ACTIVITY REPORT

OF

İZOCAM TİCARET VE SANAYİ A.Ş.

OF THE BOARD OF DIRECTOR PREPARED AS OF 31.03.2017 BASED ON COMMUNIQUE NO.II-14.1

27th April 2017

Esteemed Shareholders,

We submit our briefing prepared according to the Communiqué No. II-14.1 on Principles for Financial Reporting at the Capital Market" of the Capital Market Board for your information.

- Ordinary General Assembly Meeting was held on Wednesday 22nd March 2017.

- In the General Assembly Meeting it was decided that there would be 7 members in the Board consisting of Mr François-Xavier Moser as Chairman, Mr. Samir Kasem as Vice Chairman and Mr. Robert Theodoor Gijsbert Etman, Mr. Hady Nassif and Mr. Arif Nuri Bulut as Board Members and Mr. Pol Zazadze and Mrs. Gülsüm Azeri as Independent Board Members.

  The independent board members; Mrs. Gülsüm Azeri as President and Mr. Pol Zazadze were appointed as Audit Committee members,

  Mr. Pol Zazadze was appointed as President of Corporate Governance Committee and Mr. Samir Kasem, Mr. Robert Theodoor Gijsbert Etman and Mr. Doruk Özcan as the members of the Committee,

  Mr. Pol Zazadze was appointed as the President of Committee of Early Detection of Risk and Mr. Samir Kasem and Mr. Robert Theodoor Gijsbert Etman as the members of the Committee.

  Taking into account the current structure of the Board of Directors, the tasks of Nomination Committee and Wage Committee are going to be fulfilled by Corporate Governance Committee.

- The proposal pertaining to the distribution of profit included in Company's Board of Directors Activity Report was discussed. To present the net profit of 2016 to be fully transferred to extraordinary reserves in line with Turkish Code of Commerce, Capital Markets Law and company's Articles of Association approved following the discussions

- Akis Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş / (KPMG) has been selected for auditing the activities and accounts of the Company for the period 01.01.2017 – 31.12.2017 as Independent Audit Company which is approved by General Assembly where the agreement was signed with the KPMG.

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In this period, our net sales revenues and operating profit have decreased respectively by 6,8% and 54,9% compared to the same period of 2016.

Our finished goods sales compared to the same period of 2016 are tabulated below:

NET SALES		
(TL)	1st January -31st March	
	2017	2016
Local	65.564.238	75.873.810
Export	21.141.103	16.387.611
Other	3.397.764	3.054.039
Total Gross Sales	90.103.105	95.315.460
Discounts and Returns	(5.780.437)	(4.827.961)
Net Sales	**84.322.668**	**90.487.499**

François- Xavier Moser

Chairman