

## MIRA INFORM REPORT

Report No. :	533866
Report Date :	10.10.2018

### IDENTIFICATION DETAILS

Name :	TOLKAR MAKINA SANAYI VE TICARET A.S.
Registered Office :	10036 Sok. No: 6 Ataturk Organize Sanayi Bolgesi Cigli 35620 Izmir
Country :	Turkey
Date of Incorporation :	24.06.1988
Com. Reg. No.:	98286-K-4132
Legal Form :	Joint Stock Company
Line of Business :	Manufacture and trade of industrial laundry machinery
No. of Employees :	300

### RATING & COMMENTS

(Mira Inform has adopted New Rating mechanism w.e.f. 23<sup>rd</sup> January 2017)

MIRA's Rating :	A
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Credit Rating	Explanation	Rating Comments
A	Acceptable Risk	Business dealings permissible with moderate risk of default

Status :	Satisfactory
Payment Behaviour :	Slow but Correct
Litigation :	Clear

#### NOTES :

Any query related to this report can be made on e-mail : [infodept@mirainform.com](mailto:infodept@mirainform.com) while quoting report number, name and date.

### ECGC Country Risk Classification List

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Country Name	Previous Rating (31.12.2017)	Current Rating (01.04.2018)
Turkey	B2	B1

Risk Category	ECGC Classification
Insignificant	A1
Low Risk	A2
Moderately Low Risk	B1
Moderate Risk	B2
Moderately High Risk	C1
High Risk	C2
Very High Risk	D

**TURKEY - ECONOMIC OVERVIEW**

Turkey's largely free-market economy is driven by its industry and, increasingly, service sectors, although its traditional agriculture sector still accounts for about 25% of employment. The automotive, petrochemical, and electronics industries have risen in importance and surpassed the traditional textiles and clothing sectors within Turkey's export mix. However, the recent period of political stability and economic dynamism has given way to domestic uncertainty and security concerns, which are generating financial market volatility and weighing on Turkey's economic outlook.

Current government policies emphasize populist spending measures and credit breaks, while implementation of structural economic reforms has slowed. The government is playing a more active role in some strategic sectors and has used economic institutions and regulators to target political opponents, undermining private sector confidence in the judicial system. Between July 2016 and March 2017, three credit ratings agencies downgraded Turkey's sovereign credit ratings, citing concerns about the rule of law and the pace of economic reforms.

Turkey remains highly dependent on imported oil and gas but is pursuing energy relationships with a broader set of international partners and taking steps to increase use of domestic energy sources including renewables, nuclear, and coal. The joint Turkish-Azerbaijani Trans-Anatolian Natural Gas Pipeline is moving forward to increase transport of Caspian gas to Turkey and Europe, and when completed will help diversify Turkey's sources of imported gas.

After Turkey experienced a severe financial crisis in 2001, Ankara adopted financial and fiscal reforms as part of an IMF program. The reforms strengthened the country's economic fundamentals and ushered in an era of strong growth, averaging more than 6% annually until 2008. An aggressive privatization program also reduced state involvement in basic industry, banking, transport, power generation, and communication. Global economic conditions and tighter fiscal policy caused GDP to contract in 2009, but Turkey's well-regulated financial markets and banking system helped the country weather the global financial crisis, and GDP growth rebounded to around 9% in 2010 and 2011, as exports and investment recovered following the crisis.

The growth of Turkish GDP since 2016 has revealed the persistent underlying imbalances in the Turkish economy. In particular, Turkey's large current account deficit means it must rely on external investment inflows to finance growth, leaving the economy vulnerable to destabilizing shifts in investor confidence. Other troublesome trends include rising unemployment and inflation, which increased in 2017, given the Turkish lira's continuing depreciation against the dollar. Although government debt remains low at about 30% of GDP, bank and corporate borrowing has almost tripled as a percent of GDP during the past decade, outpacing its emerging-market peers and prompting investor concerns about its long-term sustainability.

Source : CIA

## **COMPANY IDENTIFICATION**

NAME	TOLKAR MAKINA SANAYI VE TICARET A.S.
HEAD OFFICE ADDRESS	10036 Sok. No: 6 Ataturk Organize Sanayi Bolgesi Cigli 35620 Izmir / Turkey
PHONE NUMBER	90-232-376 85 00
FAX NUMBER	90-232-376 76 58
WEB-ADDRESS	www.tolkar.com.tr

## **LEGAL STATUS AND HISTORY**

TAX OFFICE	Cigli
TAX NO	8490030262
REGISTRATION NUMBER	98286-K-4132
REGISTERED OFFICE	Izmir Chamber of Commerce
COMMERCIAL REGISTRY	Izmir Commercial Registry
DATE ESTABLISHED	24.06.1988
ESTABLISHMENT GAZETTE DATE/NO	29.06.1988/2050
LEGAL FORM	Joint Stock Company
TYPE OF COMPANY	Private
REGISTERED CAPITAL	TL 11.352.216
PAID-IN CAPITAL	TL 11.352.216
HISTORY	Previous Registered Capital : TL 1.500.000 / Changed on : 14.10.2008/(Commercial Gazette Date /Number 20.10.2008 /7171)
	Previous Registered Capital : TL 3.500.000 / Changed on : 12.08.2009/(Commercial Gazette Date /Number 19.08.2009 /7379)
	Previous Registered Capital : TL 4.500.000 / Changed on : 17.04.2012/(Commercial Gazette Date /Number 24.04.2012 /8054)
	Previous Registered Capital : TL 11.250.000 / Changed on : 18.07.2012/(Commercial Gazette Date /Number 31.07.2012 /8123)
	Previous Address : 10002 Sok. No: 44/A Ataturk Organize Sanayi Bolgesi Cigli/Izmir / Changed on : 07.05.2001/(Commercial Gazette Date /Number 10.05.2001 /5292)

