

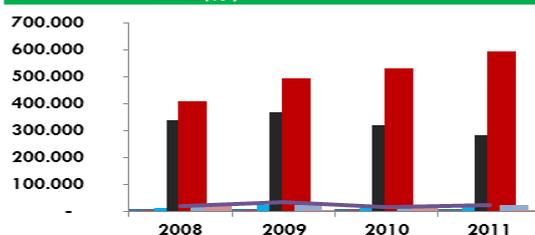
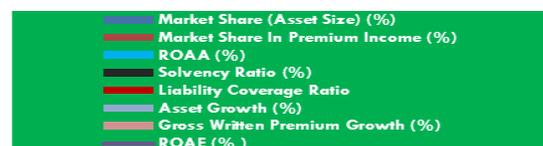
Corporate Credit Rating Update

Insurance

creditwest Creditwest Insurance Kıbrıs		Long Term	Short Term
International	Foreign currency	BB	B
	Local currency	BB	B
	Outlook	FC	Stable
		LC	Positive
National	Local Rating	A(Trk)	A-1 (Trk)
	Outlook	Positive	Stable
Sponsor Support		2	-
Stand-Alone		A	-
Sovereign*	Foreign currency	BB	B
	Local currency	BB	B
	Outlook	FC	Stable
		LC	Positive

*Assigned by Japan Credit Rating Agency, JCR on June 28, 2012

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Strengths

- Achieved higher cumulative asset and GWP growth rates than the sector in the last seven year period,
- Retention of the Company profits policy contributes to the equity base and financial strength,
- Outstanding ROAA and ROAE figures compared to the sector,
- High capital adequacy and liability coverage level, well above authorized limits,
- Lower loss and paid ratio compared to the sector,
- High asset quality, sufficient liquidity and no doubtful receivables,
- Low level insurance density and synergy with parent companies encourage high prospective growth,
- Continuity of the management

Constraints

- The policy for higher provisioning for outstanding losses exerts pressure on profit and profitability ratios,
- A significant portion of the total assets were allocated to non-interest bearing tangibles,
- Net premium to equity ratio below sector averages,
- Needed improvement in corporate governance practices in both the company and sector,
- Strong competition amongst sector players,
- Prevalent sector-wide inadequacy of non-technical income level

CreditWest Insurance Ltd.						
Financial Data	2011*	2010*	2009*	2008*	2007*	2006*
Total Assets (000 USD)	7,531	7,272	6,695	5,319	5,647	3,127
Total Assets (000 TRY)	14,098	11,238	10,081	8,044	6,577	4,396
Equity (000 TRY)	9,005	7,534	6,550	4,990	4,294	2,872
Net Profit (000 TRY)	1,470	984	1,560	696	1,422	670
Technical Profit (000 TRY)	2,417	1,965	2,396	962	1,851	1,052
Premium Income (000 TRY)	8,275	7,754	6,646	6,259	4,860	3,555
Market Share in Asset Size (%)	9.80	10.34	9.31	8.65	9.18	7.27
Market Share in Premium income (%)	5.36	5.24	4.09	4.83	4.66	4.13
ROAA (%)	15.30	12.07	22.34	12.45	33.88	23.21
ROAE (%)	23.44	18.27	35.09	19.61	51.88	36.02
Solvency ratio (%)	283.80	320.50	367.47	339.11	250.12	256.87
Liability Coverage Ratio (%)	594.60	532.18	497.16	408.23	496.69	490.87
Asset Growth Rate (%)	25.45	11.48	25.32	22.30	49.62	38.75
Gross written premium Growth (%)	6.72	16.67	6.19	28.78	36.70	8.79

*End of year

Overview

Creditwest Insurance Ltd. (hereinafter Creditwest Insurance or the Company) was set up in Lefkoşa and commenced operation in 1996. The company, wholly owned by the Altınbaş Group (Creditwest Bank and Creditwest Finance) and Altınbaş family members, is one of the largest and most prominent non-life insurance companies operating in the Turkish Republic of Northern Cyprus (TRNC) with a market share of 9.8%.

Currently, Creditwest Insurance carries out operations through 23 agents (at the end of FY2011: 21), 14 of which are exclusive. Creditwest Bank's branches are utilized as the insurance company's major delivery channels.

Creditwest Insurance achieved one-third of the total pre-tax profit of the TRNC Insurance Sector in FY2011 and enjoys a first place position in technical profit/loss field for the first time. Meanwhile, the company was ranked 4th in asset size market share and written premium production. The Company's sound equity base, asset quality and high solvency and liability coverage ratios provide advantages against its competitors.

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