

Nacional Financiera, S.N.C.

Update

Ratings

Foreign Currency

Long-Term IDR	BBB+
Short-Term IDR	F2

Local Currency

Long-Term IDR	BBB+
Short-Term IDR	F2

National Scale

Long-Term Rating	AAA(mex)
Short-Term Rating	F1+(mex)

Support

Support Rating	2
Support Rating Floor	BBB+

Sovereign Risk

Foreign Currency Long-Term IDR	BBB+
Local Currency Long-Term IDR	BBB+

Outlooks

Foreign Currency Long-Term IDR	Negative
Local Currency Long-Term IDR	Negative
Sovereign Foreign Currency Long-Term IDR	Negative
Sovereign Local Currency Long-Term IDR	Negative
National Long-Term Rating	Stable

Financial Data

Nacional Financiera, S.N.C.

	6/30/16	12/31/15
Total Assets (USD Mil.)	24,259	22,365
Total Assets (MXN Mil.)	458,770	384,828
Total Equity (MXN Mil.)	26,546	25,356
Operating Profit (MXN Mil.)	1,502	1,703
Published Net Income (MXN Mil.)	1,057	1,300
Fitch Comprehensive Income (MXN Mil.)	1,137	1,188
Operating ROAA (%)	0.7	0.4
Operating ROAE (%)	11.6	6.8
Internal Capital Generation (%)	8.0	5.1
FCC/FCC-Adjusted RWA (%)	16.4	15.2
Tier I Ratio (%)	14.5	13.6

Related Research

[Mexico \(August 2016\)](#)

Related Criteria

[Global Bank Rating Criteria \(November 2016\)](#)

[National Scale Ratings Criteria \(October 2013\)](#)

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Key Rating Drivers

High Propensity of Sovereign Support: Nacional Financiera, S.N.C.'s (Nafin) IDRs and Rating Outlook are aligned with Mexico's sovereign ratings and reflect both the high ability and propensity of the sovereign to support Nafin, if needed. Mexico's ability to provide support is reflected in the bank's 'BBB+' investment-grade rating. The propensity of support relies on Nafin's explicit guarantee as stated in Mexico's Organic Law (Article 10), which says that the Mexican government is responsible for domestic or foreign operations carried out by Nafin.

Key Strategic Role: Nafin's key role is to encourage the development of private-sector micro, small and medium enterprises by providing financing options and general services. Its credit activities are mainly "second-tier" loans (financial intermediaries) and, to a lesser but gradually growing extent, "first-tier" loans. The entity has emerged as an important player in providing loan guarantees, complemented by products that include factoring, derivatives and fiduciary services.

Robust Asset Quality: The asset quality of Nafin's loan portfolio is robust and well balanced. At June 2016 the bank's loan growth ratio was 3%, reflecting a slow start compared to its four-calendar-year average, but will likely grow near year end as part of its corporate strategy. The bank's overall loan growth is concentrated in its second-tier loans, its core product, and, to a lesser extent, in first-tier loans. At the same date, Nafin's non-performing loan ratio was 1.2% and composed almost entirely of loans to two homebuilders that defaulted in 2013.

Consistent Profitability Metrics: At June 2016, Nafin's profitability metrics remained positive and consistent, exhibiting a slight increase in operating return over average assets and equity of 0.7% and 11.6%, respectively, from the four-calendar-year averages. The bank also reported a small decrease versus the same average in its efficiency ratio of 45.1% (non-interest expense/gross revenues). This was due to an increase in gross revenues, exhibited in higher other operating income and lower loan impairment charges.

Adequate Capitalization Metrics: Nafin continues to exhibit adequate capital metrics. At June 2016, the ratio of Fitch core capital to risk weighted assets was at 16.4%, comparable to the four-calendar-year average, and will likely be pressured mainly by loan growth as part of Nafin's loan growth strategy. At the same date, the bank's internal capital generation ratio was 8%, and has been outpaced in recent years when compared to the loan growth at the end of the year.

