EXPOSURE FEE ADVICE MOROCCO PRIVATE SECTOR CREDITS

EXPOSURE FEE LEVEL

3 A. SOVEREIGN (e.g., Finance Ministry Guarantee): TRANSACTION RISK INCREMENT: See Public Sector Chart **B. POLITICAL ONLY COVER:** TRANSACTION RISK INCREMENT: -1 C1. BORROWERS/GUARANTORS with RATED/TRADED CROSS BORDER (HARD CURRENCY) DEBTS: TRANSACTION RISK INCREMENT: 0 3 0 0 0 1 2 4 LONG-TERM (S&P. others) AA+,AA,AA-A+,A,A-BBB+,BBB BBB-BB+ BB BB-B+,B B-A1.A2.A3 Ba1.Ba2 Ba3 B1.B2 LONG-TERM (Moody's) Aa1 Aa2 Baa1 Baa2 Baa3 B3 A-1 в С SHORT-TERM (S&P, others) A-1+ A-2 A-3 SHORT-TERM (TBW) TBW-1 TBW-2 TBW-3 TBW-4 P-1 P-2 P-3 SHORT-TERM (Moody's) 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-COUNTRY (LOCAL CURRENCY) RATINGS: TRANSACTION RISK INCREMENT: 0 0 0 0 2 3 4 1 BB+,BB LONG-TERM (S&P, TBW) AA+,AA,AA-A+,A,A-BBB+,BBB BBB-BB-B+,B B-Aa1,Aa2 A1,A2,A3 Baa1,Baa2 Baa3 Ba1,Ba2 Ba3 B1,B2 В3 LONG-TERM (Moody's) A-1 A-3 в С SHORT-TERM (S&P, others) A-2 A-1+ P-1 SHORT-TERM (Moody's) P-2 P-3 B/C С в C/D D D/E FINANCIAL STRENGTH (Moody's) A/B Е INTRA-COUNTRY ISSUER (TBW) IC A/B IC в IC B/C IC С IC C/D IC D IC D/E IC Е Е INDIVIDUAL (IBCA) A/B В B/C С C/D D D/E INDIVIDUAL (Capital Intelligence) BBB+,BBB BBB-BB+,BB BB-B+,B B-AA+,AA,AA-A+,A,A-***TRANSACTION RISK INCREMENT:** 0 D1. TRANSACTIONS OF \$10 MILLION OR LESS - FINANCIAL INSTITUTIONS: **D2. TRANSACTIONS OF \$10 MILLION OR LESS - OTHER THAN FINANCIAL INSTITUTIONS: *TRANSACTION RISK INCREMENT:** 1 E. UNRATED LARGEST (PROFITABLE) FINANCIAL INSTITUTION: 0 MAXIMUM TRANSACTION RISK INCREMENT: F1. UNRATED BORROWERS/GUARANTORS OTHER THAN FINANCIAL INSTITUTIONS DEBT TO TANGIBLE NET WORTH <1X <2X <3X <4X <6X >6X TRANSACTION RISK INCREMENT: >25% 0 ٥ ٥ 2 1 ٦ OPERATING ٥ 2 3 >20% 0 1 Δ CASH FLOW >15% 0 1 2 3 4 Δ (2-YEAR AVERAGE) TO >10% 1 2 3 4 4 4 DEBT >5% 2 3 4 4 4 4 3 4 >0% 4 4 4 4 <0% 4 4 4 4 4 4 F2. UNRATED FINANCIAL INSTITUTION BORROWERS/GUARANTORS: TRANSACTION RISK INCREMENT: 0 0 1 2 3 4 SHAREHOLDER'S EQUITY TO ASSETS >7% >5% >4% ~4% >8% >6% 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 RISK INCREMENT HAS BEEN PRE-APPROVED

01/08/2007 Effective:

EXPOSURE FEE ADVICE MOROCCO

PUBLIC SECTOR CREDITS

EXPOSURE FEE LEVEL 3

A. SOVEREIGN (e.g., Finance Ministry Guarantee):

TRANSACTION RISK INCREMENT:

