

Corporate Credit Rating

☐ New ☒ Update

Sector: Manufacturing of Chemical Products

Publishing Date: 30/09/2026

Team Leader

Elif Kırilangıç Keçeli

+90 212 352 56 73

elif.keceli@jcrer.com.tr

Senior Analyst

Adem Çengel

+90 212 352 56 73

adem.cengel@jcrer.com.tr

RATINGS		Long Term	Short Term
ICRs (Issuer Credit Rating Profile)	National ICR	BBB (tr)	J2 (tr)
	National ICR Outlooks	Stable	Stable
	International FC ICR	BB	-
	International FC ICR Outlooks	Stable	-
	International LC ICR	BB	-
ISRs (Issue Specific Rating Profile)	International LC ICR Outlooks	Stable	-
	National ISR	-	-
	International FC ISR	-	-
Sovereign*	International LC ISR	-	-
	Foreign Currency	BB (Stable)	-
Sovereign*	Local Currency	BB (Stable)	-

* Affirmed by JCR on August 21, 2026

EBITDA Margin (%)



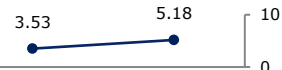
CFO Margin (%)



Current Ratio (x)



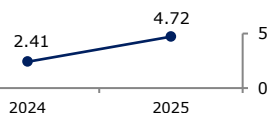
Adj.Net Debt/EBITDA (x)



Adj. Debt/Capital (%)



EBITDA/Adj.Interest (x)



BAGFAŞ BANDIRMA GÜBRE FABRİKALARI A.Ş.

JCR Eurasia Rating has evaluated "Bagfaş Bandırma Gübre Fabrikaları A.Ş." in the investment grade category and affirmed the Long-Term National Issuer Credit Rating at 'BBB (tr)' and the Short-Term National Issuer Credit Rating at 'J2 (tr)' with 'Stable' outlooks. When the global and national scale rating matching published by JCR Eurasia Rating is considered, the Company's Long-Term International Issuer Credit Ratings were assigned as 'BB/Stable' in line with the sovereign ratings and outlooks of the Republic of Türkiye.

Bagfaş Bandırma Gübre Fabrikaları A.Ş. ("Bagfaş", "the Company" or "the Group") was established by local farmers and merchants led by Mr. Recep Gençer in Bandırma, Balıkesir in 1970 and commenced production in 1975. The Company is principally engaged in the production, import and domestic and international sale of chemical fertilizers and industrial acids. Headquartered in İstanbul, Bagfaş conducts its manufacturing operations at its production complex located in Erdek, Balıkesir, while maintaining 4 warehouses in Samsun, Mersin, Muratlı/Tekirdağ and Gelibolu/Çanakkale and a liaison office in Ankara. The production infrastructure includes facilities for sulphuric acid, nitric acid and phosphoric acid, as well as calcium ammonium nitrate/ammonium nitrate (CAN/AN), ammonium sulphate (AS), diammonium phosphate (DAP) and nitrogen-phosphorus-potassium (NPK) compound fertilizers. The sulphuric acid facility also enables electricity generation through the recovery of heat arising from the production process. The Company's own port infrastructure provides direct access to maritime transportation for raw material procurement and product shipments. The Group employed an average workforce of 218 in 1H2026 (FY2025: 218). The shares of Bagfaş have been traded on Borsa İstanbul Stock Exchange since 1986 under the ticker symbol of "BAGFS". As of the report date, the Company's shareholding structure comprised a 38.22% stake registered in the name of Mr. Recep Gençer, who passed away in July 2025, a 6.40% stake held by "Astra Portföy Mutlak Getiri Hedefli Hisse Senedi Serbest Fon" and a 5.67% stake held by Gençer Holding A.Ş., with the remaining 49.71% held by other shareholders. The Company's free float ratio stood at 61.17% as of the report date.

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

Strengths

- Significant improvement in profitability despite the relative decline in sales volumes in 1H2026,
- Satisfactory equity base supported by retained earnings and capital adjustment differences,
- Favorable coverage profile in FY2025 and 1H2026,
- Low level of doubtful receivables contributing to asset quality,
- Adherence to the corporate governance principles as a publicly traded company,
- Integrated production structure and advantages through its own port in a strategic region and electricity production capability,
- Long-standing presence in the fertilizer industry along with wide dealer network.

Constraints

- Noteworthy decline in sales volumes in 1H2026, though accompanied by a more limited decrease in sales revenues,
- High leverage profile as of FYE2025, though an improvement observed as of 1H2026 financials,
- Net working capital deficits due to short-term weighted maturity profile of financial debts,
- Import dependence in raw material supply and sensitivity of profitability to commodity prices,
- Possible negative impacts of sectoral legislation and regulatory environment,
- As actions for a global soft landing gain prominence, geopolitical risks and decisions with the potential to adversely affect global trade are engendering considerable uncertainty.

Considering the aforementioned points, the Company's Long-Term National Issuer Credit Rating has been affirmed at 'BBB (tr)'. The Group's profit margins, equity level, coverage profile, asset quality, corporate governance compliance level, production capabilities, and operating history along with sales, leverage profile, liquidity metrics, sectoral risks and exposures, and deterioration in local and global macroeconomic conditions have been evaluated as important indicators for the 'Stable' outlooks for the Long and Short-Term National Issuer Credit Ratings. The Group's sales, profit margins, leverage and coverage profile, liquidity and cash flow metrics, and input costs 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 the legal framework of the sector will be monitored.