

## Corporate Credit Rating

New  Update

**Sector:** Construction

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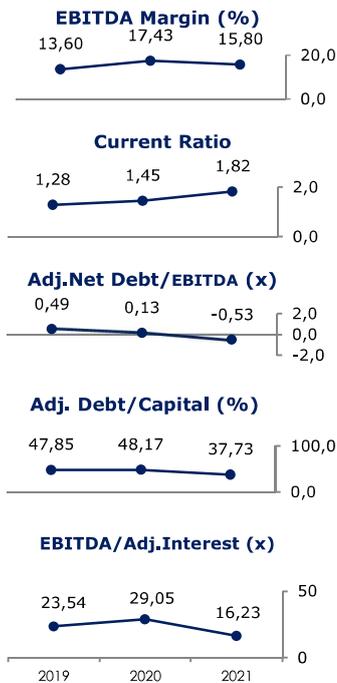
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RATINGS		Long Term	Short Term
ICRs (Issuer Credit Profile)	National ICR	A (tr)	J1 (tr)
	National ICR Outlooks	Stable	Stable
	International FC ICR	BB	-
	International FC ICR Outlooks	Negative	-
	International LC ICR	BB	-
	International LC ICR Outlooks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

\* Assigned by JCR on Aug 18, 2022



## Yeo Teknoloji Enerji ve Endüstri Anonim Şirketi

JCR Eurasia Rating, has evaluated the "Yeo Teknoloji Enerji ve Endüstri Anonim Şirketi" in the high investment level category and assigned the Long-Term National Issuer Credit Rating at 'A (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/Negative' according to JCR-ER's national-global mapping methodology.

Yeo Teknoloji Enerji Ve Endüstri Anonim Şirketi ('the Company' or 'Yeo Teknoloji') was established in 2004 in İstanbul. The main field of activity of the Company is providing services in engineering, electrification, automation, digitalization, IoT and power systems solutions for the energy and process industries in Turkey and abroad. The Company offers solutions in installation and operation processes for renewable energy plants, energy transmission and distribution network, water and wastewater facilities, mining and cement facilities, oil and natural gas facilities, and the process industry.

In 2021 Yeo Teknoloji's shares were listed on İstanbul Stock Exchange under the ticker "YEOTK". The Company's stock is traded on the BIST IPO / BIST All Shares-100 / BIST All Shares / BIST Services.

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

### Strengths

- Sales and net profit margin growth along with the predictable income structure consisted of newly added projects,
- Moderate level of financial leverage ratios,
- High level of cash and cash equivalents underpinning financial stability,
- Sectoral and geographical divergence that contributes risk mitigation of revenue generation,
- Hard currency cash flow stream provides FX risk resilience for the Company,
- Ensuring strong cash inflow and high level of compliance regarding corporate governance implementations with IPO in 2021

### Constraints

- Operational risk exposing due to risk elements arising from abroad operations,
- 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 "A (tr)". The Company's moderate financial leverage, competitive advantages through geographical divergence with wide range of services, 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.