0

B. POLITICAL ONLY COVER:	B. POLITICAL ONLY COVER: TRANSACTION RISK INCREMENT:								: See Private Sector Chart			
C1. BORROWERS/GUARANTORS with RATED/TRADED	CROSS B	ORDE	R (HAR		URRENCY)	DEBTS:						
TRANSACTION RISK INCREMENT:	0			0	0		0	1	2	3	4	
LONG-TERM (S&P, others)	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	Baa	3 Ba1	,Ba2	Ba3	B1,B2	B3	
SHORT-TERM (S&P, others)	A-1+			A-1	A-2	A-	3	В		С		
SHORT-TERM (TBW)	TBW-1		TBV	V-2	TBW-3	TBW-	4					
SHORT-TERM (Moody's)			I	P-1	P-2	P-	3					
SPREAD (bp) over T-YIELD <	40			70	140	25	0	400	600	900	1500	
SPREAD (bp) over LIBOR <	10			40	90	22	0	370	570	870	1470	
C2. BORROWERS/GUARANTORS with INTRA-COUNTR	Y (LOCAL	CURR	ENCY)	RA	TINGS:							
TRANSACTION RISK INCREMENT:	0			0	0		0	1	2	3	4	
LONG-TERM (S&P, TBW)	AA+,AA,AA-		A+,A	,А-	BBB+,BBB	BBB	- BB-	⊦,BB	BB-	B+,B	B-	
LONG-TERM (Moody's)	Aa1,Aa2		A1,A2	,A3	Baa1,Baa2	Baa	3 Ba1	,Ba2	Ba3	B1,B2	B3	
SHORT-TERM (S&P, others)	A-1+			A-1	A-2	A-	3	В		С		
SHORT-TERM (Moody's)			l	P-1	P-2	P-	3					
FINANCIAL STRENGTH (Moody's)		A/B		в	B/C	(C	C/D	D	D/E	E	
INTRA-COUNTRY ISSUER (TBW)	IC	A/B	IC	в	IC B/C	IC	C IC	C/D	IC D	IC D/E	IC E	
INDIVIDUAL (IBCA)		A/B		в	B/C	(0	C/D	D	D/E	E	
INDIVIDUAL (Capital Intelligence)	AA+,AA	,AA-	A+,A	,А-	BBB+,BBB	BBB	- BB-	⊦,BB	BB-	B+,B	B-	
D1. TRANSACTIONS OF \$10 MILLION OR LESS - FINAN		ΙΤυτια	ONS:				*TRANSA	ACTION F	RISK INCI	REMENT:	0	
D2. TRANSACTIONS OF \$10 MILLION OR LESS - OTHE	R THAN FI		AL INS	τιτι	JTIONS:		*TRANSA	ACTION F	RISK INCI	REMENT:	1	
E. UNRATED LARGEST (PROFITABLE) FINANCIAL INSTITUTION: MAXIMUM TRANSACTION RISK INCREMENT										1		
		-										
F1. UNRATED BORROWERS/GUARANTORS OTHER TH	IAN FINAN	<u>CIAL I</u>	NSTITU	πο	<u>NS</u>							
DEBT TO TANGIBLE NET WORTH						<1X	<2X	<3>	< <42	X <6X	>6X	
							TRANS	ACTION	RISK INC	REMENT:		
	:		>	25%	0	0	()	1 2	3		
OPERATING CASH FLOW				>	20%	0	0	1	l :	2 3	4	
(2-YEAR AVERAGE) TO DEBT				>	15%	0	1	2	2	3 4	4	
				>	10%	1	2	3	3	4 4	4	
				:	>5%	2	3	2	L .	4 4	4	
					>0%	3	4	2	-	4 4	4	
			<0%			4	4	2	Ļ	4 4	4	
F2. UNRATED FINANCIAL INSTITUTION BORROWERS/	GUARANTO	DRS:										
TRANSACTION RISK INCREMENT:						0	0	1	l	2 3	4	
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%			>120%	
LIQUID ASSETS TO ASSETS						>25%	>20%	>15%			<5%	
RESERVES TO NON-PERFORMING ASSETS						>200%	>175%	>150%	>125%	% >100%	<100%	

* MAY NOT APPLY IF A TRANSACTION ICRAS RATING HAS BEEN PRE-APPROVED

Effective: 01/08/2007