

Corporate Credit Rating

Banking

| | | Long-Term | Short-Term |
|-----------------|------------------|-----------|------------|
| International | Foreign Currency | BB | B |
| | Local Currency | BB | B |
| | Outlook | Stable | Stable |
| National | Local Rating | AAA (Trk) | A-1+(Trk) |
| | Outlook | Stable | Stable |
| Sponsor Support | | 2 | - |
| Stand Alone | | A | - |
| Sovereign* | Foreign Currency | BB | B |
| | Local Currency | BB | B |
| | Outlook | Stable | Stable |

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

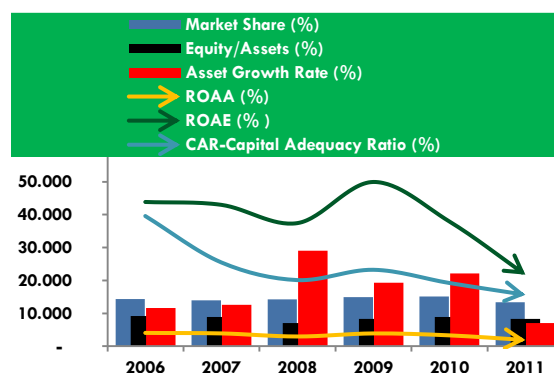
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Strengths

- Improvement in financial intermediation functions
- Ongoing improvement in average maturities of deposits in line with the sector trend
- Continuous decrease in below sector average NPL ratios due to effective risk management practices despite a straight improvement in the loans volume
- Strong support from the Treasury and Central Bank
- Diversification processes of funding sources through issuance of bonds along with a possible positive effects on funding costs in the future
- Positively differentiated Turkish financial system via its strong stance on global basis

Constraints

- Deteriorations in profitability ratios approximating the sector averages
- Fairly below sector average service income related ratios
- Moderation in the privilege of generating deposits money on deposits basis
- Relatively low level of paid-in capital with respect to its size and peer group along with a slight improvement in 1Q2012
- Un-capitalized earnings with the probability of cash dividend payments at any time.

| T.C. ZİRAAT BANKASI A.Ş. | | | | | | |
|--------------------------------|---------|---------|---------|---------|--------|--------|
| Financial Data | 2011* | 2010* | 2009* | 2008* | 2007* | 2006* |
| Total Assets (USD mn) | 86,226 | 98,883 | 83,318 | 67,809 | 69,093 | 50,898 |
| Total Assets (TRY mn) | 162,872 | 152,181 | 124,561 | 104,426 | 80,942 | 71,094 |
| Equity (TRY mn) | 13,540 | 13,589 | 10,386 | 7,375 | 7,218 | 6,579 |
| Net Profit (TRY mn) | 2,234 | 3,763 | 3,526 | 2,147 | 2,351 | 2,100 |
| Market Share (%) | 13.38 | 15.10 | 14.94 | 14.25 | 13.93 | 14.39 |
| ROAA (%) | 1.87 | 3.28 | 3.87 | 2.94 | 3.88 | 3.99 |
| ROAE (%) | 21.73 | 37.89 | 49.90 | 37.40 | 42.95 | 43.81 |
| Equity/Assets (%) | 8.31 | 8.93 | 8.34 | 7.06 | 8.92 | 9.15 |
| CAR-Capital Adequacy Ratio (%) | 15.61 | 19.20 | 23.22 | 20.08 | 25.44 | 39.55 |
| Growth Rate (%) | 7.02 | 22.17 | 19.28 | 29.01 | 12.57 | 11.65 |

*End of year

Company Overview

T.C. Ziraat Bankası A.Ş. (Ziraat Bank or, the Bank) is the largest of the three deposit banks absolutely owned by the Republic of Turkey Prime Ministry Undersecretariat of Treasury. The 'Homeland Funds' established in 1863 to provide finance to farmers constituted the basis of the Bank. Ziraat Bank regulations went into effect in 1888. The Bank became a joint stock company that performs all banking services with the declaration of Republic. The Bank is accepted as the founder and launcher of the Turkish Banking Sector with its 148 year history.

The first overseas representative and branches were founded in 1974 and structuring of the domestic regional directorates took place in 1977. During a restructuring of state banks, The Bank merged with Emlak Bank, another state-run bank in 2001. Since that time, the Bank optimized to the needs of modern banking and international competition and consequently became one of the most profitable banks in the years following 2004 excluding 2011.

The Bank had a service network of 1,462 branches including 1,438 domestic and 24 international branches and 1 representative office as of March 30, 2012, and a labor force of 25,319 as of FYE2011. The Bank serves in 17 different countries through its international branches, subsidiaries and representative office. Additionally, the bank has a network of over 1,000 correspondent banks.