

RATING NOTIFICATION

Rating Agency : JCR AVRASYA DERECELENDİRME A.Ş.
Rated Company : Kocaer Çelik Sanayi ve Ticaret A.Ş.
Address : Maslak Mahallesi Taşyoncası Sokak No:1/F F2 Blok Kat:2 34485 Sarıyer, İstanbul- Türkiye
Phone & Fax No : 0212 352 56 73 – 0212 352 56 75
Date : 25/03/2025
Subject : Article 26 of the CMB Serial VIII, No. 51 Communiqué on Principles

Capital Markets Board of Türkiye (SPK)- To the Accounting Standards Department
Central Securities Depository of the Turkish Capital Markets (MKK)– Public Disclosure Platform

JCR Eurasia Rating has evaluated "**Kocaer Çelik Sanayi ve Ticaret A.Ş.**".

- Ongoing sales volume growth over the last four consecutive years despite a decrease in revenue due to declining unit prices in 2024
- Satisfactory financial leverage profile in reviewed periods
- Moderate equity level over the analyzed years
- Favorable cash flow metrics and adequate liquidity indicators in analyzed periods
- Increasing share of export sales within total revenues and geographical diversification of exports
- Advantages provided by the production of value-added products supported by innovative R&D center and noteworthy focus on sustainability
- Compliance with corporate governance practices as a publicly traded company
- Long-lasting presence and experience in the sector and conformity to the international quality standards
- Contraction in core operational profitability indicators in FY2024
- Net financing expenses pressuring bottom-line profitability and coverage metrics in 2024, despite a decrease in financing expenses
- As actions for a global soft landing gain prominence, decisions with the potential to adversely affect global trade are engendering considerable uncertainty

The Long-Term National Issuer Credit Rating rating of "**Kocaer Çelik Sanayi ve Ticaret A.Ş.**" has been affirmed at '**A+ (tr)**' considering the above mentioned issues. All notes of the Company are determined as follows.

Long-Term National Issuer Credit Rating	:	A+ (tr) / (Stable Outlook)
Long-Term National Issuer Credit Rating	:	J1+ (tr) / (Stable Outlook)
Long Term International Foreign Currency Issuer Credit Rating	:	BB / (Stable Outlook)
Long Term International Local Currency Issuer Credit Rating	:	BB / (Stable Outlook)

NOTE: JCR AVRASYA DERECELENDİRME A.Ş. ratings are objective and independent opinions regarding the creditworthiness of a security and/or issuer and should not be considered as a recommendation to buy, hold, sell or lend any security. Unless otherwise stated, rating reports are valid for 1 year from the date of publication. The validity date of interim reviews cannot exceed the validity date of the original report.

Regards,
JCR AVRASYA DERECELENDİRME A.Ş.

Şevket GÜLEÇ
Executive Vice President

Prof. Dr. Feyzullah YETGİN
General Manager