

Dagong Credit Rating Bulletin

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Dagong Global Credit Rating Co., Ltd. (Dagong) assigned AA credit rating to 20 billion yuan convertible bonds issued by China Minsheng Banking Corp., Ltd. (Minsheng Bank). The rating result reflects Minsheng Bank's advantage in asset quality, risk management and innovation ability etc. On the other hand, the rating also takes into account its relatively heavy stress on capital management and rather high proportion of connected lending.

It is expected that Minsheng Bank's core competence will be further underpinned and asset scale keep fast expanding following transformation to a process-oriented commercial bank in the next couple of years, and its capital adequacy ratio will advance impressively after completion of the new share issuance. As a result, the rating outlook for the convertible bonds is stable.

Dagong Global Credit Rating Co., Ltd.
Jun. 20th, 2007