

Corporate Credit Rating

New Update

Sector: Banking

Publishing Date: Jan. 31, 2023

Manager

Ömer Sucu

+90 212 352 56 73

omer.sucu@jcrer.com.tr

Analyst

Ezgi Çiçek Yılmaz

+90 212 352 56 73

ezgi.yilmaz@jcrer.com.tr

Assistant Analyst

Ömer Emre Yücel

+90 212 352 56 73

omeremre.yucel@jcrer.com.tr

RATINGS		Long Term	Short Term
ICRs (Issuer Credit Rating Profile)	National ICR	BBB-(tr)	J2 (tr)
	National ICR Outlooks	Stable	Stable
	International FC ICR	BB-	-
	International FC ICR Outlooks	Negative	-
	International LC ICR	BB-	-
	International LC ICR Outlooks	Negative	-
ISRs (Issue Specific Rating Profile)	National ISR	-	-
	International FC ISR	-	-
	International LC ISR	-	-
Sovereign*	Foreign Currency	BB (Negative)	-
	Local Currency	BB (Negative)	-

* Assigned by JCR on Aug 18, 2022

GOLDEN GLOBAL YATIRIM BANKASI A.Ş.

JCR Eurasia Rating has evaluated "Golden Global Yatırım Bankası A.Ş." in the investment level category and assigned the ratings on Long-Term National Issuer Credit Rating as 'BBB-(tr)' and the Short-Term National Issuer Credit Rating as 'J2 (tr)' with 'Stable' outlooks. Furthermore, the Long-Term International Foreign and Local Currency Issuer Credit Ratings and outlooks have been assigned as 'BB- / Negative'.

Golden Global Yatırım Bankası A.Ş. (hereinafter referred to as "Golden Global", "the Company" or "the Bank") was incorporated as an investment bank in İstanbul on October 15, 2019, with permission from the Banking Regulation and Supervision Agency (BRSA) dated May 29, 2019, and started its activities on June 1, 2020. The paid-in capital of the Bank is TRY 150m and all shares belong to real persons.

As of the reporting date, the Bank offers Investment Banking, Transactional Banking (Cash Management and International Trade Finance) and Treasury products and services to Corporate and Commercial Banking customers while adopting interest-free banking principles. As of September 30, 2022, the Bank has 55 employees (FYE2021: 41) working in the head office of the Bank located in İstanbul.

Key rating drivers, such as strengths and constraints, are provided below.

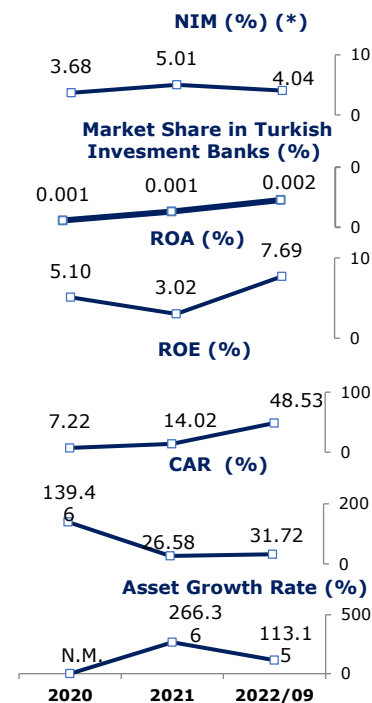
Strengths

- Majority of the balance sheet items being composed of earning assets expected to contribute to revenue generation,
- Generating net profit since the operations started supported by commodity trading,
- The experienced management team and well-organized management infrastructure,
- Country-specific advantages encouraging investment which contributes to the investment banks' operations,
- Compliance with corporate governance practices.

Constraints

- Limited trend analysis and low level of predictability as a newly established bank,
- Lack of customer and product diversification,
- Short-term borrowing profile of the sector,
- The global recession and geopolitical risks stemming from the Russia-Ukraine tension increasing uncertainty and monetary tightening across the globe deteriorating growth projections.

Considering the aforementioned points, the Bank's Long-Term National Issuer Credit Rating has been assigned as 'BBB-(tr)'. The Bank's revenue generation capacity, diversification of borrowing structure, level of NPL ratios, capital adequacy ratios' compatibility with the requirements and risk management implementations have been evaluated as important indicators for the stability of the ratings and the outlooks for Long and Short-Term National Issuer Credit Ratings are determined as 'Stable'. The Bank's financial structure, the attainability of the Bank's budgeted projections, the NPL level, the possible impacts of the Russia-Ukraine War on the global and Türkiye's economy and its effects on the Bank's activities will be closely monitored by JCR Eurasia Rating in upcoming periods. The macroeconomic indicators in national and international markets, as well as market conditions and legal framework about the sector will be monitored as well.



* NIM= calculated as Net Interest Income / Earning Assets
 N.M. = Not Meaningful