

„Investbank” AD

Elena Touyova, financial analyst
elena.touyova@bcra-bg.com

FINANCIAL STRENGTH RATING	Initial rating	Monitoring
	04/2009	11/2009
Long-term rating :	BBB-	BBB-
Outlook :	<i>stable</i>	<i>negative</i>
Short-term rating :	A-3	A-3

*The Bulgarian Credit Rating Agency is the only Bulgarian agency under Court File No 25/04.06.2008 is included in the list of The Financial Supervision Committee as its ratings are acknowledged equally with the ratings of the international agencies **Moody's**, **Standard & Poor's** and **Fitch**. In 2006 BCRA adapted the banks' financial strength methodology of ICRA (An Associate of Moody's Investors Service). The rating scale of BCRA coincides with the rating scale of **Standard & Poor's**.*

Bulgarian Credit Rating Agency retains a long-term financial strength rating BBB- to „Investbank” AD and short-term rating A-3 and changes the outlook from stable to negative.

To elaborate the monitoring BCRA uses information from the rated bank and Bulgarian National Bank.

During monitoring as of September 2009, BCRA found out that according to decision of the General meeting of the shareholders dated 27 August, 2009, the capital of Investbank has been increased effectively at the beginning of November 2009 by 10 millions which we estimate positively from rating point of view. Significant growth of the Bank's Net overdue exposures is available at the same time (472.84% against the end of 2008).

For this reason the assigned credit rating is reaffirmed (long-term credit rating BBB-, short-term credit rating – A-3); the outlook is changed from stable to negative by resolution of BCRA's Rating Committee dated 15.11.2009.

Key Financials

	9.2009	12.2008
Net Financial Result/ Average Assets	0.67%	1.02%
Net Overdue Exposures (BGN thousand)	209 272	36 532
Net Amount of Overdue Exposures/Capital Basis	223%	41%
Net Overdue Exposures/ Balance Value of Credits	29%	5%