



### Corporate Governance Rating Report

This Report has been prepared by JCR-ER in compliance to the regulations of Capital Market Board of Turkey

### Revised Report BANKING

		<b>8.75</b> AAATrk)/a (Stable)
Corporate Governance Score & Outlook	Shareholders	<b>8.83</b> AAA(Trk)/a (Stable)
	Public Disclosure & Transparency	<b>9.04</b> AAA(Trk)/aa (Stable)
	Stakeholders	<b>8.56</b> AAA(Trk)/a (Stable)
	Board of Directors	<b>8.58</b> AAA(Trk)/a (Stable)

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Albaraka Türk Katılım Bankası A.Ş.					
Financial Data	2015*	2014*	2013*	2012*	2011*
Total Assets (000,000 USD )	10,152	9,925	8,081	6,935	5,538
Total Assets (000,000 TRY)	29,517	23,014	17,216	12,328	10,461
Total Deposit (000,000 TRY)	20,341	16,643	12,529	9,225	8,045
Total Net Loans (000,000 TRY)	19,505	16,184	12,060	9,100	7,287
Equity (000,000 TRY)	2,096	1,786	1,497	1,218	1,004
Net Profit (000,000 TRY)	301	248	241	192	160
Market Share (%) **	24.55	22.08	17.92	17.54	18.63
ROAA (%)	1.42	1.60	2.02	2.12	2.14
ROAE (%)	19.28	19.56	22.03	21.71	21.77
Equity/Assets (%)	7.10	7.76	8.69	9.88	9.60
CAR - Capital Adequacy Ratio (%)	15.16	13.89	14.82	13.03	12.53
Asset Growth Rate (Annual) (%)	28.26	33.68	39.65	17.85	24.44

Company Information	
Trade Name	ALBARAKA TÜRK KATILIM BANKASI A.Ş.
Address	Saray Mah. Dr. Adnan Büyükdeniz Cad. No:6 34768 Ümraniye/İstanbul
Chairman	Adnan Ahmed Yusuf ABDULMALEK
CEO	Fahrettin YAŞI
Investor Relations	Phone: +90.216.666.03.03 <a href="mailto:yim@albarakaturk.com.tr">yim@albarakaturk.com.tr</a>
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Corporate Governance	Mustafa ÇETİN

#### Overview

Albaraka Türk Katılım Bankası A.Ş. (Albaraka Türk or Bank) {credit ratings by JCR-ER on April 22, 2016: [FC: BBB-/BBB- Stable, LC: AA(Trk)/(A-1+) (Trk) Stable]} is a participation bank carrying out activities in the field of interest-free banking. Established in 1984 in Turkey through the leadership of the middle eastern ABG-Albaraka Banking Group (with financial activities in the Gulf Region, Middle East and North Africa), the IDB-The Islamic Development Bank and Turkish entrepreneurs, Albaraka Türk has continued its operations since the beginning of 1985 with a network of 213 branches and a staff force of 3743 as of March 31, 2016. Shares of Albaraka have been publicly traded on the Borsa Istanbul (BIST) since 2007. As of June 2016, the Bank's shareholding structure was as follows; 65.98% of the shares were held by foreign shareholders, 9.20% by local investors and 24.82% were publically traded shares.

The Board of the Bank is composed of 12 members, 10 of whom have non-executive positions and 2 work actively in the Bank. One member of the Board is independent and three members of the audit committee are accepted as independent members in according to the Communiqué II-17.1.

#### Strengths

- The liability insurance for board members and top managers were renewed
- Utilization of its website as an effective transparency platform
- Well-preparedness against emergent and unexpected circumstances
- Provision of safe, healthy and spacious staff working areas
- An efficient capital structure for sustainability of existing growth trend without any deterioration in its corporate structure

#### Constraints

- Absence of female in the Board and top management
- Continuation of the non-disclosure of remuneration provided for senior management per person
- Absence of a performance evaluation system for the Board members
- Non-disclosure of the law suits against the Bank
- Absence of internal regulations to broaden the exercise of minority rights beyond the current legislation

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