

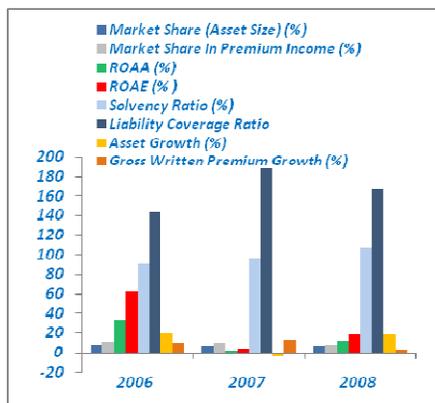
Corporate Credit Rating
Update

Insurance

		Long-Term	Short-Term
International	Foreign currency	BB-	B
	Local currency	BB-	B
	Outlook	Stable	Stable
National	Local Rating	A (Trk)	A-1 (Trk)
	Outlook	Stable	Stable
Sponsored Support		3	-
Stand-alone		B	-
Sovereign*	Foreign currency	BB-	-
	Local currency	BB-	-
	Outlook	Stable	-

*Assigned by Japan Credit Rating Agency, JCR on June 4, 2009

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Strengths

- Dominant public institutions amongst its shareholders
- Has higher equity and adequate liability coverage ratio
- Has liquidity ratios which are compliant to local and international regulations
- Lower loss ratios in all branches except motor branch
- Well designed underwriting and investment policies have eliminated direct influence of economic crisis
- Honored and high recognition by international insurance associations (i.e. F.A.I.R. membership)
- Has a worldwide reinsurance network

Constraints

- Continuing currency risk, which is highly volatile for profitability, has been undertaken on non-technical operations
- Investments and operations which generate income in the non-technical field should be improved
- Indirect effects of economic crisis on underwriting and resultantly on the level of premium collected

KIBRIS SIGORTA ŞTİ. LTD. Cyprus Insurance Co. Ltd.			
Financial Data	2008*	2007*	2006*
Total Assets (000 USD)	3,683	4,088	3,494
Total Assets (000 TL)	5,605	4,739	4,911
Equity (000 TL)	3,442	2,977	3,009
Net Profit (000 TL)	465	72	1,004
Technical Profit (000 TL)	1,760	1,385	1,645
Gross Written Premium (GWP)(000 TL)	9,093	8,790	7,777
Market Share in GWP (%)	8,15	9,86	10,76
Market Share in Asset Size (%)	6,77	6,61	8,13
ROAA (%)	12,18	2,68	33,28
ROAE (%)	18,30	4,33	62,14
Solvency Ratio (%)	106,99	96,50	91,48
Liability Coverage Ratio (%)	167,02	189,20	144,25
Asset Growth Rate (%)	18,29	-3,50	19,44
Gross written premium Growth (%)	3,45	13,02	09,96

*End of year

Overview

KIBRIS SIGORTA ŞTİ. LTD. (Kıbrıs Sigorta; Cyprus Insurance Co.Ltd.) is one of the biggest insurance companies in the Turkish Republic of Northern Cyprus (TRNC), operating since 1995. It operates in the non-life insurance sector. State Development Bank, E.T.I. Enterprises Ltd. and Vakıflar Bank Ltd. are some of its qualified shareholders. Kıbrıs Sigorta is the third biggest insurance company amongst 32 insurance companies operating in TRNC. It has 49 intermediaries extended in the whole country (corporate: 16, individual: 33). In the beginning of FY2009, the company signed a strategic partnership agreement with Halkbank (a state owned bank in Turkey), which will provide additional competencies, an established network to Kıbrıs Sigorta and also enable it to operate in external markets.

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“Global Knowledge supported by Local Experience”