
Fitch Affirms TEB Finansman's National Long-Term Rating at 'AA(tur)'; Outlook Stable

Fitch Ratings, **London**, 28 August 2019: Fitch Ratings has affirmed the TEB Finansman A.S.'s (TEB Cetelem) support-driven National Long-Term Rating at AA(tur). The Outlook is Stable.

KEY RATING DRIVERS NATIONAL RATING

TEB Cetelem's National Long-Term Rating is driven by a potential support from BNPP. Fitch's view of support is based on TEB Cetelem being a small subsidiary of the wider BNPP franchise. In our view, the propensity of support for TEB Cetelem and its sister bank, Turk Ekonomi Bankasi A.S. (TEB Bank; B+/Negative), is closely aligned. This is based on a common brand association and significant reputational damage in the event of a subsidiary default, notwithstanding differences in their respective legal structures.

We do not expect changes to the company's creditworthiness relative to other Turkish issuers, therefore the Outlook on the National Rating is Stable.

RATING SENSITIVITIES NATIONAL RATING

A significantly reduced propensity to support by BNPP, for example, as a result of government intervention, could trigger a downgrade. While not expected by Fitch weaker support from BNPP, for example, as a result of divestiture or diminishing of importance of the Turkish market could be negative for the rating.

The rating actions are as follows:

National Long-Term Rating affirmed at 'AA(tur)'; Outlook Stable

TEB Cetelem's international ratings (which were reviewed on 24 July 2019, see Fitch Downgrades TEB Finansman to 'B+'; Outlook Negative <https://www.fitchratings.com/site/pr/10083590>) were unaffected by today's actions and are listed below:

Long-Term Foreign-Currency IDR unaffected at 'B+'; Outlook Negative

Short-Term Foreign-Currency IDR unaffected at 'B'

Long-Term Local-Currency IDR unaffected at 'BB-'; Outlook Negative

Short-Term Local-Currency IDR unaffected at 'B'

Support Rating unaffected at '4'

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