Emeco

ASX Release

24 October 2025

ASX: EHL ('EMECO', 'GROUP' OR 'THE COMPANY')

Moody's Credit Rating unchanged at Ba3 with Stable Outlook

Emeco Holdings Limited (ASX: EHL) is pleased to announce that rating agency Moody's Investors Service Inc (Moody's) conducted its periodic review which resulted in no change to Emeco's ratings, including its Ba3 corporate family rating with a stable outlook.

Moody's stated the Ba3 credit profile reflects Emeco's strong market position in the Australian mining equipment rental sector and the increasing contribution of its capital-light maintenance business, which has helped diversify its earnings base.

Moody's also highlighted that Emeco has demonstrated a track record of maintaining a conservative financial profile, supported by a commodity-agnostic fleet and underpinned by its ability to embed integrated rental, maintenance and operational support services within customer operations.

Ian Testrow, Managing Director and Chief Executive Officer of Emeco stated: "Moody's position recognises the strength of our integrated rental and maintenance business model, as well as our focus on risk management in the business. As noted by Moody's, we are well advanced in the process to refinance of our debt facilities. The interest rate environment has improved over the course of the refinancing process and coupled with the stable credit rating, we expect the refinancing to be completed in HY26."

-ENDS-

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This announcement was authorised to be provided to the ASX by Penny Young, Company Secretary of Emeco Holdings Limited

Emeco Holdings Limited (ASX: EHL) is an ASX listed company providing open cut and underground mining equipment, maintenance and project support solutions and services. The Company supplies safe, reliable and maintained open cut and underground equipment rental solutions, together with onsite infrastructure to its customers. Emeco also provides repair and maintenance, and component and machine rebuild services and supplies operator, technical and engineering solutions and services to the mining industry.

MOODY'S RATINGS

Announcement of Periodic Review: Moody's Ratings announces completion of a periodic review of ratings of Emeco Holdings Limited

24 Oct 2025

Sydney, October 24, 2025 -- Moody's Ratings (Moody's) has completed a periodic review of the ratings of Emeco Holdings Limited and other ratings that are associated with this issuer.

The review was conducted through a rating committee held on 21 October 2025 in which we reassessed the appropriateness of the ratings in the context of the relevant principal methodology(ies), and recent developments.

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This publication does not announce a credit rating action and is not an indication of whether or not a credit rating action is likely in the near future. Please see the Issuer page on https://ratings.moodys.com for the most updated credit rating action information and rating history.

Key Rating considerations and rationale are summarized below.

Emeco's ratings, including its Ba3 corporate family rating (CFR) and stable outlook, remain unchanged. The Ba3 credit profile reflects Emeco's strong market position in the Australian mining equipment rental sector and the increasing contribution of its capital-light maintenance business, which has helped diversify its earnings base. The company demonstrates a track record of maintaining a conservative financial profile, supported by solid credit metrics, a commodity-agnostic fleet, and a consistent history of contract renewals and extensions, underpinned by its ability to embed integrated rental, maintenance, and operational support services within customer operations.

We expect Emeco to continue exercising financial discipline, with a focus on free cash flow generation and deleveraging over the next 12–18 months. Gross debt/EBITDA is projected to remain between 0.9x–1.1x, well within the parameters set for the current rating. While steady mining production is expected to support equipment demand, Emeco's credit profile remains constrained by its smaller scale and diversity relative to similarly rated peers, and its exposure to the inherent cyclicality of the minerals sector, which can lead to sharp earnings and cash flow volatility during downturns.

Near-term refinancing risk is a key focus. All debt facilities are now current, including the $95 million revolving credit facility (currently undrawn) maturing in December 2025 and the $250 million AMTN maturing in July 2026. We understand management is actively prioritising refinancing, with advanced plans already underway. We expect no issues with Emeco's access to capital, supported by its robust operational performance and established lender relationships. However, timely execution over the coming months will be critical, as any material delays could heighten refinancing risk and negatively impact the rating.

This document summarizes our view as of the publication date and will not be updated until the next periodic review announcement, which will incorporate material changes in credit circumstances (if any) during the intervening period.

The principal methodology used for this review was Equipment and Transportation Rental published in October 2025. Please see the Rating Methodologies page on https://ratings.moodys.com for a copy of this methodology.

Emeco's Ba3 rating is three notches below the scorecard-indicated outcome of Baa3. This reflects the company's smaller scale and limited diversification compared to higher-rated peers, as well as its exposure to the inherent cyclicality of the minerals industry, which can cause sharp declines in earnings and cash flow during cyclical downturns.

This announcement applies only to EU rated, UK rated, EU endorsed and UK endorsed ratings. Non-EU rated, non-UK rated, non-EU endorsed and non-UK endorsed ratings may be referenced herein to the extent necessary, if they are part of the same organization list.

This publication does not announce a credit rating action. For any credit ratings referenced in this publication, please see the issuer/deal page on https://ratings.moodys.com for the most updated credit rating action information and rating history.

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