EXPOSURE FEE ADVICE ARGENTINA

PRIVATE SECTOR CREDITS

EXPOSURE FEE LEVEL 7

| A. SOVEREIGN (e.g., Finance Ministry Guarantee): | TRANSACTION RISK INCREMENT: | | | | | NT: Se | See Public Sector Chart | | | |
|---|-----------------------------|------------|--------------|---------------------------------------|--------------|--------------|-------------------------|--------------|--------------|--|
| B. POLITICAL ONLY COVER: | | Т | RANSACTI | ON RISK IN | ICREMEN | NT: -1 | | | | |
| C1. BORROWERS/GUARANTORS with RATED/TRADE | D CROSS BORDE | ER (HARD C | CURRENCY |) DEBTS: | | | | | | |
| TRANSACTION RISK INCREMENT: | 0 | 0 | 0 | C |) | 0 | 0 | 0 | 0 | |
| LONG-TERM (S&P, others) | AA+,AA,AA- | A+,A,A- | BBB+,BBB | BBB- | BB+ | | BB- | B+,B | B- | |
| LONG-TERM (Moody's) | Aa1,Aa2 | A1,A2,A3 | Baa1,Baa2 | Baa3 | Ba1, | Ba2 | Ba3 | B1,B2 | В3 | |
| SHORT-TERM (S&P, others) | A-1+ | A-1 | A-2 | A-3 | ; | В | | С | | |
| SHORT-TERM (TBW) | TBW-1 | TBW-2 | TBW-3 | TBW-4 | | | | | | |
| SHORT-TERM (Moody's) | | P-1 | P-2 | P-3 | ; | | | | | |
| SPREAD (bp) over T-YIELD < | 40 | 70 | 140 | 250 |) | 400 | 600 | 900 | 1500 | |
| SPREAD (bp) over LIBOR < | 10 | 40 | 90 | 220 |) | 370 | 570 | 870 | 1470 | |
| C2. BORROWERS/GUARANTORS with INTRA-COUNTR | RY (LOCAL CURF | RENCY) RA | TINGS: | | | | | | | |
| TRANSACTION RISK INCREMENT: | 0 | 0 | 0 | C |) | 0 | 0 | 0 | 0 | |
| LONG-TERM (S&P, TBW) | AA+,AA,AA- | A+,A,A- | BBB+,BBB | BBB- | BB+ | ,BB | BB- | B+,B | B- | |
| LONG-TERM (Moody's) | Aa1,Aa2 | A1,A2,A3 | Baa1,Baa2 | Baa3 | Ba1, | Ba2 | Ba3 | B1,B2 | В3 | |
| SHORT-TERM (S&P, others) | A-1+ | A-1 | A-2 | A-3 | ; | В | | С | | |
| SHORT-TERM (Moody's) | | P-1 | P-2 | P-3 | ; | | | | | |
| FINANCIAL STRENGTH (Moody's) | A/B | В | B/C | С | | C/D | D | D/E | Е | |
| INTRA-COUNTRY ISSUER (TBW) | IC A/B | IC B | IC B/C | IC C | ic ic | C/D IC | D IC | D/E | IC E | |