Solid Funding Structure: Nafin's funding resources remain composed mainly of term deposits, but it has increased long-term bond issuances in the local and international debt markets. In the past two years, the bank had two senior unsecured international debt issuances and a certificate of deposit program. In terms of funding and liquidity, Nafin's major strength is its sovereign guarantee, which has allowed it to maintain its funding profile during challenging conditions, with low refinancing risk.

Rating Sensitivities

Changes in the Sovereign Rating: The bank's ratings and Rating Outlook are in line with those of Mexico. Therefore, Nafin's ratings would reflect any change to Mexico's sovereign ratings, as the bank's IDRs are driven by the explicit support granted by the Mexican government under its Organic Law.

Income Statement — Nacional Financiera, S.N.C.

	June 30, 2016 ^a		As % of Earning Assets	2015 ^a Audited — Unqualified	As % of Earning Assets	2014 ^a Audited — Unqualified	As % of Earning Assets	2013 ^a Audited — Unqualified	As % of Earning Assets
	Not Disclosed (USD Mil.)	Not Disclosed							
(MXN Mil., Year End as of Dec. 31)									
1. Interest Income on Loans	206.8	3,910.0	1.88	6,126.0	1.72	5,645.0	1.54	6,198.0	1.88
2. Other Interest Income	230.3	4,356.0	2.10	8,258.0	2.32	9,510.0	2.60	13,332.0	4.05
3. Dividend Income	0.0	0.0	0.00	2.0	0.00	2.0	0.00	0.0	0.00
4. Gross Interest and Dividend Income	437.1	8,266.0	3.98	14,386.0	4.04	15,157.0	4.14	19,530.0	5.93
5. Interest Expense on Customer Deposits	114.5	2,166.0	1.04	3,291.0	0.93	3,744.0	1.02	4,523.0	1.37
6. Other Interest Expense	214.7	4,060.0	1.95	6,810.0	1.91	6,689.0	1.83	12,228.0	3.71
7. Total Interest Expense	329.2	6,226.0	3.00	10,101.0	2.84	10,433.0	2.85	16,751.0	5.09
8. Net Interest Income	107.9	2,040.0	0.98	4,285.0	1.20	4,724.0	1.29	2,779.0	0.84
9. Net Gains (Losses) on Trading and Derivatives	(8.1)	(153.0)	(0.07)	(413.0)	(0.12)	8.0	0.00	1,524.0	0.46
10. Net Gains (Losses) on Other Securities	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
11. Net Gains (Losses) on Assets at FV through Income Statement	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
12. Net Insurance Income	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
13. Net Fees and Commissions	65.7	1,243.0	0.60	2,364.0	0.66	2,226.0	0.61	2,042.0	0.62
14. Other Operating Income	32.2	608.0	0.29	18.0	0.01	4.0	0.00	176.0	0.05
