

BOA BURKINA FASO
Credit rating note
April 2016

Category of values	Rating scale	Currency	Current rating	Previous rating	Outlook
Long term	Regional	CFA	A	A	Stable
Short term	Regional	CFA	A1	A1-	Stable

Bloomfield Investment Corporation
Telephone: + (225) 20 21 57 47/ 20 21 57 49
Fax: + (225) 20 21 57 51
Yannick YAPI, Chief of mission
y.yapi@bloomfield-investment.com
Frederique EKRA, Senior Financial Analyst
fekra@bloomfield-investment.com
YASSOUA Olivia, Financial Analyst
o.yassoua@bloomfield-investment.com
www.bloomfield-investment.com
Basic financial data:

In million CFA	2014	2015
Total balance sheet	497 141	656 797
Interbank claims	34 787	63 405
Loans and advances to customers	340 584	349 408
Interbank liabilities	118 319	197 608
Deposits from customers	323 570	391 924
Equity	44 128	49 528
Interest margin	12 920	12 697
Net banking income	26 686	31 317
Net operating result	14 857	17 288
Net result	10 478	12 028

Presentation

Bank of Africa Burkina Faso (BOA Burkina) is a banking institution established on 12 March 1997 with a capital of CFA 11 billion as at 31 December 2014.

Since 30 December 2010, BOA Burkina is the fourth (4th) bank of the BANK OF AFRICA Group to be listed on the regional stock exchange (BRVM).

Justification of the rating and outlooks

Long term: High credit quality. Protection factors are good. However, risk factors are more variable and more significant in times of economic pressure.

Short-term: Very high certainty of timely repayment. Liquidity factors are excellent and are supported by good protection factors of key elements.

Risk factors are minor.

The rating is based on the following positive factors:

- The environment is conducive to a wide expansion of the network;
- Enhanced organization of the Bank thanks to the Convergence project;
- Good implementation of the three-year development plan (PTD) 2013-2015;
- Innovative and segmented commercial actions in 2015, which strengthen leadership;
- A strong growth of GNP generated by the improvement of financial transactions;
- Control of operating expenses;
- Assumed strong support of the majority shareholder

Main rating factors regarded as negative:

- Slowdown of economic activity primarily due to the socio-political situation;
- Pressure on prices applied to large businesses, due to strong competition;
- Slowdown of the bank's customer loan activity;
- Increased cost of risk that needs to be controlled;
- High security risk.