (pronounced as WASO Credit Rating Small and Enterprise Three) rating under the SME rating to Bay Jute Limited (hereinafter referred as “BJL” or “The company”) based on its financial and other relevant qualitative and quantitative information up to the date of the rating issuance.



The above ratings have been assigned based on the fundamentals of the company which include experienced and skilled Management, growing trend of revenue supported by adequate work in hand, good infrastructural arrangement, provide supportive facilities to the workers, government support to increase the use of jute products and good interest coverage position. However, the above rating has been moderated to some extent due to some factors like moderate liquidity position with long cash conversion cycle, no insurance coverage and inventory pile up for long period.

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

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WCRCL also viewed the company with “Stable” outlook and believes that BJL 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.