15. Total Non-Interest Operating Income	89.8	1,698.0	0.82	1,969.0	0.55	2,238.0	0.61	3,742.0	1.14
16. Personnel Expenses	30.5	577.0	0.28	0.0	0.00	0.0	0.00	0.0	0.00
17. Other Operating Expenses	58.6	1,109.0	0.53	3,291.0	0.93	3,074.0	0.84	2,911.0	0.88
18. Total Non-Interest Expenses	89.2	1,686.0	0.81	3,291.0	0.93	3,074.0	0.84	2,911.0	0.88
19. Equity-accounted Profit/Loss — Operating	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
20. Pre-Impairment Operating Profit	108.5	2,052.0	0.99	2,963.0	0.83	3,888.0	1.06	3,610.0	1.10
21. Loan Impairment Charge	29.1	550.0	0.26	1,253.0	0.35	1,592.0	0.44	1,394.0	0.42
22. Securities and Other Credit Impairment Charges	0.0	0.0	0.00	7.0	0.00	0.0	0.00	0.0	0.00
23. Operating Profit	79.4	1,502.0	0.72	1,703.0	0.48	2,296.0	0.63	2,216.0	0.67
24. Equity-accounted Profit/Loss — Non-operating	0.2	3.0	0.00	(11.0)	(0.00)	(2.0)	(0.00)	(9.0)	(0.00)
25. Non-recurring Income	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
26. Non-recurring Expense	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
27. Change in Fair Value of Own Debt	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
28. Other Non-operating Income and Expenses	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
29. Pre-tax Profit	79.6	1,505.0	0.72	1,692.0	0.48	2,294.0	0.63	2,207.0	0.67
30. Tax Expense	23.7	448.0	0.22	392.0	0.11	608.0	0.17	460.0	0.14
31. Profit/Loss from Discontinued Operations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
32. Net Income	55.9	1,057.0	0.51	1,300.0	0.37	1,686.0	0.46	1,747.0	0.53
33. Change in Value of AFS Investments	3.5	67.0	0.03	(238.0)	(0.07)	(66.0)	(0.02)	(37.0)	(0.01)
34. Revaluation of Fixed Assets	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
35. Currency Translation Differences	(1.8)	(34.0)	(0.02)	0.0	0.00	0.0	0.00	0.0	0.00
36. Remaining OCI Gains/(Losses)	2.5	47.0	0.02	126.0	0.04	(55.0)	(0.02)	181.0	0.05
37. Fitch Comprehensive Income	60.1	1,137.0	0.55	1,188.0	0.33	1,565.0	0.43	1,891.0	0.57
38. Memo: Profit Allocation to Non-controlling Interests	0.1	1.0	0.00	46.0	0.01	24.0	0.01	22.0	0.01
39. Memo: Net Income after Allocation to Non-controlling Interests	55.8	1,056.0	0.51	1,254.0	0.35	1,662.0	0.45	1,802.0	0.55
40. Memo: Common Dividends Relating to the Period	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
41. Memo: Preferred Dividends Related to the Period	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00

