

## Corporate Credit Rating

New Update

**Sector:** Automotive Supply Industry  
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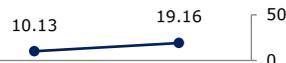
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RATINGS		Long Term	Short Term
		BB+ (tr)	J3 (tr)
ICRs (Issuer Credit Rating Profile)	National ICR	BB+ (tr)	J3 (tr)
	National ICR Outlooks	Stable	Stable
	International FC ICR	B+	-
	International FC ICR Outlooks	Stable	-
ISRs (Issue Specific Profile)	International LC ICR	B+	-
	International LC ICR Outlooks	Stable	-
Sovereign*	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 (%)



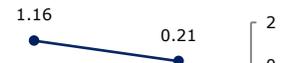
### Net Profit Margin (%)



### Current Ratio (x)



### Adj.Net Debt/EBITDA (x)



### Adj. Debt/Capital (%)



### EBITDA/Adj.Interest (x)



## Nevpa Otomotiv Sanayi ve Ticaret A.Ş.

JCR Eurasia Rating, has evaluated "Nevpa Otomotiv Sanayi ve Ticaret A.Ş." in speculative grade category and assigned the Long-term National Credit Rating as 'BB+ (tr)' and the Short-Term National Credit Rating as 'J3 (tr)' with 'Stable' outlooks. On the other hand, the Long Term International Foreign and Local Currency Issuer Credit Ratings and outlooks were assigned as 'B+/Stable' in line with the global and national scale rating matching published by JCR Eurasia Rating.

**Nevpa Otomotiv Sanayi ve Ticaret A.Ş.** (hereinafter referred to as Nevpa Otomotiv' or 'the Company') was established on June 18, 2013 in Bursa. The main activity of the Company is the producing truck body accessories and superstructure equipment for trailer and refrigerated box manufacturers. Activities are currently carried out in production facilities located in Bursa, İstanbul and Nevşehir. Sales are made both domestically and internationally to more than 60 countries. The Company' s average number of personnel in 2023 is 38 people (2022:42).

Recep Sayar is the sole shareholder of the Company. Apart from Nevpa Otomotiv, other companies are operating under the name of Nevpa Group: Nevpa Alüminyum, Sayar Karuser, Techpol Poliüretan, Nevpa OES Yedek Parça, Nevpa Konya Treyler, Coşkun Nevpa Karoser.

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

### Strengths

- Growth in sales revenues and increase in EBITDA generation capacity in FY2023,
- Improvement in key profitability ratios despite slight decline in net profitability margin in FY2023,
- Moderate improvement in equity as of FYE2023 thanks to internal resource generation capacity despite quite low paid-in capital base,
- In addition to direct exports, the contribution of export-registered sales made through group companies to generate steady FX-oriented income.

### Constraints

- Notable worsening expectation in financial leverage metrics due to increasing indebtedness as a result of the ongoing the Group's common CapEx, despite a reasonable financial leverage outlook in FY2023,
- Improvement needs in compliance with corporate governance practices along with key-person risk stemming from the ownership and management of the company by one individual,
- Limited explanatory nature of the audit report, which contains insufficient information and limits the reliability of the analysis,
- In the shadow of geopolitical risks, leading economic indicators point to continued weakness in global demand conditions, whereas actions for a soft-landing are at the forefront.

Considering the aforementioned points, the Company's Long-Term National Issuer Credit Rating has been assigned as 'BB+ (tr)'. Positive outlook in sales revenues in FY2023 and improvement in profit indicators 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 profitability performance, intragroup fund transfer, and the trends in the industry will be closely monitored by JCR Eurasia Rating in upcoming periods. The macroeconomic indicators at national and international markets, as well as market conditions and legal frame about the sector will be monitored as well.