

1<sup>st</sup> SURVEILLANCE CREDIT RATING REPORT  
**JAMAL ENTERPRISE**

Ref. no.: CRAR-4793/2023



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	05 December 2023	04 December 2024

**Methodology:** SME Rating Methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

**RATING RATIONALE**

WCRCL has upgraded **WCRSME3** (Pronounced WASO Credit Rating Small and Medium Enterprise Three) rating under the SME Rating to **Jamal Enterprise** (hereinafter referred to as 'JE' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

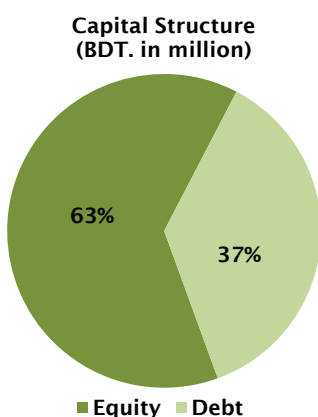
**Key Snapshot:**

Tk. in million

Particulars	2022
Revenue	98.50
EBIT	9.01
Net Profit	7.88
Total Assets	23.52
Total Equity	14.86
Debt	8.66
Net Profit Margin (%)	8.0
CCC (Days)	43
ICR (X)	9.33

The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Long business experiences of the proprietor in the business
- Maintained sound business relation with supplier & buyer
- Good profitability margin
- Low levered capital structure
- Good liquidity position with short cash conversion cycle
- Comfortable interest coverage position
- Satisfactory banking relationship
- Good mortgage security coverage against loan



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

- Low disclosure in the financial statements
- No insurance coverage for the inventory in stock
- Manual accounting system

The SME rating implies that the enterprise has above average credit quality.

WCRCL also viewed the enterprise with "Stable" outlook and believes that JE 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.

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