

Credit Rating Report for 2006 4.3 Billion Yuan Mixed Capital Bonds of China Minsheng Banking Corp., Ltd

No. D 【2006】 012 Report

By request of China Minsheng Banking Corp., Ltd (“Mingsheng Bank”), Dagong Global Credit Rating Co., Ltd. (“Dagong”) provided the bank with credit rating service and affirmed its **AA** rating on the bank’s 4.3 billion yuan mixed capital bonds to be issued in 2006. Dagong reserves the right for tracking appraisal on the credit status of current bonds and announcement of changes to the credit rating.

The rating result takes into account Mingsheng Bank’s continuously intensifying competitive strength, high-quality assets and comparatively strong debt repaying ability. As a market-oriented joint-stock commercial bank, Mingsheng Bank has sound corporate governance structure and strong system innovation capacity, ensuring its robust growth. The bank has better asset quality in the domestic banking sector with some indices reaching international advanced level as a result of adopting all-around asset risk monitoring system. Minsheng Bank has constantly launched new products to meet client demands through accurate market positioning and product innovation, witnessing steady growth of each business. The Bank’s profitability improves annual in term of return on total assets and return on net assets. It will come under smaller pressure to heighten provisions for bad and doubtful debts owing to its better asset quality.

With short establishment time and single business varieties, Minsheng Bank develops business in developed regions with high concentration of banks, making the bank faces tougher market competition. The bank’s shareholder equity scale is in middle-lower range compared with other joint-stock commercial banks with comparative establishment duration, and its core capital

strength is relatively weak, thereby its dependence on capital markets to satisfy rapid capital expansion demand is susceptible to external environment changes.

It is expected that Minsheng Bank's profitability and revenue will keep stable growth, and its risk control ability will be further enhance in the coming 1-2 years, as a result the rating outlook of the mixed capital bonds is stable.

Dagong Global Credit Rating Co., Ltd

Feb. 2006