^aExchange rate: 2016 —USD1 = MXN18.91130; 2015 —USD1 = MXN17.20650; 2014 — USD1 = MXN14.71800; 2013 — USD1 = MXN13.07650; 2012 —USD1 = MXN13.01010. OCI — Other comprehensive income.

Source: Fitch calculations based on data provided by Nafin.

Balance Sheet — Nacional Financiera, S.N.C.

(MXN Mil., Year End as of Dec. 31)	June 30, 2016 ^a		As % of Assets	2015 ^a	As % of Assets	2014 ^a	As % of Assets	2013 ^a	As % of Assets
	Six Months — Interim								
	(USD Mil.)								
Assets									
A. Loans									
1. Residential Mortgage Loans	8.1	154.0	0.03	160.0	0.04	166.0	0.04	176.0	0.05
2. Other Mortgage Loans	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
3. Other Consumer/Retail Loans	0.6	11.0	0.00	11.0	0.00	8.0	0.00	7.0	0.00
4. Corporate and Commercial Loans	8,613.3	162,888.0	35.51	160,521.0	41.71	139,137.0	35.70	111,702.0	31.73
5. Other Loans	688.6	13,022.0	2.84	11,010.0	2.86	10,988.0	2.82	8,717.0	2.48
6. Less: Reserves for Impaired Loans	249.7	4,723.0	1.03	4,703.0	1.22	3,955.0	1.01	3,504.0	1.00
7. Net Loans	9,060.8	171,352.0	37.35	166,999.0	43.40	146,344.0	37.55	117,098.0	33.26
8. Gross Loans	9,310.6	176,075.0	38.38	171,702.0	44.62	150,299.0	38.56	120,602.0	34.26
9. Memo: Impaired Loans Included Above	112.3	2,123.0	0.46	1,894.0	0.49	1,892.0	0.49	1,731.0	0.49
10. Memo: Loans at Fair Value Included Above	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
B. Other Earning Assets									
1. Loans and Advances to Banks	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
2. Reverse Repos and Cash Collateral	272.1	5,146.0	1.12	333.0	0.09	4,573.0	1.17	0.0	0.00
3. Trading Securities and at FV through Income	11,226.2	212,302.0	46.28	161,298.0	41.91	190,925.0	48.99	190,458.0	54.10
4. Derivatives	92.8	1,755.0	0.38	1,492.0	0.39	948.0	0.24	699.0	0.20
5. Available for Sale Securities	324.7	6,140.0	1.34	5,141.0	1.34	4,071.0	1.04	2,736.0	0.78
6. Held to Maturity Securities	675.5	12,774.0	2.78	12,894.0	3.35	12,696.0	3.26	12,555.0	3.57
7. Equity Investments in Associates	434.4	8,215.0	1.79	7,544.0	1.96	6,205.0	1.59	5,617.0	1.60
8. Other Securities	2.4	46.0	0.01	33.0	0.01	28.0	0.01	30.0	0.01
9. Total Securities	13,028.1	246,378.0	53.70	188,735.0	49.04	219,446.0	56.30	212,095.0	60.25
10. Memo: Government Securities Included Above	11,526.8	217,987.0	47.52	144,435.0	37.53	173,499.0	44.51	170,281.0	48.37
11. Memo: Total Securities Pledged	9,081.7	171,747.0	37.44	0.0	0.00	0.0	0.00	0.0	0.00
12. Investments in Property	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
13. Insurance Assets	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
14. Other Earning Assets	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
15. Total Earning Assets	22,088.9	417,730.0	91.05	355,734.0	92.44	365,790.0	93.85	329,193.0	93.51
C. Non-Earning Assets									
1. Cash and Due from Banks	1,574.8	29,782.0	6.49	20,520.0	5.33	18,105.0	4.65	17,455.0	4.96
2. Memo: Mandatory Reserves included above	0.0	0.0	0.00	13,075.0	3.40	13,075.0	3.35	11,742.0	3.34
3. Foreclosed Real Estate	0.5	10.0	0.00	17.0	0.00	25.0	0.01	23.0	0.01
4. Fixed Assets	81.9	1,549.0	0.34	1,552.0	0.40	1,569.0	0.40	1,582.0	0.45
5. Goodwill	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
6. Other Intangibles	58.4	1,105.0	0.24	1,322.0	0.34	727.0	0.19	1,012.0	0.29
7. Current Tax Assets	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
8. Deferred Tax Assets	32.7	619.0	0.13	541.0	0.14	238.0	0.06	0.0	0.00
9. Discontinued Operations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
10. Other Assets	421.7	7,975.0	1.74	5,142.0	1.34	3,308.0	0.85	2,772.0	0.79
11. Total Assets	24,259.0	458,770.0	100.00	384,828.0	100.00	389,762.0	100.00	352,037.0	100.00

^aExchange rate: 2016 —USD1 = MXN18.91130; 2015 —USD1 = MXN17.20650; 2014 — USD1 = MXN14.71800; 2013 — USD1 = MXN13.07650; 2012 —USD1 = MXN13.01010. OCI – Other comprehensive income. *Continued on next page.*
Source: Fitch calculations based on data provided by Nafin.

Balance Sheet — Nacional Financiera, S.N.C. (Continued)

