

Corporate Credit Rating

INSURANCE

ACIBADEMSIGORTA			Long Term	Short Term
International	Foreign Currency		BBB	A-3
	Local Currency		BBB	A-3
	Outlook	FC	Stable	Stable
		LC	Stable	Stable
National	Local Rating		AA (Trk)	A-1+(Trk)
	Outlook		Stable	Stable
Sponsor Support			2	-
Stand Alone			AB	-
Sovereign*	Foreign Currency		BBB-	-
	Local Currency		BBB-	-
	Outlook	FC	Stable	-
		LC	Stable	-

Acıbadem Sağlık ve Hayat Sigorta A.Ş.					
Financial Data	9M2017	2016*	2015*	2014*	2013*
Total Assets (000 USD)	241,195	191,306	186,885	205,581	137,288
Total Assets (000 TRY)	856,747	673,244	543,388	476,721	292,478
Equity (000 TL)	280,190	226,209	194,148	163,788	90,791
Net Profit (000 TL)	47,326	32,074	30,764	27,068	23,797
Technical Profit (000 TL)	41,559	-1,913	4,624	5,926	15,028
Gross Written Premiums (000 TL)	731,305	739,720	522,361	416,307	308,020
Asset Market Share1 % (**)	n.a.	0.56	0.57	0.60	0.47
Asset Market Share2 % (***)	n.a.	0.88	0.88	0.94	0.76
Premium Market Share1 % (**)	2.08	2.06	1.66	1.60	1.27
Premium Market Share2 % (***)	18.86	17.24	14.83	12.69	9.07
ROAA (%)	n.a.	7.29	7.50	8.53	10.94
ROAE (%)	n.a.	21.07	21.37	25.78	36.53
Solvency Ratio (%)	144.90	151.37	131.19	138.60	101.45
Asset Growth (%)	n.a.	23.90	13.98	62.99	17.80
GWP Growth (%)	n.a.	41.61	25.47	35.16	29.85

* End of year, ** In the sector, *** In the Life & Pension Companies,

Overview

Acıbadem Sağlık ve Hayat Sigorta A.Ş. (henceforth Acıbadem Sigorta or the Company) is the second largest health insurance provider in the Turkish insurance sector in terms of premium production and is the only company in the sector specialized in the health insurance branch. The Company also provides life and personal accident policies.

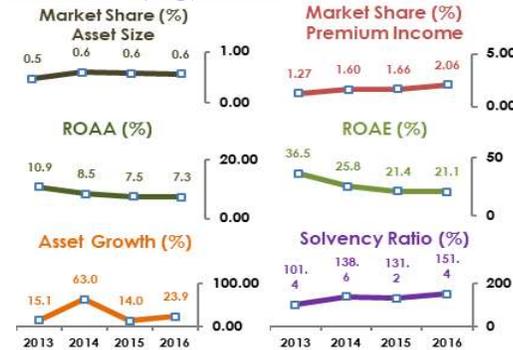
The customer base of the Acıbadem Sigorta is chiefly comprised of group insurance contracts with major Turkish and international companies located in Turkey while a smaller portion of services are produced by the individual business lines. As of September 2017, the Company employed a total of 294 staff and around 210 sales representatives.

Acıbadem Sigorta is incorporated under **Burau Ventures Sdn Bhd**, fully owned by the insurance holding **Avicennia Capital Sdn Bhd of Khazanah Nasional Berhad**, a strategic investment fund run by the Government of Malaysia since 2013. The fund holds 100% of shares belonging to Acıbadem Sigorta.

*Assigned by JCR Eurasia Rating, JCR-ER on November 10, 2017

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Strengths

- Steady and solid growth trend in premium production greater than the market figures
- Lower combined ratio thanks to an improved technical profitability
- Strong financial risk profile indicating low leverage, adequate capital and sufficient liquid resources
- Deliberate and targeted fund management to provide satisfactory investment returns
- Solid brand name along with strong and long-term distribution ties
- Rooted customer base largely comprised of prominent Turkish and international companies operating in Turkey
- Strong regulatory environment along with the fundamental business need for financial strength increased the visibility of the Company's future underwriting performance
- Competent and experienced organizational base fostering the corporate governance practices

Constraints

- Consistent earnings accompanied by gradual decline in return on assets and equity
- Greater share of corporate clients which may incur volatility of underwriting results in less favorable economic environment
- Competitive pricing pressures in the sector squeezing profitability
- Considerably low domestic per capita premium compared to global figures due to low domestic per capita income and lack of awareness towards insurance products

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"Global Knowledge supported by Local Experience"