

Corporate Credit Rating

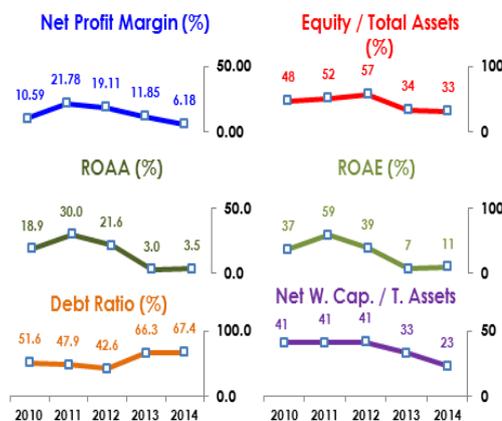
Industry

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

SPEKTRA JEOTEK SAN. VE TİC. A.Ş.					
Financial Data	2014*	2013*	2012*	2011*	2010*
Total Assets (000 USD)	87,232	99,644	57,809	40,891	31,638
Total Assets (000 TRY)	202,283	212,281	102,762	77,240	48,647
Equity (000 TRY)	65,926	71,607	58,985	40,241	23,564
Net Profit (000 TRY)	5,841	8,497	17,718	16,884	6,118
Sales (000 TRY)	94,504	71,708	92,696	77,507	57,788
Net Profit Margin (%)	6.18	11.85	19.11	21.78	10.59
ROAA (%)	3.50	2.95	21.65	30.03	18.86
ROAE (%)	10.55	7.13	39.27	59.26	36.87
Equity / Total Assets (%)	32.59	33.73	57.40	52.10	48.44
Net W. Capital / T. Assets (%)	23.12	32.98	41.49	40.72	40.98
Debt Ratio (%)	67.41	66.27	42.60	47.90	51.56
Asset Growth Rate (%)	-4.71	106.58	33.04	58.78	53.27

*Assigned by Japan Credit Rating Agency, JCR on August 28, 2015

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*End of the Year

Overview

With an operational history dating back to 1985, **Spektra Jeotek Sanayi ve Ticaret Anonim Şirketi** ("Spektra Jeotek" or "the Company") was founded to supply specialized services for the mining, civil and water well industries. In time, the Company has evolved into an integrated provider of the drilling sector world-wide with an extensive range of services and tailor made equipment. The Company's production facilities and headquarters are based in Sincan, Ankara while it has representative offices in several other countries.

Spektra Jeotek's areas of expertise are drilling contracting, geotechnical engineering and drill product manufacturing services. Spektra Jeotek is vertically integrated and the Company manufactures its own drill rigs, helping it to provide competitive advantage in the provision of drilling services in terms of technology and modifying and customizing the rigs to suit specific needs. The strong business expansion of the Company is evidenced by its growing sales volume and rising number of international contracts from reputable actors in the mining industry. The Company rapidly expanded its operations from a local scope to a wide geographical area, including several emerging markets in Asia, the Middle East and Africa, while also serving customers in developed regions such as North America and Europe. The Company has reached 98 drill rigs as of the end of 2014.

Spektra Jeotek is owned and managed by the "Okay Family". The Company manages its operations in line with the international standards and complies with ISO 9001, ISO 14001 and OHSAS 18001. As of December 31, 2014, Spektra Jeotek employed a staff force of 388 (FY2013: 253).

Strengths

- Remarkable growth in business volume despite a decline in 2013 due to lower commodity prices and exploration budgets
- High asset quality, healthy receivables portfolio along with remarkable low level of non-performing receivables
- Respectable operational track record with strong organization
- Extensive know-how and experience in the drilling sector
- High growth potential in drilling and mining business in target markets
- Increasing global demand for minerals, indicating continuation of drilling investments
- Prestigious customers among the world's top mine producers, granting the Company strong references
- Highly qualified management team

Constraints

- Sensitivity of drilling sector to global macroeconomic conditions and mining sector dynamics
- Deterioration in profitability indicators as of FYE2013
- Need of a separate and efficient risk management unit and risk committee in the Board of Directors
- Further need for improvement in compliance with Corporate Governance best practices
- Absence of sector-specific laws, regulations and supervisory public authorities in some specific markets such as the Middle East and Africa
- Fairly volatile foreign currency rates, the rise in political risk associated with the election period and anticipated interest rate hike by FED in the short term, curbing investor appetite

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