(MXN Mil., Year End as of Dec. 31)	June 30, 2016 ^a		As % of Assets	2015 ^a	As % of Assets	2014 ^a	As % of Assets	2013 ^a	As % of Assets
	Six Months — Interim								
	(USD Mil.)								
Liabilities and Equity									
D. Interest-Bearing Liabilities									
1. Customer Deposits — Current	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
2. Customer Deposits — Savings	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
3. Customer Deposits — Term	8,500.5	160,755.0	35.04	125,734.0	32.67	116,610.0	29.92	108,913.0	30.94
4. Total Customer Deposits	8,500.5	160,755.0	35.04	125,734.0	32.67	116,610.0	29.92	108,913.0	30.94
5. Deposits from Banks	109.5	2,071.0	0.45	0.0	0.00	1,000.0	0.26	5,193.0	1.48
6. Repos and Cash Collateral	8,872.4	167,789.0	36.57	135,792.0	35.29	181,484.0	46.56	176,758.0	50.21
7. Commercial Paper and Short-term Borrowings	430.7	8,145.0	1.78	14,030.0	3.65	5,675.0	1.46	5,115.0	1.45
8. Total Money Market and Short-term Funding	17,913.1	338,760.0	73.84	275,556.0	71.60	304,769.0	78.19	295,979.0	84.08
9. Senior Unsecured Debt (Original Maturity > One Year)	4,063.0	76,837.0	16.75	68,899.0	17.90	47,380.0	12.16	24,482.0	6.95
10. Subordinated Borrowing	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
11. Covered Bonds	N.A.	N.A.	-	N.A.	-	N.A.	-	0.0	0.00
12. Other Long-term Funding	500.9	9,472.0	2.06	9,719.0	2.53	7,097.0	1.82	6,574.0	1.87
13. Total LT Funding (Original Maturity > One Year)	4,563.9	86,309.0	18.81	78,618.0	20.43	54,477.0	13.98	31,056.0	8.82
14. Derivatives	306.9	5,803.0	1.26	3,431.0	0.89	720.0	0.18	19.0	0.01
15. Trading Liabilities	0.0	0.0	0.00	0.0	0.00	0.0	0.00	50.0	0.01
16. Total Funding	22,783.8	430,872.0	93.92	357,605.0	92.93	359,966.0	92.36	327,104.0	92.92
E. Non-Interest Bearing Liabilities									
1. Fair Value Portion of Debt	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
2. Credit Impairment Reserves	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
3. Reserves for Pensions and Other	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
4. Current Tax Liabilities	17.9	339.0	0.07	364.0	0.09	1,012.0	0.26	521.0	0.15
5. Deferred Tax Liabilities	0.0	0.0	0.00	0.0	0.00	0.0	0.00	264.0	0.07
6. Other Deferred Liabilities	2.1	39.0	0.01	144.0	0.04	139.0	0.04	50.0	0.01
7. Discontinued Operations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
8. Insurance Liabilities	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
9. Other Liabilities	51.5	974.0	0.21	1,359.0	0.35	4,549.0	1.17	1,525.0	0.43
10. Total Liabilities	22,855.3	432,224.0	94.21	359,472.0	93.41	365,666.0	93.82	329,464.0	93.59
F. Hybrid Capital									
1. Pref. Shares and Hybrid Capital Accounted for as Debt	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
2. Pref. Shares and Hybrid Capital Accounted for as Equity	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
G. Equity									
1. Common Equity	1,330.1	25,154.0	5.48	24,064.0	6.25	22,810.0	5.85	21,150.0	6.01
2. Non-Controlling Interest	67.7	1,280.0	0.28	1,260.0	0.33	1,142.0	0.29	1,158.0	0.33
3. Securities Revaluation Reserves	(11.8)	(223.0)	(0.05)	(290.0)	(0.08)	(52.0)	(0.01)	14.0	0.00
4. Foreign Exchange Revaluation Reserves	0.0	0.0	0.00	34.0	0.01	34.0	0.01	34.0	0.01
5. Fixed Asset Revaluations and Other Accumulated OCI	17.7	335.0	0.07	288.0	0.07	162.0	0.04	217.0	0.06
6. Total Equity	1,403.7	26,546.0	5.79	25,356.0	6.59	24,096.0	6.18	22,573.0	6.41
7. Total Liabilities and Equity	24,259.0	458,770.0	100.00	384,828.0	100.00	389,762.0	100.00	352,037.0	100.00
8. Memo: Fitch Core Capital	1,312.5	24,822.0	5.41	23,493.0	6.10	23,131.0	5.93	21,561.0	6.12

^aExchange rate: 2016 —USD1 = MXN18.91130; 2015 —USD1 = MXN17.20650; 2014 — USD1 = MXN14.71800; 2013 — USD1 = MXN13.07650; 2012 —USD1 = MXN13.01010. OCI — Other comprehensive income. N.A. — Not available.
Source: Fitch calculations based on data provided by Nafin.

Summary Analytics — Nacional Financiera, S.N.C.

