

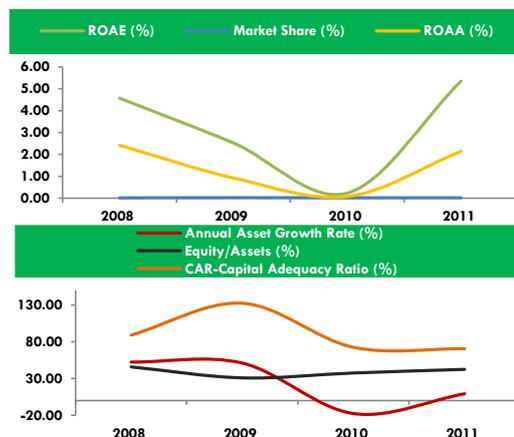
Corporate Credit Rating

Banking

creditwest Creditwest Bank Ukraine		Long Term	Short Term	
International	Foreign Currency	BB -	B	
	Local Currency	BB -	B	
	Outlook	FC	Stable	Stable
		LC	Stable	Stable
National	Local Rating	A+(Ukr)	A-1(Ukr)	
	Outlook	Stable	Stable	
Sponsor Support		2	-	
Stand Alone		AB	-	
Sovereign*	Foreign Currency	B+	B	
	Local Currency	B+	B	
	Outlook	FC	Stable	Stable
		LC	Stable	Stable

*Assigned by JCR-ER on June 26, 2012

Analyst: Zeki Metin ÇOKTAN/ +90 212 352 56 73
zekic@jcrer.com.tr



Strengths

- Strong shareholder support by the parent organization
- Well-capitalized and sturdy funding mix adequate to absorb incidental losses
- Resiliency in revenue streams, particularly through share of fees and commissions income - improving internal fund generation capacity
- Sustained profitability indicators outperforming the sector averages
- Level of financialization of both the financial and real sectors anticipated to improve
- Sufficient managerial practices, internal written documentation and risk management organization
- High level of transparency regarding corporate governance best practices
- Stable asset growth rates above the sector averages

Constraints

- Large amount of write-offs during the previous year and the current level of impaired loans
- Tightening net interest margins
- Coarse-grained loan book representing high concentration particularly on client basis
- Declining rollover ratio of external debt during the recent years weakening the lending base of the sector
- High level of exposure and vulnerability of the Ukrainian economy to external financial shocks from the EU debt crisis
- Persisting adversities in business climate and unpredictability of indicators through increasing pre-election tension
- Tremendous immediate credit risk through unexpected turmoil in the country
- Inability to enjoy the benefits of positive network effect through the lack of franchise power of branches, alternative delivery channels and correspondent banks

PJSC - West Finance and Credit Bank						
Financial Data	March 2012	2011*	2010*	2009*	2008*	2007*
Total Assets (000 USD)	44,206	30,581	28,113	34,029	23,388	23,405
Total Assets (000 UAH)	353,060	244,343	223,778	271,888	180,084	118,194
Equity (000 UAH)	98,085	103,723	83,936	83,920	82,421	75,349
Net Profit (000 UAH)	1,750	3,917	16	1,499	2,646	-968
Market Share (%)	0.0326	0.0232	0.0238	0.0309	0.0194	0.0197
ROAA (%)	n.a	2.14	0.08	0.93	2.42	n.a
ROAE (%)	n.a	5.35	0.24	2.53	4.57	n.a
Equity/Assets (%)	27.78	42.45	37.51	30.87	45.77	63.75
CAR-Capital Adequacy Ratio (%)	72.63	70.48	72.42	132.37	89.04	61.27
Annual Asset Growth Rate (%)	44.49	9.19	-17.69	50.98	52.36	n.a

*End of year

Overview

PJSC - West Finance and Credit Bank (hereinafter also referred to as “the Bank”) began banking operations in Ukraine in March, 2007 and currently offers local banking services including deposits, loans, investment and transfers to individuals and companies via its staff force of 59 people as of FYE2011.

The small-scale Bank has primarily focused its activities on commercial clients and treasury operations - the former representing the majority of its loan book.

The major shareholder of the Bank is ‘Creditwest Factoring Hizmetleri A.Ş.’, one of only two factoring companies listed on the IMKB (ISE-Istanbul Stock Exchange) with a total asset size of USD298.76 mn (with a rating of AA(Trk) assigned by JCR-ER on May 2, 2012 on the long-term national scale). On the other hand, the ultimate major shareholder of all of the group companies is the Altınbaş Family which has established one of the largest conglomerates in Turkey operating in several diverse fields ranging from finance and energy to jewelry.

The Bank has decoupled itself from the sector with its strong capitalization level, maintaining its profitability even during the global crisis.

Publication Date: July 16, 2012

“Global Knowledge supported by Local Experience”