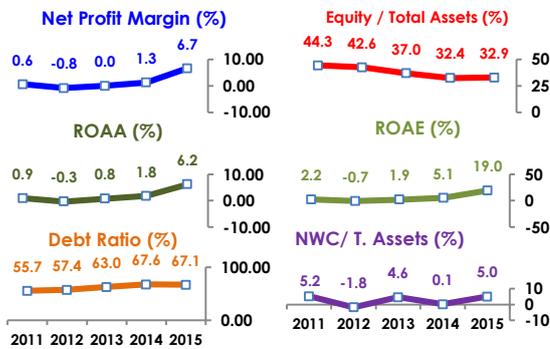


Corporate Credit Rating
Non-Financial Sector
Holding

ittifak HOLDING		Long Term	Short Term
International	Foreign Currency	BB+	B
	Local Currency	BBB-	A-3
	Outlook	Stable	Stable
	Issue Rating	n.a.	-
National	Local Rating	BBB- (Trk)	A-3 (Trk)
	Outlook	Positive	Stable
	Issue Rating	n.a.	-
Sponsor Support		4	-
Stand Alone		B	-
Sovereign*	Foreign Currency	BBB-	-
	Local Currency	BBB-	-
	Outlook	FC Stable LC Stable	- -

*Assigned by Japan Credit Rating Agency, JCR on August 28, 2015

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Strengths

- Improving operational efficiency owing to ongoing investments and consolidation of certain manufacture facilities
- Ability to complement liquidity management and business operations via ownership of diverse activities
- Experience in primary strategic business segments and construction and contracting know how with a track record including shopping malls, residences, office complexes, schools, mosques and social housing units
- Regional penetration of the retail chain stores particularly in the Anatolia under the "Adese" brand
- Export capacity, broad product range of in flour, semolina and pasta products marketed with Selva brand
- Technical and organizational capacity in manufacturing and overseas distribution of bandsaw and milling machines with "Cuterall" and "Milleral"
- Large scale real estate development projects based in Konya and Istanbul, cementing the position of the Group's construction segment

İTTİFAK HOLDİNG A.Ş.

Financial Data	2015*	2014*	2013*	2012*	2011*
Total Assets (000 USD)	449,880	482,487	470,242	481,532	443,765
Total Assets (000 TRY)	1,308,072	1,118,839	1,001,804	855,971	838,228
Equity (000 TRY)	429,881	362,200	370,889	364,390	371,485
Net Profit (000 TRY)	64,966	12,370	-145	-7,653	5,456
Sales (000 TRY)	972,694	967,756	993,360	937,710	914,935
Net Profit Margin (%)	6.68	1.28	-0.01	-0.82	0.60
ROAA (%)	6.21	1.77	0.76	-0.32	0.95
ROAE (%)	19.01	5.12	1.91	-0.75	2.16
Equity / Total Assets (%)	32.86	32.37	37.02	42.57	44.32
Net Working Capital / T. Assets (%)	5.05	0.14	4.61	-1.79	5.25
Leverage Ratio (%)	67.14	67.63	62.98	57.43	55.68
Asset Growth Rate (%)	16.91	11.68	17.04	2.12	9.22

*End of year

Company Overview

Konya based conglomerate İttifak Holding A.Ş. (hereinafter named the Holding, the Group), is incorporated in 1993. The Group, with its roots dating back to 1988 owns several companies operating in retail, construction, manufacturing, food industry, livestock, egg fuel distribution, information technologies, automobile leasing, real estate management and services. Currently, the majority of the Group's revenues are generated by retail, construction, pasta and machinery manufacture segments.

The Group's manufacturing business, spearheaded by flour, semolina and pasta producer Selva Gıda, and milling and bandsaw machinery manufacturer İmas Makina are represented by "Selva", "Milleral" and "Cuterall" brands, respectively. Both companies target export markets with the latter generating majority of its revenues abroad. The retail segment is managed under the Adese brand, a prominent player particularly in the Anatolian market. Group's construction company, Seha İnşaat has experience in real estate development and contracting works and is currently focused on large scale real estate projects most prominent being the "Zermeram" project in Konya. Food industry investments, in addition to established pasta & flour line, continues to undergo investment and growth in livestock breeding, poultry & eggs with "Selet" brand.

At the end of 2015, İttifak Holding employed a staff of 3,645, on average, and had 18 subsidiaries, all of which were consolidated, in various fields.

Constraints

- Relatively high share of non-cash revenue items such as valuation gains, affecting the earnings quality, liquidity needs and external funding requirements
- Comparatively low return to equity, after adjusting for the fair value gains, while further recovery of the profitability expected upon successful completion of the construction projects
- The uncollected receivables derived from the sale of shares of the Group which were acquired through the Holding's IPO by its subsidiaries to a third party, although completed more than 2 years ago, increase the impaired receivables levels and pressurized the profitability
- Enduring political and economic uncertainties in the wake of turmoil in the Middle East, tensions with the neighboring countries and anticipated monetary tightening of the US Fed