

Structured Finance

(Asset-Backed Securities)

SPV-Special Purpose Vehicle

Aktif Yatırım Bankası A.Ş. (2) No'lu Emek Varlık Finansman Fonu	
Type of Asset-Backed Securities	PTCs - Pay Through Certificates
Originator (Parent)	Aktif Yatırım Bankası A.Ş.
Servicer (Trade name)	Aktif Yatırım Bankası A.Ş.
Special Purpose Vehicle	Aktif Yatırım Bankası A.Ş. (2) No.lu Emek Varlık Finansman Fonu
Trustee	PTT
Promoter	Aktif Yatırım Bankası A.Ş.
Guarantor (2%)	Aktif Yatırım Bankası A.Ş.
Issuer	Aktif Yatırım Bankası A.Ş. (2) No.lu Emek Varlık Finansman Fonu
Custody	Merkezi Kayıt Kuruluşu A.Ş.
Transferor	Aktif Yatırım Bankası A.Ş.
Insurance Agencies for Obligors	Deniz Emeklilik ve Hayat A.Ş./Axa Hayat ve Emeklilik A.Ş.
Insurance Agencies for Investors	None
Issue Nom. Size/Aggregate Issuance	197,650,000.-TL (Aggregated)(in 8 separate tranches)
Interest rate	Between the range of risk-free Turkish government bonds+ (100 - 200 Basis Points)
Coupon %	No Coupon
Coupon Type	No Coupon
Payment Frequency- Principal	At maturity
Payment Frequency- Interest	At maturity
Tenor /Final Maturity	3 to 29 Months
Offering Date	25.01.2012
Average Life	417.68 Days

Analyst: Şevket GÜLEÇ / +90 212 352 56 73
sevgetg@jcrer.com.tr

Analyst: Zeki M ÇOKTAN / +90 212 352 56 74
zekic@jcrer.com.tr

Strengths

- Low level of risk concentration regarding the homogeneous and multitudinous profile of obligors in the receivable pool
- High securitization appropriateness of assets in the receivable pool with regard to low level of default probability
- Further collectability bolstered by the existence of life insurance policies covering the risks to arise in the receivable pool
- Receivable pool not including any interest and exchange risk
- Establishment of portfolio structure to provide liquidity facility and immunization to be attained through pairing of loan installments by obligors and disbursements to ABS investors
- Past performance of the recent issue of ABSs in October, 2011
- Claims by ABS investors prioritized in terms of debt arrangement
- Elimination of payment redirection risk regarding pensioners' having the right of claim individually to redirect their pensions to institutions other than the PTT
- Existence of a provision in the Fund's regulations providing the replacement of prepaid loans with identical ones by the originator
- Guaranteed amount by the originator maintained in the form of cash or Turkish government bonds in another bank

ABSs issued by "Aktif Yatırım Bankası A.Ş. (2) No'lu Emek Varlık Finansman Fonu"		Long Term	Short Term
International Foreign Currency		BB	B
National Local Currency		AAA(Trk)	A-1+(Trk)
Sovereign*	Foreign Currency	BB	B
	Local Currency	BB	B
	Outlook	Stable	Stable

*Affirmed by Japan Credit Rating Agency, JCR on February 21, 2011

Overview

"Aktif Yatırım Bankası A.Ş. (2) No.lu Emek Varlık Finansman Fonu" (hereinafter referred as **Asset Finance Fund**, the **Fund** or **SPV**) is established for an infinite term by **Aktif Yatırım Bankası A.Ş. (Aktif Bank)** (rated by JCR-ER with A(Trk) Positive outlook in the Long Term National Scale on May 31, 2011) to issue asset-backed securities. Aktif Bank is the first Turkish bank to issue bank bond and has successfully arranged unsecured bond issuance at the amount of TL2.9 bn since 2009. The Bank also issued ABSs of this type in 7 tranches on October 20, 2011.

Assets of the **Fund** amount to nearly TL200 mn. Its originator is **Aktif Yatırım Bankası A.Ş.**, trustee is **PTT** (The General Directorate of Post and Telegraph Organization) and obligors are individual pensioners of Social Security Institutions.

ABSs (asset-backed securities) planned to be issued in 8 separate maturity tranches by a **pay-through mechanism** shall be sold at a discount on the nominal values to local qualified investors or investors domiciled abroad by invitation or private placement without any public offering.

Constraints

- Exorbitant unpredictability created by swiftly changing national and global market dynamics rousing the swell of volatility in fixed income securities
- The securities to be issued lacking ubiquity in Turkish financial markets
- Risks of contagion of the financial turmoil of euro area periphery sovereign debt crisis – now turning into a political one

Publication Date: January 6, 2012

"Global Knowledge supported by Local Experience"