


Corporate Governance Rating Report

Revised Report Banking

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

		8.28 AA(Trk)/bbb (Stable)
Corporate Governance Score & Outlook	Shareholders	7.71 AA(Trk)/bb (Stable)
	Public Disclosure & Transparency	9.04 AAA(Trk)/aa (Stable)
	Stakeholders	8.10 AA(Trk)/bbb (Stable)
	Board of Directors	7.95 AA(Trk)/bb (Stable)
Best Practices of Corporate Governance		Beyond %10
		Comparable %90
		Below -

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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 yim@albarakaturk.com.tr
Web	www.albarakaturk.com.tr
Corporate Governance	Adem KARAKELLE

Strengths

- Continued emphasis on Corporate Governance and the existence of a functional Corporate Governance Committee,
- Continuation of the strong staff commitment,
- Adequate level of transparency in its organizational structure and financial affairs,
- Well-preparedness against emergent and unexpected circumstances,
- Tradition of collaboration by successive managers,
- 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

- Continuation of the absence of internal regulations to broaden the exercise of minority rights beyond the current legislation,
- Unequal opportunity for the employment of women, particularly in senior management,
- Continuation of the non-disclosure of remuneration provided for senior management,
- Lack of an independent member in the Board of Directors,
- Continuation of low level of transparency regarding election processes of the Board Members,
- Continuation of the lack of written regulations or public disclosure regarding the qualifications necessary for nomination to the Board of Directors.

ALBARAKA TÜRK KATILIM BANKASI A.Ş.					
Financial Data	2010*	2009*	2008*	2007*	2006*
Total Assets (USD mn)	5.494	4.302	3.167	3.183	1.773
Total Assets (TL mn)	8.406	6.415	4.789	3.690	2.492
Equity (TL mn)	853	711	638	534	246
Net Profit (TL mn)	134	105	136	85	69
Market Share (%)	0.83	0.77	0.65	0.64	0.50
ROAA (%)	2.24	2.35	4.04	3.48	3.21
ROAE (%)	21.20	19.54	29.26	27.58	33.44
Equity/Assets (%)	10.14	11.08	13.32	14.47	9.87
CAR-Capital Adequacy Ratio (%)	14.09	15.33	18.12	21.72	15.29
Asset Size Growth Rate (%)	31.04	33.95	29.79	48.09	26.51

*End of year

Overview

Albaraka Türk Katılım Bankası A.Ş. (Albaraka Türk or Bank) is a small-scale bank carrying out activities in the field of interest-free banking. Albaraka Türk, which was 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, has continued its operations in the field of interest-free banking since the beginning of 1985 with a network of 117 branches and a staff of 2,461 people as of September 2011. Shares of Albaraka have been publicly traded in IMKB (ISE-Istanbul Stock Exchange) since 2007. As of the third quarter 2011 the Bank's shareholding structure is as follows; 66.16% of the shares were held by foreign shareholders, 11.39% by local investors and 22.45% were publically traded shares. JCR-ER assigned the Bank a Corporate Governance rating of **8.14** on October 21, 2010. Through strides made in certain areas during the 12 month monitoring period, the Bank's compliance note has been raised to **8.28** and has attained the level of "outstanding" as determined by the CMB principles. In anticipation of compliance over the next 12 month monitoring period, Albaraka Türk has been assigned a "Stable" outlook.

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