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PRESS RELEASE

Quarterly confirmation of the rating of Agency on Debt Management' of CredEx Group of Companies

'Expert-rating' RA confirms the infrastructure rating of the collection company 'Agency on Debt Management' of CredEx Group of Companies at level **uaA.col** (high stability level).

Table

Key performance indicators of collection company 'Agency on Debt Management' of CredEx Group of Companies (th. UAH, % and percentage points)

Indicators	9 months of 2010 (01.10.2010)	6 months of 2010 (01.07.2010)	Change, th. UAH and percentage points	Growth rate, %
Assets	27682,00	15010,9	12671,1	84,41%
Shareholders equity	6302,10	6190,60	111,5	1,80%
Shareholders equity/assets	22,76%	41,24%	-18,48 п.п.	-
Authorized capital	9600,00	9000,00	600	6,67%
Company earnings	4941,10	3593,37	1347,73	37,51%
Operating costs	4960,50	2902,00	2058,5	70,93%
Net profit (loss)	(19,4)	691,37,00	-710,77	-102,81%
ROS	-0,39%	19,24%	-19,63 п.п.	-
ROE	-0,31%	11,17%	-11,48 п.п.	-
Amount of credit debt taken over for collection under agency scheme	58334,50	37150,40	21184,1	57,02%
Amount of debt collected from that taken over for collection under agency scheme	6281,05	3512,60	2768,45	78,81%
Amount of credit debts taken over/ Amount of debts collected under agency scheme	10,77%	9,46%	1,31 п.п.	-
Amount of debt bought out from credit institutes and financial sector companies	767378,7	537852,5	229526,2	42,67%
Share of debt collected in the debt previously bought out from credit institutes and financial sector companies	4,97%	3,00%	1,97 п.п.	-

Source: Company data, calculations by 'Expert Rating' RA

Confirming the rating, 'Expert Rating' RA was guided by the following conclusions:

1. Company earnings in Q3 of the year 2010 grew on UAH 12,7 m or on 84%. Equity grew on UAH 111,5 th. only. As a result, equity/assets ratio decreased on 18,5 percentage points and following the results of 9 months of 2010 made 22,8 % only. Liabilities of the company grew due to reception by the company of 3 new portfolios of troubled debts, that entailed the need of increasing staff number and project operating costs, and partial payment of new software, 'Terrasoft CRM' implementation, aiming operations optimization. Let it be reminded that collection company of CredEx Group is one of the few in Ukraine working simultaneously under agency scheme and under debts buyout scheme.

2. In Q3 company revenue has grown on UAH 1,35 m. Following the results of 9 months of 2010 the revenue has made UAH 4,94 m. Company loss for 9 months has made UAH 19,4 th. Actually the company ends the year with zero profitability. It minimizes credit risks of the company. However growth of liabilities share in equity structure should be regarded as a negative trend. The company did not apply for bank loans, liabilities growth occurred at the expense of accounts payable growth.

3. In Q3 2010 growth of credit debts bough out under agency scheme, has made 57 %. In absolute terms the collector has increased its agency portfolio by UAH 21,1 m, and made it UAH 58,3 m. On the contrary, the volume of the bought out debts in Q3 grew from UAH 538 to 767 m. However, increase of overall performance of the collector, according to RA 'Expert-rating', remains a key tendency. For the Q3 the ratio 'amount of credit debts taken over/amount of debts collected under agency scheme' has grown from 9,5 to 10,8 %. Same indicator under buyout scheme grew from 3 to 5 %.

Analytical service of 'Expert-rating' RA