

PRESS RELEASE Istanbul – July 7, 2015

JCR-Eurasia Rating

has previously placed CVS Makina İnşaat San. ve Tic. A.Ş. on watchlist, whose Long Term National and International grades are now downgraded to high default risk category **"CC/(Negative Outlook)"** and the rating process is rescinded due to the request of the Company.

JCR-Eurasia Rating has previously placed **CVS Makina İnşaat San. ve Tic. A.Ş.** on watchlist considering the emerging default probability, whose Long Term National and International grades are now downgraded to high default risk category and the rating process is rescinded due to the request of the Company.

Long Term International Foreign Currency	CC / (Negative outlook)
Long Term International Local Currency	CC / (Negative outlook)
Long Term National Local Rating	CC (Trk) / (Negative outlook)
Short Term International Foreign Currency	C / (Negative outlook)
Short Term International Local Currency	C / (Negative outlook)
Short Term National Local Rating	C (Trk) / (Negative outlook)
Sponsor Support	5
Stand Alone	D

CVS Makine İnşaat ve San. ve Tic. A.Ş. was placed in the negative watchlist in the first quarter of 2015 due to its exposure to the Russian market, sensitivity of its asset quality to the instabilities in the region and the economic sanctions, deferral of advance payments from an Algerian contractor as the legal regulations have changed and consequently weakening of its cash cycle and the debt service capacity. In the following periods, the Company could not eliminate the financial distress and the contingency plans could not recover the cash flows to the levels previously predicted. The considerable deterioration of the debt service capacity and the assignment of a supervisory trustee to the Company have resulted in the downgrade of the rating to high default risk category.

Additionally, the rating process is rescinded with mutual agreement between CVS Makina İnşaat San. ve Tic. A.Ş. and our institution. Therefore the rating report dated September 3, 2014 has lost its actuality and the press release dated March 27, 2015 has lost its validity completely.

For more information related with the rating results you may visit our internet site <http://www.jcrer.com.tr> or contact our analysts **Mr. Şevket GÜLEÇ** and **Mr. Özgür Fuad Engin**.

JCR EURASIA RATING
Administrative Board