| INDIVIDUAL (IBCA) | A/B | В | B/C | С | | C/D | D | D/E | Е | |
| INDIVIDUAL (Capital Intelligence) | AA+,AA,AA- | A+,A,A- | BBB+,BBB | BBB- | BB+ | ,BB | BB- | B+,B | B- | |
| D1. TRANSACTIONS OF \$10 MILLION OR LESS - FINAL | NCIAL INSTITUTI | ONS: | | * | TRANSA | CTION RI | SK INCRE | MENT: | 0 | |
| D2. TRANSACTIONS OF \$10 MILLION OR LESS - OTHE | R THAN FINANC | IAL INSTIT | UTIONS: | * | TRANSA | CTION RI | SK INCRE | MENT: | 0 | |
| E. UNRATED LARGEST (PROFITABLE) FINANCIAL IN | STITUTION: | | | MAXIMUM | TRANSA | CTION RI | SK INCRE | MENT: | 0 | |
| F1. UNRATED BORROWERS/GUARANTORS OTHER T | HAN FINANCIAL | INSTITUTIO | ONS | | | | | | | |
| DEBT TO TANGIBLE NET WORTH | | | | <1X | <2X | <3X | <4X | <6X | >6X | |
| DEBT TO TANGIBLE NET WORTH | | | | \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ | | - | RISK INCR | | 2011 | |
| | | | | | | | | | _ | |
| OPERATING | | | 25% | 0 | 0 | 0 | 0 | 0 | 0 | |
| CASH FLOW | | | ·20% | 0 | 0 | 0 | 0 | 0 | 0 | |
| (2-YEAR AVERAGE) | | | 15% | 0 | 0 | 0 | 0 | 0 | 0 | |
| TO DEBT | | | 10% | 0 | 0 | 0 | 0 | 0 | 0 | |
| | | | >5% | 0 | 0 | 0 | 0 | 0 | 0 | |
| | | | >0% <0% | 0 | 0 | 0 | 0 | 0 | 0 | |
| F2. UNRATED FINANCIAL INSTITUTION BORROWERS | CHADANTODS: | | CU /0 | U | U | U | U | U | U | |
| TRANSACTION RISK INCREMENT: | GUANANTONS. | | | 0 | 0 | 0 | 0 | 0 | 0 | |
| | | | | | | | | | | |
| SHAREHOLDER'S EQUITY TO ASSETS | | | | >8% | >7% | >6% | >5% | >4% | <4% | |
| NET INCOME TO ASSETS (2-YEAR AVERAGE) | | | | >2.5% | >2.0% | >1.5% | >1.0% | >0.5% | <0.5% | |
| BORROWED FUNDS TO NET LOANS LIQUID ASSETS TO ASSETS | | | | <40% >25% | <60% >20% | <80% >15% | <100% >10% | <120% >5% | >120% <5% | |
| RESERVES TO NON-PERFORMING ASSETS | | | | >200% | >175% | >150% | >10% | >100 | <100% | |
| | | | | . 20070 | | | | | | |
| * MAY NOT APPLY IF A TRANSACTION RISK INCRE | MENT HAS BEEN | N PRE-APPI | ROVED | | | | Effect | tive: 01 | /01/2008 | |

