

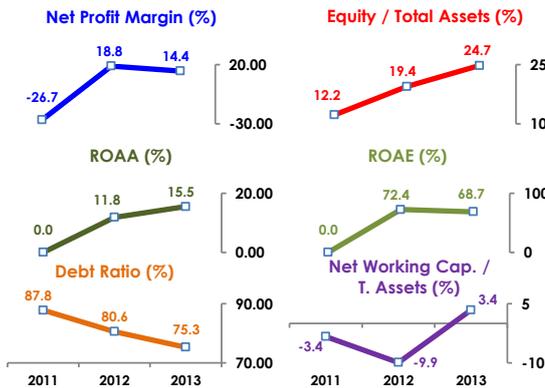
**Corporate Credit Rating**
**Energy**

ORTADOĞU ENERJİ		Long Term	Short Term	
International	Foreign currency	BBB-	A-3	
	Local currency	BBB-	A-3	
	Outlook	FC	Stable	Stable
		LC	Stable	Stable
National	Local Rating	A- (Trk)	A-1 (Trk)	
	Outlook	Stable	Stable	
Sponsor Support		2	-	
Stand Alone		B	-	
Sovereign*	Foreign currency	BBB-	-	
	Local currency	BBB-	-	
	Outlook	FC	Stable	-
		LC	Stable	-

\*Assigned by Japan Credit Rating Agency, JCR on July 11, 2014

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**Strengths**

- Sustained enhancement of assets by successive establishment of plants
- Remarkable growth trend in sales revenues outperforming already high asset growth rates by far
- Relatively low production costs of electricity sales expected to contribute to the profitability indicators
- Terms of electricity sales facilitating liquidity management
- Regulated operations and attributes of client portfolio despite high concentration values supporting resiliency and predictability of revenues
- Being a pioneering firm in the landfill gas energy segment through its innovative implementations via outstanding R&D efforts involving academia with a view to enhancing sustainability
- Growing energy needs of Turkey ensuring strong demand for electricity production business, which promises further growth potential
- Shareholders of the Company and the Group affiliated with having operations in diverse fields and financial supporting capacity
- Accumulation of carbon offset credits obtained through its operations in the renewable energy segment expected to provide the Company with incremental revenues

**ORTADOĞU ENERJİ SAN. ve TİC. A.Ş. & ITS CONSOLIDATED SUBSIDIARIES**

Financial Data	2013*	2012*	2011*
Total Assets (000 USD)	55,816	48,498	33,998
Total Assets (000 TRY)	119,128	86,453	64,219
Equity (000 TRY)	29,446	16,807	7,841
Net Profit (000 TRY)	12,639	7,968	-5,263
Net Sales (000 TRY)	87,525	42,490	19,724
Net Profit Margin (%)	14.44	18.75	-26.68
ROAA (%)	15.45	11.84	n.a
ROAE (%)	68.68	72.37	n.a
Equity / Total Assets (%)	24.72	19.44	12.21
Net W. Cap. / T. Assets (%)	3.41	-9.92	-3.36
Debt Ratio (%)	75.28	80.56	87.79
Asset Growth Rate (%)	37.79	34.62	n.a

\*End of year

**Overview**

**Ortadoğu Enerji Sanayi ve Ticaret A.Ş.**, (hereinafter referred to as "Ortadoğu Energy" or "the Company"), established in Istanbul in 2007 within the Ortadoğu Group, initiated its energy production through the Landfill Gas Electricity Energy Production plant in 2009. The major shareholders of the Company are Ortadoğu Group and Yeşil Holding with their roots dating back to 1981 and 1948, respectively.

The Company operates mainly in the energy sector with a special focus on renewable energy segment particularly in the field of landfill gas power plants. Ortadoğu Energy has also been involved in the electricity trade through its subsidiary titled Ortadoğu Elektrik Enerjisi Toptan Satış A.Ş. and in the landfill gas electricity energy production in Kocaeli through its subsidiary titled Körfez Enerji San. ve Tic. A.Ş..

The Company employed a workforce of 94 as of December 31, 2013 (FYE2012: 86).

**Constraints**

- Partial exposure to foreign currency position exerting pressure on profitability ratios through time lags between repayment dates of loans and collection dates although both being in foreign currency denominations
- Exposure to volatility in interest rates through the utilization of floating rate loans
- Need for improvement regarding the compliance level with corporate governance principles
- Ongoing political headwinds, decrease in risk appetite of investors and downside risks to growth and pressure to be exerted on profit margins
- Few granularities on client basis and undiversified business risk through concentration on a single sector
- Upward trend in energy usufruct expenses with regard to sales partially inhibiting the profitability indicators

**Publication Date: September 12, 2014**
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