Merger : The subject took over and merged with "Bay-Kar Pazarlama Camasirhane Makinalari Mutfak Cihazlari Sanayi Ic Dis Ticaret A.S." , "Kartek Camasirhane Makinalari Servis Hizmetleri Ticaret A.S." , "Semteks Makina ve Teknoloji Sanayi ve Ticaret A.S." / Changed on : 18.07.2012/(Commercial Gazette Date /Number 31.07.2012 /8123)

## **OWNERSHIP / MANAGEMENT**

SHAREHOLDERS	Cenk Hasan Karace	45,01 %
	Tolkar Hasan Karace	45,01 %
	Tolkar Makina Sanayi Ve Ticaret A.S.	9,98 %

- Name Of Shareholder: Tolkar Makina Sanayi Ve Ticaret A.S.  
Origin of Shareholder: Turkey  
Tax Number Of Shareholder: 8490030262  
Registration Number Of Shareholder: 98286-K-4132

### **SISTER COMPANIES**

- SMARTEX MAKINA VE YEDEK PARCA TEKNOLOJI SANAYI VE TICARET A.S. ( Origin: Turkey, Registration Number: 116414-MERKEZ )

BOARD OF DIRECTORS Cenk Hasan Karace ( Chairman )  
Tolkar Hasan Karace ( Vice-Chairman )

## **OPERATIONS**

BUSINESS ACTIVITIES Manufacture and trade of industrial laundry machinery. The firm has 8 showrooms and 13 technical service in Turkey.

NACE CODE DK.29.56

SECTOR Machinery

TRADEMARKS OWNED Tolkar

NUMBER OF EMPLOYEES 300

IMPORT COUNTRIES European Countries

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	U.S.A. Japan
MERCHANDISE IMPORTED	Machinery Spare parts
EXPORT COUNTRIES	Northern Cyprus Turkish Republic Libya Sweden Vietnam Bangladesh Sri Lanka Israel Germany Spain Iraq Italy India
MERCHANDISE EXPORTED	Drying machines Washing machines
HEAD OFFICE ADDRESS	10036 Sok. No: 6 Ataturk Organize Sanayi Bolgesi Cigli Izmir / Turkey ( owned )
BRANCHES	Head Office/Factory : 10036 Sok. No: 6 Ataturk Organize Sanayi Bolgesi Cigli Izmir/Turkey ( owned )

## **FINANCE**

MAIN DEALING BANKS	Sekerbank Izmir Branch Fibabanka Izmir Branch QNB Finansbank A.O.S.B Branch		
PAYMENT BEHAVIOUR	Slow but Correct.		
KEY FINANCIAL ELEMENTS	(2015)	(2016)	(2017)
	TL	TL	TL
Profit (Loss) Before Tax	7.428.695	4.061.302	10.776.245

## **COMMENT ON FINANCIAL POSITION**

General Financial Position

The firm is profitable.

The firm has a high amount of capital. The liability of the shareholders is limited to the capital.

## **CREDIT OPINION WITHOUT OBLIGATION**

	Incr. in producers' price index	Average USD/TL	Average EUR/TL	Average GBP/ TL
( 2015 )	5,71 %	2,7230	3,0254	4,1661
( 2016 )	9,94 %	3,0292	3,3349	4,1006
( 2017 )	15,47 %	3,6337	4,1120	4,7059
( 01.01-30.09.2018)	38,96 %	4,5878	5,4581	6,1749

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 74.10
UK Pound	1	INR 96.99
Euro	1	INR 85.11
TRY	1	INR 12.22

**Note** : Above are approximate rates obtained from sources believed to be correct

**INFORMATION DETAILS**

Analysis Done by :	NIS
Report Prepared by :	TRU

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**RATING EXPLANATIONS**

Credit Rating	Explanation	Rating Comments
A++	Minimum Risk	Business dealings permissible with minimum risk of default
A+	Low Risk	Business dealings permissible with low risk of default
A	Acceptable Risk	Business dealings permissible with moderate risk of default
B	Medium Risk	Business dealings permissible on a regular monitoring basis
C	Medium High Risk	Business dealings permissible preferably on secured basis
D	High Risk	Business dealing not recommended or on secured terms only
NB	New Business	No recommendation can be done due to business in infancy stage
NT	No Trace	No recommendation can be done as the business is not traceable

NB is stated where there is insufficient information to facilitate rating. However, it is not to be considered as unfavourable.

This score serves as a reference to assess SC's credit risk and to set the amount of credit to be extended. It is calculated from a composite of weighted scores obtained from each of the major sections of this report. The assessed factors are as follows:

- Financial condition covering various ratios
- Company background and operations size
- Promoters / Management background
- Payment record
- Litigation against the subject
- Industry scenario / competitor analysis
- Supplier / Customer / Banker review (wherever available)