RATINGS		Long Term	Short Term
ICRs (Issuer Credit Rating Profile)	National ICR	AA- (tr)	J1+ (tr)
	National ICR Outlooks	Stable	Stable
	International FC ICR	BB	-
	International FC ICR Outlooks	Stable	-
	International LC ICR	BB	-
	International LC ICR Outlooks	Stable	-
ISRs (Issue Specific Rating Profile)	National ISR	-	-
	International FC ISR	-	-
	International LC ISR	-	-
Sovereign*	Foreign Currency	BB (Stable)	-
	Local Currency	BB (Stable)	-

* Assigned by JCR on May 10, 2024

EBITDA Margin (%)
37.20   29.95

Operating Ratio (%)
5.09   7.22

Current Ratio (x)
1.91   1.60

Adj.Net Debt/EBITDA (x)
CS   CS

Adj. Debt/Capital (%)
3.96   5.09

EBITDA/Adj.Interest (x)
56.75   125.00

2022   2023

* CS: Cash Surplus

ALFER MÜHENDİSLİK TAAHHÜT TİCARET VE SANAYİ A.Ş.

JCR Eurasia Rating has evaluated **"Alfer Mühendislik Taahhüt Ticaret ve Sanayi A.Ş."** in the investment grade category with very high credit quality, assigned the Long-Term National Issuer Credit Rating as **'AA- (tr)'** and the Short-Term National Issuer Credit Rating as **'J1+ (tr)'** with **'Stable'** outlooks. On the other hand, the Long-Term International Foreign and Local Currency Issuer Credit Ratings and outlooks were determined as **'BB/Stable'** in line with the sovereign ratings and outlooks of Republic of Türkiye.

"Alfer Mühendislik Taahhüt Ticaret ve Sanayi A.Ş." (hereinafter referred to as **"Alfer"** or **"the Company"**) was established on June 16, 1988 in Ankara, Türkiye. The Company operates in the production, renovation and repair services of industrial type fans, filters and fans used in tunnels. The Company carries out its production activities in its factory with a closed area of 14 thousand m^2 and an open area of 20 thousand m^2 in Ankara 1st Organised Industrial Zone.

The Company has a total of 186 employees as of FYE2023 (FYE2022: 171).

As of FYE2023, the shareholder of the Company is Halil Cem Özdemiroğlu with 100% share.

Key rating drivers, as strengths and constraints, are provided below.

Strengths	Constraints
• Satisfactory sales revenue and core profitability margins, despite slight contraction in FY2023, • Sustainable net cash position in the last two-year period supporting leverage indicators, • Strong level of EBITDA to interest expense ratio in the analyzed periods, • Low collection risk thanks to a wide range of customer portfolio supporting asset quality, • Equity structure supported by accumulated profit, • Long-lasting presence in the sector dating back to 1988.	• Net loss in FY2023 mainly arising from the expensing of the balance due from related parties within the scope of Law No. 7440 and TAS 29 effect, • Long cash conversion cycle in FY2023, • Improvement needs in the level of compliance with corporate governance and risk management practices, • Leading economic indicators signal global economic slowdown whereas quantitative tightening actions aim to restrict consumption growth and achieve a soft-landing in the domestic side.
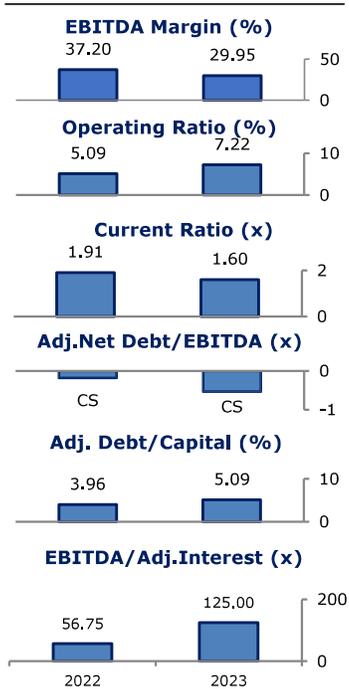
Considering the aforementioned points, the Company's Long-Term National Issuer Credit Rating has been assigned as **'AA- (tr)'**. The Company's satisfactory sales revenue, net cash position, strong level of coverage indicators and low collection risk as well as long cash cycle and slowdown signal in the global economy have been evaluated as important indicators for the stability of the ratings and the outlooks for Long and Short-Term National Issuer Credit Ratings are determined as **'Stable'**. The Company's financial structure, sales and profitability performance, liquidity and leverage indicators will be closely monitored by JCR Eurasia Rating in the upcoming periods. The macroeconomic indicators at national and international markets, as well as market conditions and legal framework about the sector will be monitored as well.