June 30, 2016
Six Months —

(%, Year End as of Dec. 31)	Interim	2015	2014	2013
A. Interest Ratios				
1. Interest Income on Loans/Average Gross Loans	4.57	4.14	4.65	5.48
2. Interest Expense on Customer Deposits/Average Customer Deposits	3.13	2.77	3.32	4.48
3. Interest Income/Average Earning Assets	4.46	4.08	4.72	5.96
4. Interest Expense/Average Interest-bearing Liabilities	3.27	2.84	3.28	5.24
5. Net Interest Income/Average Earning Assets	1.10	1.22	1.47	0.85
6. Net Int. Inc Less Loan Impairment Charges/Av. Earning Assets	0.80	0.86	0.98	0.42
7. Net Interest Inc Less Preferred Stock Dividend/Average Earning Assets	1.10	1.22	1.47	0.85
B. Other Operating Profitability Ratios				
1. Non-Interest Income/Gross Revenues	45.43	31.48	32.15	57.38
2. Non-Interest Expense/Gross Revenues	45.10	52.62	44.15	44.64
3. Non-Interest Expense/Average Assets	0.83	0.86	0.88	0.85
4. Pre-impairment Op. Profit/Average Equity	15.89	11.80	16.41	16.52
5. Pre-impairment Op. Profit/Average Total Assets	1.00	0.77	1.12	1.05
6. Loans and Securities Impairment Charges/Pre-impairment Op. Profit	26.80	42.52	40.95	38.61
7. Operating Profit/Average Equity	11.63	6.78	9.69	10.14
8. Operating Profit/Average Total Assets	0.74	0.44	0.66	0.64
9. Operating Profit /Risk Weighted Assets	2.00	1.10	1.65	1.71
C. Other Profitability Ratios				
1. Net Income/Average Total Equity	8.19	5.18	7.12	8.00
2. Net Income/Average Total Assets	0.52	0.34	0.48	0.51
3. Fitch Comprehensive Income/Average Total Equity	8.81	4.73	6.61	8.65
4. Fitch Comprehensive Income/Average Total Assets	0.56	0.31	0.45	0.55
5. Taxes/Pre-tax Profit	29.77	23.17	26.50	20.84
6. Net Income/Risk Weighted Assets	1.41	0.84	1.21	1.35
D. Capitalization				
1. FCC/FCC-Adjusted Risk Weighted Assets	16.43	15.17	16.65	16.64
2. Tangible Common Equity/Tangible Assets	5.43	6.13	5.95	6.14
3. Tier 1 Regulatory Capital Ratio	14.52	13.57	14.62	14.98
4. Total Regulatory Capital Ratio	14.52	13.57	14.62	15.30
5. Common Equity Tier 1 Capital Ratio	14.52	13.57	14.62	N.A.
6. Equity/Total Assets	5.79	6.59	6.18	6.41
7. Cash Dividends Paid & Declared/Net Income	N.A.	N.A.	N.A.	N.A.
8. Internal Capital Generation	8.01	5.13	7.00	7.74
E. Loan Quality				
1. Growth of Total Assets	19.21	(1.27)	10.72	0.85
2. Growth of Gross Loans	2.55	14.24	24.62	4.56
3. Impaired Loans/Gross Loans	1.21	1.10	1.26	1.44
4. Reserves for Impaired Loans/Gross Loans	2.68	2.74	2.63	2.91
5. Reserves for Impaired Loans/Impaired Loans	222.47	248.31	209.04	202.43
6. Impaired Loans Less Reserves for Impaired Loans/Fitch Core Capital	(10.47)	(11.96)	(8.92)	(8.22)
7. Impaired Loans Less Reserves for Impaired Loans/Equity	(9.79)	(11.08)	(8.56)	(7.85)
8. Loan Impairment Charges/Average Gross Loans	0.64	0.85	1.31	1.23
9. Net Charge-offs/Average Gross Loans	N.A.	N.A.	0.00	0.00
10. Impaired Loans + Foreclosed Assets/Gross Loans + Foreclosed Assets	1.21	1.11	1.28	1.45
F. Funding and Liquidity				
1. Loans/Customer Deposits	109.53	136.56	128.89	110.73
2. Interbank Assets/Interbank Liabilities	N.A.	N.A.	N.A.	0.00
3. Customer Deposits/Total Funding (Excluding Derivatives)	37.82	35.50	32.46	33.30
4. Liquidity Coverage Ratio	N.A.	N.A.	N.A.	N.A.
5. Net Stable Funding Ratio	N.A.	N.A.	N.A.	N.A.

N.A. – Not available.

Source: Fitch calculations based on provided by Nafin.

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