

Rating Agency Reform and the Russian Bond Market

- Analytical Credit Rating Agency JSC established **20 November 2015**
- Charter capital 3b Rub (circa GBP 30m)
 - **27 shareholders** – largest Russian companies and financial institutions
 - For each stockholder - **3.7% of charter capital**
- Activities of ACRA must comply with the **federal law N222**
- The date of the first published RFC and other documents – **25 December 2015**.
- Application for accreditation submitted to Central B of Bank RF on **29 Feb 2016**
- ACRA is aiming to assign the following rating types:
 - Financial Instruments (banks, non-bank financial organisations, insurance providers
 - corporate entities)
 - Regional and municipal organs of RF
 - Structured Finance and Project Finance ratings
- National scale ratings (AAA (RU) to D(RU)).



Management and the board of ACRA have extensive experience in the rating industry



CARL JOHANSSON – CHAIRMAN OF THE BOARD OF DIRECTORS (USA)

Between 1995-2000 the managing partner of Ernst and Young in CIS, later the regional partner in Eastern Europe including CIS (Vienna, Austria). Between 2006 and 2014 he worked in Moscow as the managing partner and also was the coordinator of the Foreign Investment Consultation Committee of the Russian Government.



THOMAS MISSONG – MEMBER OF THE BOARD (AUSTRIA)

More than 16 years professional experience in the financial markets, 10 years devoted to rating consultancy. Since 2010 president of the European Association of Credit rating agencies EACRA (Paris). Managing director of Rating platform, that analyses rating agencies

Composition of the Board of Directors (2)



ANUAR HASSUN – BOARD MEMBER (LUXEMBURG)

15 years financial markets experience including 12 years in rating industry at Moody's and Standard & Poor's. Between 2012-2015 head of Research and Strategy, Middle East and Africa, The Bank of Tokyo-Mitsubishi UFJ. Currently the co-founder and managing director, West Africa Rating Agency. Also managing partner Euris Group.



EKATERINA TROFIMOVA – BOARD MEMBER, CEO ACRA (RUSSIA)

Between 2000-2011 Ekaterina Trofimova worked as a financial analyst, director and Group head, Russia and CIS, Standard & Poor's, (Paris). In 2011 joined Gazprom rating advisory, 2012-2015 Gazprom executive committee member, coordinated company's Centre of Rating Consultancy.



VINCENT TRUGLIA – BOARD MEMBER (USA)

35 years financial market experience, 15 years at Moody's, 11 years as Managing Director of the Sovereign risk assessment group. As an independent consultant had participated in the development of strategy and analytical competency of the non-commercial rating agency INCRA.

Main work principles of ACRA

Conscientiousness and high standards of rating activity

- Qualified personnel with experience in rating agency
- *ACRA Code of ethics and professional conduct* is available on the main ACRA web page

Independence and zero tolerance to conflict of interests

- Transparent and diversified ownership structure
- Internal documents containing rules and procedures designed to identify any potential conflict of interest

Timely disclosure of information about the activities of ACRA

- RFC and Drafts of the rating methodology are made available on the website since the first day of ACRA work
- Daily publication of the activity disclosure report

Protection of client confidentiality

- Strict compliancy-control at every stage of the rating process
- Modern IT systems supporting reliable storage of data and documents used to assign ratings

Transparency of methodology and rating process

- Public Documents and rating methodologies are free to access on the website
- The comments to the RFC posted on the website and are collected continuously.