

Corporate Credit Rating

Factoring

AKFACTORING		Long Term	Short Term
International	Foreign Currency	BBB-	A-3
	Local Currency	BBB-	A-3
	Outlook	FC	Stable
LC		Stable	Stable
National	Local Rating	BBB (Trk)	A-3 (Trk)
	Outlook	Stable	Stable
Sponsor Support		2	-
Stand Alone		BC	-
Sovereign*	Foreign Currency	BBB-	-
	Local Currency	BBB-	-
	Outlook	FC	Stable
LC		Stable	-

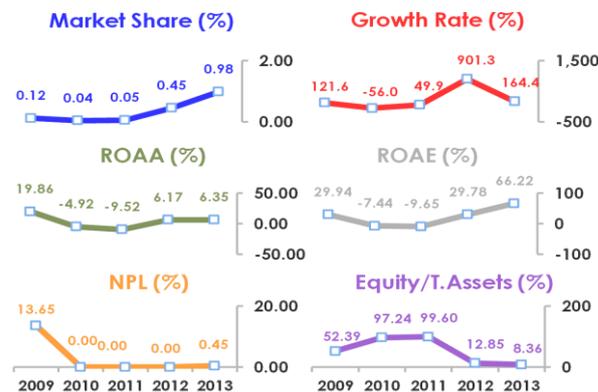
*Assigned by Japan Credit Rating Agency, JCR on May 23, 2013

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Strengths

- Above sector average growth rates and an improvement in market share consecutively for the last 2 years,
- Strong interest income strengthening profitability notably thanks to robust demand,
- Fractional NPL ratios creating comparative advantages and asset quality thanks to effective risk management,
- Diversified borrowing structure with a bond issue enabling long term funding,
- Senior finance professional management team as well as specialized knowledge of the Turkish financial sector,

Constraints

- Downturn in equity level descending sector average due to fully external financing of funding needs,
- Highly intensive and fragmented market competition throughout the sector,
- Vulnerable global market conditions, political instability of economic influences and suppressed risk appetite of investors in the elections period leading to economic slowdown and sector-wide potential of diminishing profit margin through rising NPLs,
- Ongoing concentration of factorial receivables pressuring the asset quality,
- Improvements needed in corporate governance principles,

AK FAKTORING A.Ş.					
Financial Data	2013*	2012*	2011*	2010*	2009*
Total Assets (000 USD)	100,560	45,589	4,284	3,510	8,243
Total Assets (000 TRY)	214,233	81,038	8,093	5,398	12,260
Equity (000 TRY)	17,904	10,411	8,061	5,248	6,423
Net Profit (000 TRY)	7,493	2,350	-688	-350	1,458
Market Share (%)	0.98	0.45	0.05	0.04	0.12
ROAA (%)	6.35	6.17	-9.52	-4.92	19.86
ROAE (%)	66.22	29.78	-9.65	-7.44	29.94
Equity/ T. Assets (%)	8.36	12.85	99.60	97.24	52.39
NPL (%)	0.45	0.00	0.00	0.00	13.65
Growth Rate (%)	164.36	901.34	49.94	-55.97	121.64

*End of year

Company Overview

Ak Faktoring A.Ş. (hereafter referred to as “**Ak Faktoring**” or “**the Company**”), established in 1992 under the name “Ak Faktoring Hizmetleri Ticaret Anonim Şirketi”, operates in the Turkish Factoring Sector. The Company changed its title to “Ak Faktoring Anonim Şirketi” in 2012, following the transfer of the majority shares from “Atalay Family” to “Altınbaş Family” members in 2011. The Company began operating activities in April 2012.

The Company's shareholding structure, consisting of 5 individuals, has not changed since 2012. The main controlling shareholders are Mr. Inan Altınbaş (50%) and Mr. Hüseyin Altınbaş (47%), with an additional 1% belonging to Altınbaş Holding A.Ş. With roots reaching back to the 1950s, the Holding operates in the fields of asset management, construction and factoring.

Ak Faktoring provides collection services, guarantee payments of receivables on behalf of debtors based on invoices or other certifying documents representing the domestic sales of goods and services.

The Company carries out its fully domestic and revocable factoring transactions through its headquarter in Istanbul and employed a staff force of 39 in FYE2013. The Company's long term national grade was upgraded one notch to ‘**BBB (Trk)**’ with a ‘**Stable**’ outlook.

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