

Corporate Credit Rating

Banking

Updated

[Financial Institutions]

nurolBANK		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	-

Nurol Yatırım Bankası A.Ş.						
Financial Data	2014*	2013*	2012*	2011*	2010*	2009*
Total Assets (000,000 USD)	275.36	206.02	142.55	99.41	141.17	117.47
Total Assets (000,000 TRY)	638.53	438.91	253.40	187.78	217.06	174.72
Total Net Loans (000,000 TRY)	356.46	241.19	150.58	116.92	119.42	95.02
Equity (000,000 TRY)	106.22	90.42	113.06	71.48	56.43	54.63
Net Profit (000,000 TRY)	15.87	0.52	3.87	13.12	0.03	2.68
Market Share (%) **	0.0318	0.0249	0.0181	0.015	0.0215	0.021
ROAA (%)	3.74	0.09	2.11	6.91	-0.25	2.19
ROAE (%)	20.52	0.31	5.05	21.87	-0.87	6.52
Equity/T. Assets (%)	16.64	20.60	44.62	38.06	26.00	31.27
CAR - Capital Adequacy Ratio (%)	16.89	14.20	19.01	17.23	18.55	24.72
Asset Growth Rate (Annual) (%)	45.48	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"), incorporated on August, 1998, is a national private bank. The Bank provides services in the field of Corporate Banking, Investment Banking and Treasury & Financial Institutions through its diversified corporate clientele with a staff force of 39 people in FYE2014.

Nurol Bank, with a total asset size of TRY 638.53mn, is one of Turkey's small private investment banks and ranks 38th in terms of assets size among the 51 banks in the Turkish financial market and had a 0.032% market share in the entire banking sector as of FY2013.

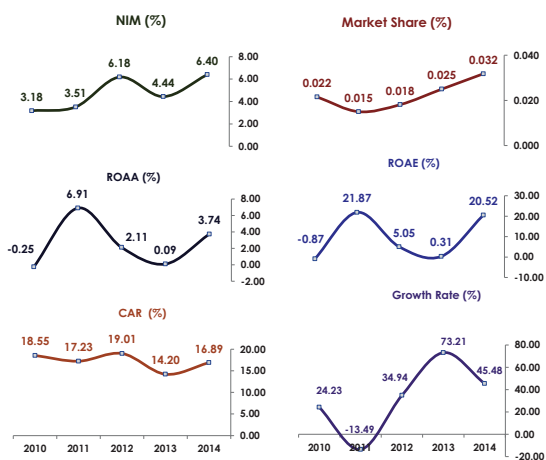
The Company's shareholding structure covers 3 entities, the main controlling shareholders, "Nurol Holding A.Ş. (78.16%)"-one of well-known holdings in Turkey- and "Nurol İnşaat ve Tic A.Ş. (15.96%)"-one of the World's largest international contractors- controlled by the "Çarmıklı Family", principally 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 by one notch to 'AA (Trk)' from 'AA- (Trk)'.

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

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Strengths

- Proven capability to achieve recurring capital gains based on widened NIM,
- Well established risk management supporting asset quality despite ongoing loan growth,
- Sound financial profile to react swiftly to external shocks ,
- The emergence of new instruments to generate fresh revenue streams supporting profitability margins,
- Continuation of eye-catching headway in cleaning its high related party exposure since 3Q2013,
- Maintain liquidity position via matched funding profile and the funding diversification,
- Experienced and well-educated management team as well as specialized knowledge of the Turkish financial sector.

Constraints

- Capital adequacy ratio remaining well below the sector average and well above the legal limit
- Lopsided customer concentration driving vulnerability on asset quality,
- Absent alternative delivery channels to support continuity of efficiency gains,
- Upside risks via weakened TL and downside risks to growth with sluggish policy response thereto exerting pressure on profit margins while continuing to deteriorate asset quality through weakened debt-servicing capabilities of the real sector.

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"Global Knowledge supported by Local Experience"