

Corporate Governance Rating Report

Revised Report HOLDING

This Report has been prepared by JCR-ER in compliance to the regulations of Capital Market Board of Turkey

cc

		8,04 AA(Trk)/bbb (Stable)
Corporate Governance Score & Outlook	Shareholders	7,93 AA(Trk)/bb (Stable)
	Public Disclosure & Transparency	8,29 AA(Trk)/bbb (Stable)
	Stakeholders	7,54 AA(Trk)/bb (Stable)
	Board of Directors	8,15 AA(Trk)/bbb (Stable)

İhlas Holding A.Ş.					
Financial Data	2014*	2013*	2012*	2011*	2010*
Total Assets (000 USD)	1.147.900	1.268.872	1.402.363	1.202.221	927.983
Total Assets (000 TRY)	2.661.866	2.703.205	2.492.840	2.270.874	1.426.867
Equity (000 TRY)	791.362	821.391	1.070.140	1.115.982	822.263
Net Profit (000 TRY)	-88.381	-229.839	-53.811	-85.377	35.889
Sales (000 TRY)	841.497	1.015.540	651.898	656.864	675.133
Net Profit Margin (%)	-10,50	-22,63	-8,25	-13,00	5,32
ROAA (%)	-2,95	-7,36	-1,63	-6,58	3,34
ROAE (%)	-9,81	-20,21	-3,56	-12,55	5,89
Equity / Total Assets (%)	29,73	30,39	42,93	49,14	57,63
Net Working Capital / T. Assets (%)	38,67	23,71	36,79	38,62	35,81
Debt Ratio (%)	70,27	69,61	57,07	50,86	42,37
Asset Growth Rate (%)	-1,53	8,44	9,77	59,15	27,86

Analyst:

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*End of year

Company Information	
Trade Name	İHLAS HOLDING A.Ş.
Address	Merkez Mah. 29 Ekim Cad. İhlas Plaza No:11 B/21, Yenibosna/Bahçelievler/İstanbul
Chairman	Mr. A.Mücahid ÖREN
CEO	Mr. A.Mücahid ÖREN
Investor Relations	Phone: +90 (212) 454 24 22 yatirimci@ihlas.com.tr
Web	http://www.ihlas.com.tr/
Corporate Governance	Ms. Alev VOLKAN

Overview

İHLAS HOLDING A.Ş. (Holding or Company) with its roots dating back to the Türkiye Newspaper established in 1970, acquired its holding status in 1993. The shares of the Company began traded on IMKB (Istanbul Stock Exchange) through an IPO in 1994. As a managing company of a conglomerate of 33 companies (5 of them publicly traded including the Holding itself) operating in many distinct fields, the Holding maintains also the activities in the fields of education, health and construction within its own structure.

Of the paid-in capital of the Company in a nominal value of TL790 mn, shares representing 86,38% are publicly traded. The largest qualifying shareholders of İhlas Holding are **Mr. A. Mücahid ÖREN and Ms. Ayşe Dilvin ÖREN**, who currently owns the Group's privileged shares. Investor Relations Department conducts and coordinates corporate governance activities by its staff of 1 manager and 3 specialists. The general meetings have been organized by this department in compliance with the principles.

4 members of the 11-member Board bear the attributes of independence. 5 members execute managerial functions while the other 6 are non-executives. Audit, Corporate Governance and Risk Committees composed of independent members exist within the Board.

Strengths

- Notable progress in the field of sustainability
- Maintenance of its website as an effective transparency platform
- Strong staff commitment preserved
- Disclosure of trading activities by top management on the company shares

Constraints

- Absence of female member in the Board and top management
- The privilege on the B group shares to determine majority of board members
- Absence of any union organization among the employees
- Absence the objective performance evaluation methods
- No liability insurance for board members and top managers

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