

PRESS RELEASE

Istanbul – April 11, 2016

JCR Eurasia Rating, in its periodic review, has affirmed the ratings of the '**Consolidated Structure of Temapol Polimer Plastik ve İnşaat Sanayi Ticaret A.Ş.**' and the '**Cash Flows on Prospective Bond Issue**' as '**BBB (Trk)**' on the Long Term National Local Scale and upgraded the Outlook as '**Positive**'.
The Long Term International Foreign and Local Currency Scale ratings have been affirmed as '**BBB-/Stable**'.

JCR Eurasia Rating, in its periodic review, has affirmed the credit ratings of the "**Consolidated Structure of Temapol Polimer Plastik ve İnşaat Sanayi Ticaret A.Ş.**" and the '**Cash Flows on Prospective Bond Issue**' as the investment grade of "**BBB(Trk)**" on the Long Term National Scale and upgraded the Long Term National Outlook as '**Positive**'. In addition, JCR Eurasia Rating has affirmed the Long Term International Foreign and Local Currency Ratings as '**BBB-**'. Other notes and details of the ratings are given in the table below:

Long Term International Foreign Currency	:	BBB- / (Stable Outlook)
Long Term International Local Currency	:	BBB- / (Stable Outlook)
Long Term National Local Rating	:	BBB (Trk) / (Positive Outlook)
Short Term International Foreign Currency	:	A-3 / (Stable Outlook)
Short Term International Local Currency	:	A-3 / (Stable Outlook)
Short Term National Local Rating	:	A-3 (Trk) / (Stable Outlook)
Sponsor Support	:	2
Stand Alone	:	B

Temapol, one of the leading companies in the polymer plastic sheet sector, manufactures for a variety of industries including automotives, refrigeration, machinery, outer body manufacturing, medical products including hospital beds, bathtubs, billboards, and furniture. Through production and import/export activities in the field of solid straight plastic sheet production, the Company has differentiated itself from other suppliers. The Company has a competitive advantage through its diversified customer portfolio spanning. Indicating a steady growth in parallel with the increased operations, Temapol plans to continue its manufacturing activities in a new 30,000 m² production facility in the Kayseri Mimarşinan Organized Industrial Zone. The Company has achieved more effective, efficient and fast operations through the acquisition of 50% of **Center Glass Cam Mobilya Tekstil Sanayi ve Ticaret A.Ş.**, which operates in the field of tempered glass production with a large customer portfolio and know-how. The Company has been trading on (Bist) Main since March 2015 and was publicly listed on the Emerging Companies Market of the Borsa Istanbul (BIST) in December 2013. In order to execute its marketing activities more effectively in Central and Eastern Europe, the Company has established a sales representative in Serbia where it continues to increase its market share.

The Company completed investments in a glass tempering furnace and the production of an unscratchable high gloss line in the beginning of 2016. The Company has accelerated its turnover and profitability expectations in the following periods in parallel with the increase in production capacity. In addition, the construction of the new facilities are on-going and are financed by internal resources. Location in an Organized Industrial Zone, provides benefits of already established infrastructure facilities and affordable electricity and gas supplies. The current balance sheet composition is expected to generate sufficient levels of cash flows to meet the financial liabilities arising from the planned bond issuance taking into account the strengthened capital structure after the IPO, maximization of the capital adequacy through adding the profit to the equity and the non-profit distribution policy, anticipated contribution to internal equity generation capacity from management strategies emphasizing value added products manufacturing, advantages from fluctuations in petrol and foreign currency due to low cost purchases of inventories, minimized effects of price fluctuations from efficient stock management, customer portfolio spanning different sectors, positive effect on sales revenue of product diversification and flexible production capability, subsidiary acquisition, ongoing upward trend in export levels and attainable future growth plans.

The negative effect on profit margins due to the fact that plastic raw materials are petroleum-derived, fluctuations in the raw materials of crude oil prices and granule polymer plastic prices, FX risk derived from dependency on imports of raw materials and resultant negative effect on customer demands from volatility in the prices of manufactured products, constraints created on the value of the lira due to ongoing political and economic instability at the macro-level leading to an upward trend in benchmark interest rates and pressuring financing expenses, high customer concentration risk on sales revenue are factors that will be monitored by JCR Eurasia Rating and can exert downward pressure on the ratings. The significant growth potential carried by the per capita plastic consumption of Turkey for the medium and long-term in comparison to developed economies and the high probability of realization relating to the Company's future growth plan along with the supporting power of the main shareholder structure and experienced management teams, and the generation of internal resources and cash flows to meet the interest expenses are the principle factors behind the upgrade of the Company's outlook as "**Positive**" in the Long Term and the affirmation of the Company's Long term National Grade as **BBB(Trk)**.

Taking into consideration that 23.81% of the shares which are publically listed, JCR Eurasia Rating has reached the opinion that the Company's largest qualified real person shareholder, **Mr. Tevfik Gemici** and others, have the willingness to supply long-term liquidity and equity as well as lending effective operational support to **Temapol Polimer Plastik ve İnşaat Sanayi Ticaret A.Ş.** should such a need arise, based on their track-record in the polymer plastic sector, investments, dividend distribution policy and equity trend. In this context, the Company's Sponsor Support grade has been affirmed as (2).

On the other hand, regardless of the support from its shareholders, taking into account the growth rates, asset quality, value added and profit focused strategies, publicly traded shareholder structure, variety of activities, qualified materials, different production techniques, and know-how, it is considered that the Company has reached a level of experience to manage the incurred risks on its balance sheet provided that the current customer base and effectiveness in the market is preserved. In light of such circumstances, the Stand Alone grade of the Company has been affirmed as (B).

For more information regarding the rating results, you may visit our internet site <http://www.jcrer.com.tr> or contact our analysts **Mr. Orkun INAN** and **Ms. Merve HAYAT**.

JCR EURASIA RATING
Administrative Board