

Corporate Credit Rating

New Update

Sector: Automotive Sub-Industry

Publishing Date: 14/06/2022

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RATINGS		Long Term	Short Term
ICRs (Issuer Credit Profile)	National ICR	AAA (tr)	J1+(tr)
	National ICR Outlooks	Stable	Stable
	International FC ICR	BB	J3
	International FC ICR Outlooks	Stable	Stable
	International LC ICR	BB	J3
	International LC ICR Outlooks	Stable	Stable
ISRs (Issue Specific Profile)	National ISR	-	-
	International FC ISR	-	-
	International LC ISR	-	-
Sovereign*	Foreign Currency	BB (Stable)	-
	Local Currency	BB (Stable)	-
	Currency	BB (Stable)	-

* Assigned by JCR on May 31, 2021

EBITDA Margin (%)



ROAE (%)



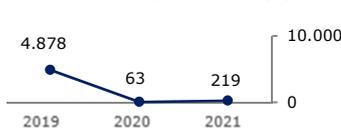
Current Ratio



Adj. Debt/Capital (%)



EBITDA/Adj.Interest (x)



Jantsa Jant Sanayi ve Ticaret A.Ş.

JCR Eurasia Rating, has evaluated the "Jantsa Jant Sanayi ve Ticaret A.Ş." in the highest investment level category and assigned the Long-Term National Issuer Credit Rating at '**AAA (tr)**' and the Short-Term National Issuer Credit Rating at '**J1+ (tr)**' with '**Stable**' outlooks. On the other hand, the Long Term International Foreign and Local Currency Issuer Credit Ratings and outlooks were assigned as '**BB/Stable**' according to JCR-ER's national-global mapping methodology.

Jantsa Jant Sanayi ve Ticaret A.Ş. (referred to as 'the Company' or 'Jantsa Jant') was established in 1977 to address the customers' needs with wheels for commercial, agricultural, industrial and military applications. The head office of the Company is located in Aydin. Jantsa Jant continues its activities in Aydin Umurlu Organized Industrial Zone in two separate open and closed factories, one of which is the administrative building with an area of 9,728 m², the social facility and factory building, and the other is the factory and warehouse building with an area of 68,070 m².

In 2012 Jantsa Jant's shares were listed on Istanbul Stock Exchange under the ticker "JANTS". The Company's stock is traded on the BIST 100, BIST Metal Products, Machinery, BIST Industrials.

Jantsa Jant is one of the largest European manufacturers of steel wheels for commercial, industrial, and agricultural machinery, listed among the top 30 Turkish automotive suppliers. Jantsa Jant is family-owned company that employs over 1,000 associates and boasts 2,0 million wheels annual manufacturing capacity. Jantsa Jant supplies its products to OEM and aftermarket customers, with 80% of output exported to 85 countries worldwide.

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

Strengths

- Robust revenue growth in 2021 and Q1/2022
- Increasing trend of profitability indicators
- Solid equity level
- High level of export share in the turnover providing natural hedge
- Diversified income generation by geographic dispersion
- Asset quality strengthened by low collection risks
- Long-lasting presence in the sector
- High level of compliance regarding corporate governance implementations

Constraints

- Deterioration in CFO and FOCF in 2021 and Q1/2022
- Global chip shortage stands out as a potential risk ahead for the industry
- The geopolitical risks stemming from the Russia-Ukraine tension increasing uncertainties

Considering the aforementioned points, the Company's the Long-Term National Issuer Credit Rating has been assigned as "**AAA (tr)**". The Company's moderate financial leverage, competitive advantages through geographical divergence with wide range of products, capability to access funding resources along with ongoing uncertainties due to the Russia Ukraine tension have been evaluated as important indicators for '**Stable**' outlooks of long and short-term national ratings. On the other hand, the Company's revenue and profitability performance, liquidity position, asset quality, cash flow metrics and geopolitical risks will be closely monitored by JCR Eurasia Rating.