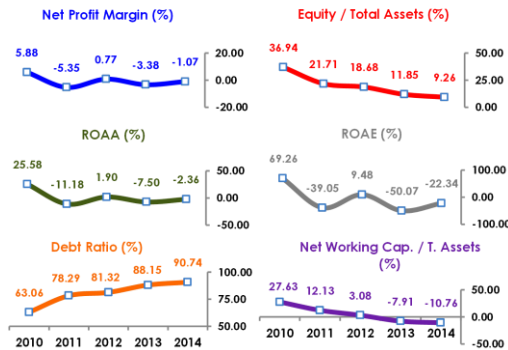


Corporate Credit Rating
Poultry Meat Sector

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

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

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Strengths

- Market leader thanks to its track record history and integrated production activities,
- Continually upward domestic and export sales figures thanks to enhanced demand and inter/national brand identity through its over 47 year background in the poultry sector,
- Diversified product portfolio including chicken, turkey, red meat, processed meat and feed enjoying a well-established brand awareness,
- A wide range of network distribution including inter/national operations promising further growth in export figures in EU, Russia and Middle East thanks to recent legislations and public incentives,
- Favourable geographically location allowing for the import of fresh products and preventing price volatility thanks to faster delivery,
- Being among few poultry companies listed on the BIST, contributing to compliance with corporate governance principles,
- Diversified customer base enhanced with negligible level of non-performing loans,

BANVİT BANDIRMA VİTAMİNLİ YEM SANAYİİ A.Ş.					
Financial Data	2014*	2013*	2012*	2011*	2010*
Total Assets (000 USD)	424,876	457,075	463,022	369,153	378,660
Total Assets (000 TRY)	988,644	973,753	823,067	697,294	582,228
Equity (000 TRY)	91,583	115,409	153,748	151,381	215,075
Net Profit (000 TRY)	-20,634	-55,979	9,669	-59,677	58,878
Sales (000,000 TRY)	1,933	1,655	1,260	1,116	1,002
Net Profit Margin (%)	-1.07	-3.38	0.77	-5.35	5.88
ROAA (%)	-2.36	-7.5	1.9	-11.18	25.58
ROAE (%)	-22.34	-50.07	9.48	-39.05	69.26
Equity / Total Assets (%)	9.26	11.85	18.68	21.71	36.94
Net Working Capital / T. Assets (%)	-10.76	-7.91	3.08	12.13	27.43
Debt Ratio (%)	90.74	88.15	81.32	78.29	63.06
Asset Growth Rate (%)	1.53	18.31	18.04	19.76	n.a

*End of year

Overview

Banvit Bandırma Vitaminli Yem Sanayii A.Ş. ve Bağlı ortaklıkları (hereinafter 'the Company' or 'the Group or 'Banvit'), established in 1968 in Bandırma for the production, slaughtering and marketing of turkey and chicken meat, red meat and feed, has been operating as a primary player in the poultry meat market in Turkey. The Company extended its product range through cooked meat-balls, kebabs, burgers and salami, sausages and ham.

Vural Görener is the main shareholder with a share of 24.73%, along with the corporate shareholder, Aqbar Investments PJS, with a share of 16.32%. The Company went on public in 1992 and 20.59% of Company shares are publicly traded on the BIST.

Banvit carries out production activities through 3 main production centres in İzmir, Bandırma and Elazığ and marketing activities through 23 branch offices, 40 main distributors and 13 secondary distributors. Over 12 years, Banvit has exported directly to Eastern Europe, the Middle East, Far East and Turkic Republics via quality management and quality assurance standards.

The Company has captured a sustainable growth path in a poultry sector with increased turnover. As of FYE2014, the labour force of the Company was 4,214 (FYE2013: 3,877).

Constraints

- High cost of sales exerting pressure on profitability from core fields of activities,
- Pressure on liquidity management due to negative net working capital for the last two year period,
- Considerable leverage level along with a large share of short term loans in total liabilities,
- Relatively low share of equity due to the reliance on external funding in order to finance the growth in operational volume,
- Upward activities expenses and financing costs as well as high interest rates and FX movements pressuring net profitability,
- High level of risk due to the poultry sector's sensitivity to input prices including raw materials and resultant uncertainty over the sales prices,
- Risk arising from diseases such as avian influenza and detrimentally affecting demand and price,
- Internationally inadequate market competition with countries such as Brazil and the USA, due to higher labor, raw material and energy costs,