

Corporate Credit & Issue Rating

NON BANKING FINANCIAL INSTITUTIONS
NPL Asset Management Companies

MEGA VARLIKYÖNETİM		Long Term	Short Term	
International	Foreign Currency	BBB-	A-3	
	Local Currency	BBB-	A-3	
	Outlook	FC	Stable	Stable
		LC	Stable	Stable
Issue Rating		n.a.	n.a.	
National	Local Rating	BBB+(Trk)	A-2(Trk)	
	Outlook	Positive	Stable	
	Issue Rating	BBB+(Trk)	A-2(Trk)	
Sponsor Support		2	-	
Stand Alone		BC	-	
Sovereign*	Foreign Currency	BBB-	-	
	Local Currency	BBB-	-	
	Outlook	FC	Stable	-
		LC	Stable	-

Mega Varlık Yönetim A.Ş.		
Financial Data	1Q2016**	2015*
Total Assets (000 USD)	32,593	19,482
Total Assets (000 TRY)	92,073	56,647
Equity (000 TRY)	31,529	26,381
Pre Tax Profit (000 TRY)	6,340	7,979
Net Profit (000 TRY)	5,148	6,381
Interest Income (000 TRY)	7,033	9,244
Equity / T. Assets (%)	34.24	46.57
Market Share (%)	n.a.	n.a.
Purchased Cost / Purchased Loans (x)	65.33	80
Purchase Cost / Collections (x)	2.08	1.67
Operating Expenses / Collections	5.3	8.46
Growth Rate (%)	62.54	n.a.

*End of the Year; **Unaudited Figures

Company Overview

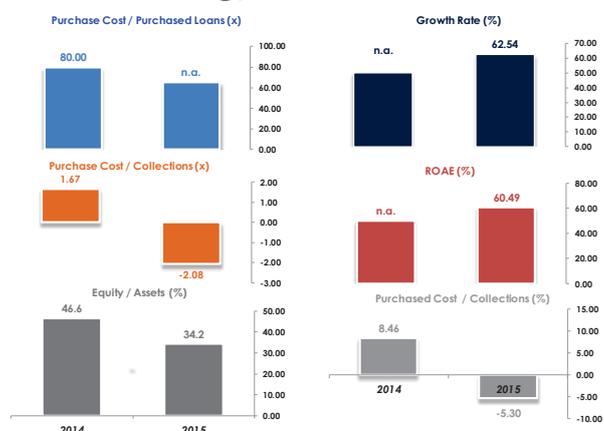
Mega Varlık Yönetim Anonim Şirketi (hereinafter referred to as "Mega Varlık" or the "Company"), was established as of March, 2015 started its operations as of August 2015, operates as one of twelve asset management companies authorized by the Banking Regulation and Supervision Agency (BRSA) to acquire distressed and non-performing loans of banks and other financial institutions in Turkey and converting these assets into cash at optimum values and maximize the values of these assets.

The Company is headquartered in Istanbul, had a staff force of 11 as of March 31, 2016. The Company's real person shareholding structure covers 5 individuals. The main controlling shareholder, who also hold majority shares in WRE Biofuel and United Fuel Supply, a leading institution in USA operating in the energy sector, Mr. Jacob Ortell Kingston (99.99%) as of March 31, 2016.

The Company's Long Term National Rating and outlook perspective have been assigned as "BBB+(Trk) / Positive "

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

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Strengths

- Positive shareholders support strengthening the Company's growth phase in terms of both balance sheet and financial position,
- Sound cash flow generation capacity thanks to current portfolio,
- Effectiveness in analysis and portfolio valuations leading to qualified receivables collection management regarding risk monitoring and collection,
- Sound equity to total assets level outstripping the sector average,
- High growth potential of the sector and company base efficiency triggering profitability ratios thanks to boutique-style NPL portfolio,
- Qualified and risk oriented finance and law management team,
- Favourable tax advantages contributing competitive position with regard to cost management supporting the bottom line.

Constraints

- Not having a long track record as a natural consequence of being a start-up company,
- Low level of compliance with Corporate Governance Principals, despite continuing activities of process and procedure formation,
- Limited cash line and resources squeezing liquidity management,
- Deteriorated TL and downside risks to growth exerting pressure on profit margins and impacts on debt-servicing capabilities of the real sector.

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"Global Knowledge supported by Local Experience"