



# **Entity Credit Rating Summary Report**

## **Rawabi Holding Company**

(Closed Joint Stock Company )

February 2026

## Report Contents

February 05, 2026

<i>Rawabi Holding Company</i>	
<b>Domicile</b>	<i>Saudi Arabia</i>
<b>Long-Term Rating</b>	<i>B+</i>
<b>Outlook</b>	<i>Stable</i>
<b>Short-Term Rating</b>	<i>T-6</i>
<b>Sukuk Rating</b>	<i>B+</i>
<b>Rating Watch</b>	<i>Negative</i>
<b>Action Type</b>	<i>Downgrade</i>
<b>Rating Type</b>	<i>Solicited</i>
<b>Last Rating Action</b>	<i>October 2025</i>
<b>Date of Initial Relationship</b>	<i>September 2023</i>
<b>Methodology Deviation</b>	<i>None</i>

### 1.1 TASSNIEF's Opinion:

Tassnief has downgraded the long-term entity rating of Rawabi Holding Company ('Rawabi Holding' or 'the Company ') from “BBB+” (Triple B Plus) to “B+” (Single B Plus) and short-term rating from “T-4” to “T-6”. The rating of Sukuk has also been downgraded from “BBB+” (Triple B Plus) to “B+” (Single B Plus). The ratings remain classified as “Rating Watch – Negative” indicating the issuer or issuance is considered to have very low creditworthiness and thus poses a high credit risk. The risk profile is subject to significant variability in response to changes in economic or sector-specific conditions.

**About the Company:** Rawabi Holding is a diversified conglomerate, through its wholly owned subsidiaries, consolidated and managed joint ventures, and affiliated investments, focused primarily on oil and gas services. The Company's operations are divided into five sectors: oilfield services, marine services, contracting, industry, and investment.

### 1.2 TASSNIEF's Rating Rationale:

The downgrade reflects aggressive financial policy and weak coverage metrics. Moreover, continued deterioration in the Company's liquidity position and heightened refinancing risk, as the resolution of the accelerated repayment of a bilateral bank facility is taking longer than previously anticipated. Tassnief had

already highlighted this as a key rating trigger in its previous announcement and expected settlement to materialize in Q4 2025. The extended resolution timeline has prolonged funding uncertainty and constrained access to working-capital facilities, resulting in sustained pressure on working capital and elevated risk around near-term debt servicing and Sukuk refinancing.

The Company has encountered challenges in securing and maintaining working capital lines, which may adversely impact operations. Such limitations could potentially constrain vessel deployment, delay progress on construction contracting projects, and negatively affect business volumes within the oilfield service division. Consequently, internally generated cash flows are expected to decline to levels that are insufficient to meet upcoming debt maturities. Although Rawabi maintains a sizeable order backlog, Tassnief expects cashflow generation to remain materially misaligned with scheduled debt repayments in 2026 given current challenges. This includes sizeable Sukuk maturities, which have historically been refinanced through the issuances of new Sukuks; however, the Company's weakened liquidity position and elevated refinancing risk introduce heightened uncertainty regarding the timely execution of such refinancing.

The multiple-notch downgrade primarily reflects significant liquidity pressures and heightened refinancing risks. The rating also considers the Company's substantial dependence on successful refinancing and lender support to meet upcoming obligations, compounded by limited liquidity buffer and subdued cashflow generation. Given the considerable shortfall in cashflow, Tassnief anticipates the potential need for debt restructuring in the near terms.

### **1.3 Rating Triggers**

Sizeable equity injections, restoration of funding lines, and a sustained improvement in cash-flow generation relative to debt maturity are warranted to support ratings. The "Rating Watch – Negative" status reflects the risk that further pressure could arise if access to working capital facilities is not restored, and refinancing of upcoming maturities, including the Sukuk, cannot be executed on acceptable terms.

## **RELATED CRITERIA AND METHODOLOGY**

Rating Methodology for Corporate 2024 can be found on the website: [www.tassnief.com](http://www.tassnief.com)

### **DISCLAIMER:**

- Simah Rating Agency (“TASSNIEF”) has conducted this exercise in accordance with its approved Rating Methodologies and Policies to develop a credit rating opinion on the rated entity. The credit ratings and observations presented herein are solely opinions and do not constitute statements of fact or recommendations to purchase, hold, or sell any securities, nor do they serve as advice for any other investment decisions.
- Our assessment is based on certain assumptions and limitations, and we verify the information provided by the rated entity to the extent possible. Ratings are subject to change based on new information, assumptions, and judgements made at the time of the rating. No assurance is given regarding future performance or rating stability.
- The credit ratings are provided solely for informational purposes and do not constitute investment advice or recommendations. Investors and stakeholders are encouraged to conduct their own thorough due diligence and consider all relevant factors before making any investment or financial decisions. The ratings should not be construed as an endorsement to buy, sell, or hold any securities or financial instruments.
- TASSNIEF is not legally obliged for any losses or damages resulting by errors received in TASSNIEF’s information, since the rating was based on what the rated client has provided or what is available from third parties. Rating information includes financial and qualitative data provided by the client, as well as minutes and on-site review.
- The analyses and forecasts in this rating report are inherently forward-looking and cannot be verified. As a result, despite any verification of current facts, ratings and forecasts can be affected by future events or conditions that were not anticipated at the time a rating or forecast was issued or affirmed.
- This rating has not been amended following disclosure to the rated entity or its related party(ies). All analyses related to the rating report are merely opinions of TASSNIEF on the rating date.
- This credit rating herein was determined in accordance with the principal methodology outlined in our published methodologies, which are available on our website at [www.tassnief.com](http://www.tassnief.com). This methodology, including any significant adjustments or deviations from standard procedures, was applied to arrive at the rating.
- The rating scale, meaning of each rating category, default or recovery definitions, and relevant risk warnings – including a sensitivity analysis of key assumptions – are also available on our website.

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## TASSNIEF's Long-term & Short-term Rating Scale



Long-Term Rating Scale	Definitions
AAA	<b>Extremely Robust</b> ; Tassnief considers the rated issuer or issuance hold the <b>highest creditworthiness</b> , thus <b>negligible credit risk</b>
AA+ AA AA-	<b>Very Robust</b> ; Tassnief considers the rated issuer or issuance to hold <b>very high creditworthiness</b> , thus <b>minimal credit risk</b> . Risk profile may vary slightly with changes in economic / sector conditions
A+ A A-	<b>Robust</b> ; Tassnief considers the rated issuer or issuance to hold <b>high creditworthiness</b> , thus <b>very low credit risk</b> . Risk profile may vary with changes in economic / sector conditions
BBB+ BBB BBB-	<b>Moderate</b> ; Tassnief considers the rated issuer or issuance hold <b>adequate creditworthiness</b> , thus <b>low credit risk</b> . Risk profile may exhibit moderately high variation with changes in economic / sector conditions
BB+ BB BB-	Tassnief considers the rated issuer or issuance hold <b>low to moderate credit risk</b> . Risk profile may exhibit wide variation with changes in economic / sector conditions.
B+ B B-	Tassnief considers the rated issuer or issuance hold <b>very low creditworthiness</b> , thus <b>high credit risk</b>
CCC+ CCC CCC-	Tassnief considers the rated issuer or issuance hold <b>extremely low creditworthiness</b> , thus <b>very high credit risk</b>
CC C	<b>Highly speculative credit profile</b> , and the default is imminent
D	Tassnief considers the rated issuer or issuance have <b>defaulted or may default soon</b> .

\*\*\*\*End of Report\*\*\*\*