

Corporate Credit Rating
(Update)

Factoring

ÇAĞDAŞ faktoring		Long Term	Short Term
International	Foreign Currency	BBB-	A-3
	Local Currency	BBB-	A-3
	Outlook	FC Stable	Stable
National	Local Rating	A- (Trk)	A-1 (Trk)
	Outlook	Stable	Stable
Sponsor Support		2	-
Stand Alone		B	-
Sovereign*	Foreign Currency	BBB-	-
	Local Currency	BBB-	-
	Outlook	FC Stable	-

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

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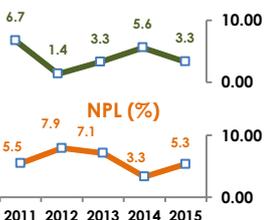
Market Share (%)



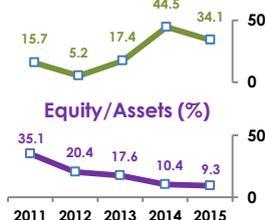
Growth Rate (%)



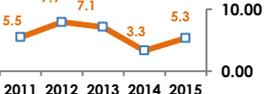
ROAA (%)



ROAE (%)



NPL (%)



Equity/Assets (%)



Strengths

- Ability to generate and preserve Sector outperforming interest margins, boosting the returns and supporting the equity base with internally generated resources
- Steady loanbook and turnover growth, surpassing the Sector amidst of volatile business environment,
- Acceptable borrower and cheque drawer concentration, despite an increase over the previous year,
- Stable and experienced management team with an emphasis on adoption of corporate governance best practices & efficient internal control mechanisms
- Insignificant foreign currency position, granting near immunity to volatilities in the FX market

Constraints

- Rising impaired receivables balance and ratio, reflecting the constrained business environment
- Facilitation of relatively more costly factoring borrowings, raising the total financing costs
- Predominantly short-term funding structure, though commonly observed in the Sector
- High level of competition in Turkish Factoring Sector and pressures to continuously squeeze costs
- Constrained economic global outlook due to volatilities in the markets, uncertainties covering interest rate policies and security risks

ÇAĞDAŞ FAKTORİNG A.Ş.					
Financial Data	2015*	2014*	2013*	2012*	2011*
Total Assets (000 USD)	217,440	197,897	94,781	106,626	68,440
Total Assets (000 TRY)	584,110	458,904	201,921	189,538	129,277
Equity (000 TRY)	54,231	47,531	35,489	38,597	45,343
Net Profit (000 TRY)	13,426	14,407	3,657	2,079	5,817
Market Share (%) (by asset size)	2.19	1.74	0.93	1.04	0.83
ROAA (%)	3.32	5.59	3.29	1.37	6.70
ROAE (%)	34.07	44.46	17.36	5.20	15.74
Equity/Assets (%)	9.28	10.36	17.58	20.36	35.07
NPL (%)	5.33	3.31	7.11	7.90	5.46
Growth Rate (%)	27.28	127.27	6.53	46.61	39.88

*Audited, Year-End

Overview

Çağdaş Faktoring A.Ş. (hereinafter referred to as Çağdaş Faktoring or the Company), continues to operate as one of the prominent non-bank owned factoring companies with its market share qualifying for the 2% and higher bracket in a fragmented market. The Company's experience in the sector exceeds 20 years, underpinning its profile as one of the first factoring companies in Turkey. Since 2006, the Turkish Factoring Sector is regulated and supervised by the Banking Regulation and Supervision Agency (BRSA).

The Company is owned by the Gülmezgil and Barokas Families, with 80% and 20% respective shares and several projects to improve its corporate governance policies and standards have been undertaken in the recent years.

Çağdaş Faktoring provides funding to its customer portfolio based in Turkey via financing their invoiced/documentated receivables. The Company is headquartered in Istanbul and operates through 13 branches located in major cities. As of FYE2015, the Company had 155 employees.

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