EXPOSURE FEE ADVICE ARGENTINA

PUBLIC SECTOR CREDITS

EXPOSURE FEE LEVEL 7

| A. SOVEREIGN (e.g., Finance Ministry Guarantee): | TRANSACTION RISK INCREMENT: 0 | | | | | | | | |
|---|---|-----------|-----------|----------|--------------------|-----------|-----------|-------|---------|
| B. POLITICAL ONLY COVER: | TRANSACTION RISK INCREMENT: See Private Sector Cl | | | | Sector Ch | art | | | |
| C1. BORROWERS/GUARANTORS with RATED/TRADED | CROSS BORDE | R (HARD C | URRENCY |) DEBTS: | | | | | |
| TRANSACTION RISK INCREMENT: | 0 | 0 | 0 | (|) | 0 | 0 | 0 | 0 |
| LONG-TERM (S&P, others) | AA+,AA,AA- | A+,A,A- | BBB+,BBB | BBB | - <u></u> - BB+ | | BB- | B+,B | B- |
| LONG-TERM (Moody's) | Aa1,Aa2 | A1,A2,A3 | Baa1,Baa2 | Baa3 | | | Ba3 | B1,B2 | В3 |
| SHORT-TERM (S&P, others) | A-1+ | A-1 | A-2 | A-3 | 3 | В | | С | |
| SHORT-TERM (TBW) | TBW-1 | TBW-2 | TBW-3 | TBW-4 | ļ | | | | |
| SHORT-TERM (Moody's) | | P-1 | P-2 | P-3 | 3 | | | | |
| SPREAD (bp) over T-YIELD < | 40 | 70 | 140 | 250 |) | 400 | 600 | 900 | 1500 |
| SPREAD (bp) over LIBOR < | 10 | 40 | 90 | 220 |) | 370 | 570 | 870 | 1470 |
| C2. BORROWERS/GUARANTORS with INTRA-COUNTR | Y (LOCAL CURR | ENCY) RA | TINGS: | | | | | | |
| TRANSACTION RISK INCREMENT: | 0 | 0 | 0 | (|) | 0 | 0 | 0 | 0 |
| LONG-TERM (S&P, TBW) | AA+,AA,AA- | A+,A,A- | BBB+,BBB | BBB | BB+ | ,BB | BB- | B+,B | B- |
| LONG-TERM (Moody's) | Aa1,Aa2 | A1,A2,A3 | Baa1,Baa2 | Baa3 | Ba1, | Ba2 | Ba3 | B1,B2 | В3 |
| SHORT-TERM (S&P, others) | A-1+ | A-1 | A-2 | A-3 | 3 | В | | С | |
| SHORT-TERM (Moody's) | | P-1 | P-2 | P-3 | 3 | | | | |
| FINANCIAL STRENGTH (Moody's) | A/B | В | B/C | C | ; | C/D | D | D/E | Е |
| INTRA-COUNTRY ISSUER (TBW) | IC A/B | IC B | IC B/C | IC C | C IC | C/D IC | D IC | D/E | IC E |
| INDIVIDUAL (IBCA) | A/B | В | B/C | C | : | C/D | D | D/E | E |
| INDIVIDUAL (Capital Intelligence) | AA+,AA,AA- | A+,A,A- | BBB+,BBB | BBB. | - BB+ | ,BB | BB- | B+,B | B- |
| D1. TRANSACTIONS OF \$10 MILLION OR LESS - FINAN | ICIAL INSTITUTION | ONS: | | • | *TRANSA | CTION RI | SK INCRE | MENT: | 0 |
| D2. TRANSACTIONS OF \$10 MILLION OR LESS - OTHER THAN FINANCIAL INSTITUTIONS: *TRANSACTION RISK INCREMENT: | | | | | | MENT: | 1 | | |
| E. UNRATED LARGEST (PROFITABLE) FINANCIAL INSTITUTION: MAXIMUM TRANSACTION RISK INCREMENT: | | | | | | | MENT: | 1 | |
| F1. UNRATED BORROWERS/GUARANTORS OTHER TH | IAN FINANCIAL I | NSTITUTIO | <u>NS</u> | | | | | | |
| DEBT TO TANGIBLE NET WORTH | | | | <1X | <2X | <3X | <4X | <6X | >6X |
| | | TRANSACT | | | ACTION F | RISK INCR | | | |
| OPERATING CASH FLOW (2-YEAR AVERAGE) TO DEBT | | > | 25% | 0 | 0 | 0 | 0 | 0 | 0 |
| | | >20% | | 0 | 0 | 0 | 0 | 0 | 0 |
| | | | 15% | 0 | 0 | 0 | 0 | 0 | 0 |
| | | >10% | | 0 | 0 | 0 | 0 | 0 | 0 |
| | | | >5% | 0 | 0 | 0 | 0 | 0 | 0 |
| | | | >0% | 0 | 0 | 0 | 0 | 0 | 0 |
| | | | <0% | 0 | 0 | 0 | 0 | 0 | 0 |
| F2. UNRATED FINANCIAL INSTITUTION BORROWERS/ | GUARANTORS: | | | | | | | | |
| TRANSACTION RISK INCREMENT: | | | | 0 | 0 | 0 | 0 | 0 | 0 |
| SHAREHOLDER'S EQUITY TO ASSETS | | | | >8% | >7% | >6% | >5% | >4% | <4% |
| NET INCOME TO ASSETS (2-YEAR AVERAGE) | | | | >2.5% | >2.0% | >1.5% | >1.0% | >0.5% | <0.5% |
| BORROWED FUNDS TO NET LOANS | | | | <40% | <60% | <80% | <100% | <120% | >120% |
| LIQUID ASSETS TO ASSETS | | | | >25% | >20% | >15% | >10% | >5% | <5% |
| RESERVES TO NON-PERFORMING ASSETS | | | | >200% | >175% | >150% | >125% | >100% | <100% |
| * MAY NOT APPLY IF A TRANSACTION ICRAS RATII | NG HAS BEEN PF | RE-APPRO | VED | | | | Effective | : 01/ | 01/2008 |