

Corporate Credit Rating

PRODUCTION

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

TEMAPOL POLİMER PLASTİK VE İNŞ. SANAYİ TİC. A.Ş.					
Financial Data	2015*	2014*	2013*	2012*	2011*
Total Assets (000 USD)	20,475	17,678	15,483	11,555	7,174
Total Assets (000 TRY)	55,002	40,993	32,986	20,541	13,552
Equity (000 TRY)	18,488	16,307	12,759	4,094	2,989
Net Profit (000 TRY)	2,182	2,297	226	734	292
Sales (000 TRY)	46,254	34,665	23,904	22,713	19,495
Net Profit Margin (%)	4.72	6.63	0.95	3.23	1.50
ROAA (%)	6.06	7.51	1.34	5.56	3.14
ROAE (%)	16.71	19.11	4.25	26.78	15.15
Equity / Total Assets (%)	33.61	39.78	38.68	19.93	22.06
Net Working Capital / T. Assets (%)	23.46	28.33	40.86	32.07	32.42
Debt Ratio (%)	66.39	60.22	61.32	80.07	77.94
Asset Growth Rate (%)	34.17	24.27	60.59	51.57	26.64

* Affirmed by Japan Credit Rating Agency, JCR on Aug,28,2015

Analysts: Orkun İNAN / +90 212 352 56 73

orkuni@jcrer.com.tr

Merve HAYAT/+90 212 352 56 74

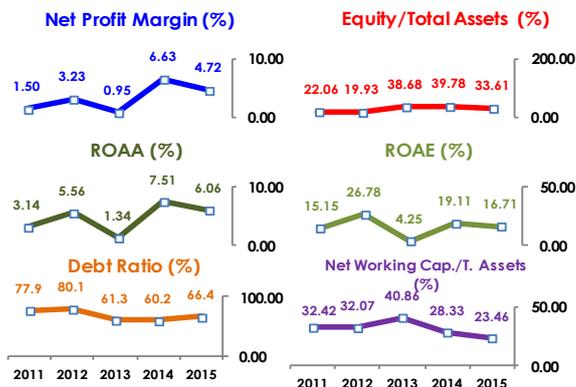
merve.bolukcu@jcrer.com.tr

*End of year

Overview

Temapol Polimer Plastik ve İnşaat Sanayi Ticaret Anonim Şirketi (referred to as "Temapol" or "the Company") was established in Kayseri in 2007 and changed its status to that of a joint stock Company in 2012. Having originally focused on the production of industrial polymer plastic sheets, the Company broadened its operational scope to include the export/import, storage, distribution, and trade of various plastic raw materials for various sectors including automotives, medical products, bathtubs, bill boards, and the construction sector through a diversified customer base.

Company production facilities are located in Kayseri. As of November 2014, the Company established a subsidiary, **Center Glass A.Ş.**, with the purpose of efficiently carrying out the production and marketing of tempered glass. Mr. Tevfik Gemici is the largest qualified shareholder of the Company following the listing of 23.81% of shares on Emerging Companies Market of the Borsa İstanbul (BIST) since December 2013 and trading on the (Bist) Main since March 2015. As of FYE2015, the average number of personnel employed across Company operations increased to 155 from 106.



Strengths

- Positive contribution to main operating profit and market share sustainability due to consistent and ongoing inter/national sales and assets growth rate despite its short operational track record
- Diversified product portfolio thanks to integrated production facilities in various sectors
- Augmented paid-in capital through the addition of share premium preventing the possible distribution of equity
- Enhanced strategic targets thanks to highly qualified and sophisticated management team
- Focusing on value added products with a potentially positive impact on profit margins
- Innovation processes through R&D activities, high-tech machine park, a flexible manufacturing capability, and product diversity providing advantages compared to other companies in the sector
- Consistency and expected increase in cash flows thanks to the completed investments in machinery and subsidiary acquisition
- Probable bond issuance in the diversification of external fund resources and planned to be maintained in the on-going financial year depending on economic circumstances

Constraints

- High level of sector dependency on imports for raw material requirements and sensitivity on petrol prices for the processing of raw materials
- A slight drop in profitability due to the upward trend in the debt ratio and resultant financial expenses due to FX movements and a slight downturn in capitalization level due to external financing of funding needs
- Probable pressure and volatility in sales revenue and in profitability of polymer plastic activities due to input price fluctuations and pricing strategies
- Steady short foreign currency position exposing the Company to a currency risk due to non-currency ineptness from financial institutions and trade payables due to supply of raw materials creating volatility potential on future profitability performance
- Difficulty in employment of qualified personnel as the petrochemical industry has not developed enough in the region that the Company operates in
- Growing perception of pressure in the markets through risks arising from continuing political and economic stresses and regional tensions resulting in uncertainty and exerting pressure on business prospects

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"Global Knowledge supported by Local Experience"