

**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*

<b>alBaraka</b>		<b>8.22</b> AA(Trk)/bbb (Positive)
<b>Corporate Governance Score &amp; Outlook</b>	<b>Shareholders</b>	<b>7.73</b> AA(Trk)/bb (Positive)
	<b>Public Disclosure &amp; Transparency</b>	<b>9.01</b> AAA(Trk)/aa (Stable)
	<b>Stakeholders</b>	<b>8.21</b> AA(Trk)/bbb (Stable)
	<b>Board of Directors</b>	<b>7.62</b> AA(Trk)/bb (Positive)

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Company Information	
<b>Trade Name</b>	ALBARAKA TÜRK KATILIM BANKASI A.Ş.
<b>Address</b>	Saray Mah. Dr. Adnan Büyükdeniz Cad. No:6 34768 Ümraniye/İstanbul
<b>Chairman</b>	Adnan Ahmed Yusuf ABDULMALEK
<b>CEO</b>	Fahrettin YAŞI
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ALBARAKA TÜRK KATILIM BANKASI A.Ş.								
Financial Data	June, 2012	2011*	2010*	2009*	2008*	2007*	2006*	2005*
Total Assets (000 USD)	5,954	5,538	5,494	4,302	3,167	3,183	1,773	1,461
Total Assets (000.000 TL)	10,756	10,461	8,406	6,415	4,789	3,690	2,492	1,970
Equity (000.000 TL)	1,092	1,004	853	711	638	534	246	182
Net Profit (000.000 TL)	86	160	134	105	136	85	69	46
Market Share (%) (In Banking Sector)	0.84	0.86	0.83	0.77	0.65	0.63	0.50	0.48
ROAA (%)	n.a	2.14	2.24	2.35	2.54	2.32	1.86	1.93
ROAE (%)	n.a	21.77	21.20	19.54	18.35	18.37	19.42	20.12
Equity/Assets (%)	10.15	9.60	10.14	11.08	12.04	14.47	9.87	9.27
Capital Adequacy Ratio (%)	12.39	12.53	14.09	15.33	18.12	21.72	15.29	12.74
Growth Rate (%)	2.82	24.45	31.04	33.95	29.79	48.09	26.51	35.00

\*End of year

**Overview**

**Albaraka Türk Katılım Bankası A.Ş. (Albaraka Türk or Bank)** {credit ratings by JCR-ER on September 12, 2012: [FC:BB/BB Stable, LC:AA(Trk) Stable/(A-1+)(Trk) Stable]} is a small-scale bank carrying out activities in the field of interest-free banking. 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, **Albaraka Türk** has continued its operations since the beginning of 1985 with a network of 136 branches and a staff force of 2,709 as of September, 2012. Shares of Albaraka have been publicly traded on the Istanbul Stock Exchange (ISE) since 2007. As of the second quarter 2012, the Bank's shareholding structure was as follows; 66.16% of the shares were held by foreign shareholders, 10.98% by local investors and 22.86% were publically traded shares.

The Board of the Bank is composed of 11 members. Six members are proposed by the foreign shareholders and 5 by the Turkish shareholders owning the registered shares. Of these, 8 members have no executive position and 3 work actively in the Bank.

**Strengths**

- Adequate level of transparency in its organizational structure and financial affairs
- Utilization of its website as an effective transparency platform
- Continuation of the strong staff commitment
- 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**

- Absence of female member in the Board
- Continuation of the non-disclosure of remuneration provided for senior management per person
- Lack of an independent member in the Board of Directors
- Absence of a performance evaluation system for the Board members
- Absence of risk committee within the Board
- Continuation of the lack of written regulations or public disclosure regarding the qualifications necessary for nomination to the Board of Directors

**Publication Date: October 18, 2012****"Global Knowledge supported by Local Experience"**

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