

Corporate Credit Rating

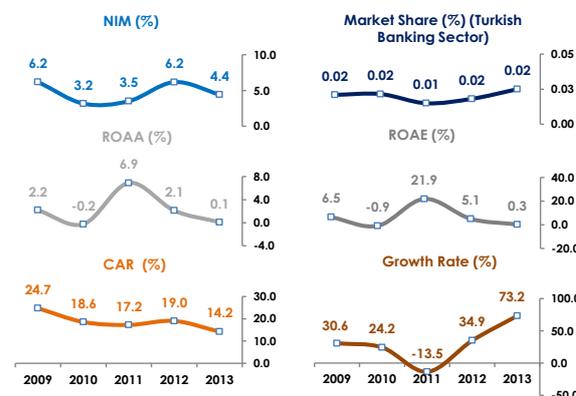
Banking

[Financial Institutions]

		Long Term	Short Term	
International	Foreign Currency	BBB-	A-3	
	Local Currency	BBB	A-3	
	Outlook	Stable	Stable	
National	Local Rating	AA- (Trk)	A-1 (Trk)	
	Outlook	Stable	Stable	
Sponsor Support		1	-	
Stand Alone		AB	-	
Sovereign*	Foreign Currency	BBB-	-	
	Local Currency	BBB-	-	
	Outlook	FC	Stable	-
		LC	Stable	-

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

Analyst: Orkun İNAN / +90 212 352 56 73
orkun.inan@jcrer.com.tr



Strengths

- Strong asset growth supported by resilient expansion in loan book,
- Steady improving trend in efficiency triggering profitability ratios
- Eye-catching headway in cleaning its high related party exposure in 2014,
- High level of asset quality regarding below-the-sector and reference value NPL figures,
- Capitalization level well above the requirements adequate to absorb incidental losses despite a slight deterioration,
- Diversification of funding sources via short-term debt issues and possible positive effects on funding costs and maturity mismatch,
- High level of compliance regarding corporate governance implementations and advanced risk management practices,
- Experienced and well-educated management team as well as specialized knowledge of the Turkish financial sector.

Constraints

- Below sector average cumulative growth performance in asset size along with weak profitability ratios,
- Equity growth rate worsened to align with asset growth, needed to offset further asset growth trend and to sustain capital ratios at ample level,
- Large off-balance sheet commitments and contingencies increasing risk level and asset pressure,
- Somewhat high customer concentration deteriorating asset quality,
- Scarce alternative delivery channels to provide continuity of efficiency rates,
- Fears of higher US interest rates and concerns related to geopolitical risks pressuring Turkish banking sector and pressure to be exerted on profit margins while pushing up NPLs through weakened debt-servicing capabilities of the several sectors.

Nurol Yatırım Bankası A.Ş.						
Financial Data	1H2014	2013*	2012*	2011*	2010*	2009*
Total Assets (000,000 USD)	223.80	206.02	142.55	99.41	141.17	117.47
Total Assets (000,000 TRY)	475.04	438.91	253.40	187.78	217.06	174.72
Total Net Loans (000,000 TRY)	387.27	241.19	150.58	116.92	119.42	95.02
Equity (000,000 TRY)	87.77	90.42	113.06	71.48	56.43	54.63
Net Profit (000,000 TRY)	5.83	0.52	3.87	13.12	0.03	2.68
Market Share (%) **	0.0275	0.0249	0.0181	0.015	0.0215	0.021
ROAA (%)	N.A.	0.09	2.11	6.91	-0.25	2.19
ROAE (%)	N.A.	0.31	5.05	21.87	-0.87	6.52
Equity/Assets (%)	18.48	20.60	44.62	38.06	26.00	31.27
CAR - Capital Adequacy Ratio (%)	14.34	14.20	19.01	17.23	18.55	24.72
Asset Growth Rate (Annual) (%)	9.72	73.21	34.94	-13.49	24.23	30.64

* End of Year ** On Solo Basis Among the Turkish Banking Sector

Company Overview

Nurol Yatırım Bankası A.Ş. (hereinafter **"Nurol Bank"** or the **"Bank"**), is a small private investment Bank, established in 1998 and commenced operations in May 1999, falls under the regulatory purview of the Banking Regulation and Supervision Agency of Turkey (BRSA), provides services in the field of Corporate Banking, Investment Banking and Treasury & Financial Institutions via its a branch with a staff force of 37 people as of FYE2013.

Nurol Bank, with a total asset size of TRY 438.91mn, had a 0.025% and 0.62% market share in the Turkish Banking Sector and Turkish Development and Investment Banking Sector, worth a total of TRY70.14 bn and TRY 1,732bn, respectively in FYE2013.

The Company's shareholding structure covers 3 entities, the main controlling shareholders, "Nurol Holding A.Ş. (78.16%)" and "Nurol İnşaat ve Tic A.Ş.(15.96%)" controlled by the "Çarmıklı Family", principally focused to 5 sectors, including Construction & Contracting, Defense & Production, Trading & Service, Finance and Tourism sectors.

JCR Eurasia Rating has upgraded Nurol Yatırım Bank's National Local Rating one notch to **'AA- (Trk)'** from **'A+ (Trk)'**.

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