# CORPORATE CREDIT RATING SUMMARY REPORT

## (Unsolicited Rating)

## Atlas Elevators Company for General Trading and Contracting

### Saudi Joint Stock Company

**March 2026**

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## Related Criteria and Methodology

The specific rating methodologies and criteria applied in this analysis are available on the Tassnief website. To view or download these documents, please visit www.tassnief.com.

**Talha Iqbal**
Rating Manager

**T:** 011-250-6627
**E:** tiqbal@tassnief.com

**Syed Fahim**
Rating Analyst

**T:** 011-250-1846
**E:** sfahim@tassnief.com

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## 1. Tassnief's Rating Opinion

Tassnief has maintained the long-term entity rating of **"Double B" (BB) (pi)** and short-term entity rating of **"T-5"** assigned to Atlas Elevators Company for General Trading and Contracting (Atlas) ('Atlas' or 'the Company'). The outlook on the rating is "Stable". Tassnief considers the rated issuer to hold low to moderate credit risk although the risk profile may depict high variation with changes in economic or sector conditions.

**About the Company:**

Atlas Elevators Company for General Trading and Contracting is a Saudi joint stock company with CR#1010280805 dated January 2010. The Company is engaged in installation, repair and maintenance of escalators and elevators.

| Atlas Elevators Company for General Trading and Contracting – Unsolicited Entity Rating | |
|---|---|
| **Domicile** | Saudi Arabia |
| **Long-Term Rating** | BB (pi) |
| **Outlook** | Stable |
| **Short-Term Rating** | T-5 |
| **Rating Watch** | No |
| **Rating Action** | Maintained |
| **Rating Type** | Unsolicited |
| **Date of Initial Rating** | March 2025 |
| **Date of Last Review** | March 2026 |
| **Deviation from Methodology** | None |

## 2. Rating Rationale

Atlas Elevators Company for General Trading and Contracting ("Atlas" or the "Company") is engaged in installation, repair and maintenance of escalators and elevators. The assigned ratings incorporate extensive experience of operating in the escalators and elevators business through associated entities operating in foreign markets, low leveraged capital structure, and decent profitability and cash flows. However, the ratings are constrained by low revenue growth on historical basis, and limited projected revenue growth, along with a constrained working capital cycle with substantial inventory on balance sheet.

Assessment of governance profile incorporates presence of a 5-member board of directors with composition that is compliant with regulations. Apart from the Board of Directors there are two board level committees for audit and nomination and remuneration. Board meetings are conducted with satisfactory frequency and attendance.

The Saudi elevators and escalators industry is expected to grow at a CAGR of 5.66% from 2023-2029. It is dominated by 4-5 major players. The key growth drivers of the sector comprise Vision 2030 initiatives (including smart cities and economic zones), urbanization and population growth, and tourism and healthcare projects under Vision 2030. Some of the main challenges could include timely execution of ongoing construction projects, and demand for sustainable solutions. A key trend is innovation through integration of Internet of Things (IoT) technologies and sustainable energy related improvements.

Atlas was setup in KSA in 2010 and therefore has limited track record of operating in the Kingdom. However, it has 20+ years of experience through its associated operations in Kuwait and other countries. On aggregate basis, including foreign operations, Atlas has completed over 15,000 projects, with over 10,000 contracts under maintenance, and over 25,000 clients. Including foreign operations, it has partnerships with Hyundai Elevators, Sodimas, Delfar, TK Access Limited, Hidral, PVE and Terry Lifts.

Financial risk profile is characterized by stagnant revenue trend with good profitability, capitalization profile that is adequate in relation to scale of operations and substantial inventory on balance sheet has constrained the working capital cycle. Specific focus on inventory management is warranted in order to prevent pressure on the liquidity profile of the Company.

## 3. Rating Triggers

Addition of new projects to order book, which support revenue growth and scale of operations, will be a positive rating trigger. Moreover, Company's ability to enhance stability in business and financial risk profile through successful execution of diversification efforts, and focus on inventory management, remains important.

## Tassnief's Long-Term and Short-Term Rating Scale

<table>
<thead>
<tr><th>Classification</th><th>Risk Level</th><th>Long-Term Rating</th><th colspan="2">Short-Term Mapping</th></tr>
</thead>
<tbody>
<tr><td rowspan="4">High Grade</td><td rowspan="4">Negligible Risk</td><td>AAA</td><td>T-1</td><td></td></tr>
<tr><td>AA+</td><td></td><td rowspan="5">T-2</td></tr>
<tr><td>AA</td><td></td></tr>
<tr><td>AA-</td><td></td></tr>
<tr><td rowspan="3">Investment Grade</td><td rowspan="3">Very Low Risk</td><td>A+</td><td></td></tr>
<tr><td>A</td><td rowspan="3">T-3</td></tr>
<tr><td>A-</td><td></td></tr>
<tr><td rowspan="3">Investment Grade</td><td rowspan="3">Low Risk</td><td>BBB+</td><td rowspan="3">T-4</td></tr>
<tr><td>BBB</td><td></td></tr>
<tr><td>BBB-</td><td></td></tr>
<tr><td rowspan="3">Near Prime</td><td rowspan="3">Low to Moderate Risk</td><td>BB+</td><td rowspan="4">T-5</td><td></td></tr>
<tr><td>BB</td><td></td></tr>
<tr><td>BB-</td><td></td></tr>
<tr><td rowspan="3">Sub Prime</td><td rowspan="3">High Risk</td><td>B+</td><td rowspan="8">T-6</td></tr>
<tr><td>B</td><td></td></tr>
<tr><td>B-</td><td></td></tr>
<tr><td rowspan="3">Credit Watch</td><td rowspan="3">Very High Risk</td><td>CCC+</td><td></td></tr>
<tr><td>CCC</td><td></td></tr>
<tr><td>CCC-</td><td></td></tr>
<tr><td rowspan="3">Distressed</td><td rowspan="2">Extremely High Risk</td><td>CC</td><td></td></tr>
<tr><td>C</td><td></td></tr>
<tr><td>Default</td><td>D</td><td>T-7</td><td></td></tr>
</tbody>
</table>

## Tassnief's Long-Term Rating Definitions

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

**--- End of Report ---**