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Is this a postponed announcement?	Yes
Summary Information	Partnership Agreement

ADDITIONAL EXPLANATION:

On our Public Disclosure dated May 25, 2016, we announced that Polisan Holding had carried out discussions with one of the leading paint manufacturers in Japan and among the top 10 in the world; Kansai Paint Co. Ltd. (“Kansai Paint”) to sell 50% shares of its 100% subsidiary Polisan Boya Sanayi ve Ticaret A.Ş. (“Polisan Boya”). Today, a Share Purchase Agreement was signed between Polisan Boya and Kansai Paint. The procedures for the transfer of shares are expected to be finalized in December 2016 upon the approval of the Competition Board.

Polisan Holding CEO Erol Mizrahi commented that “As Polisan Holding, we continuously evaluate acquisition and partnership opportunities with an aim to grow in new countries and on new business lines. In this context, we are enthusiastic for the opportunities to be created for both Companies by this partnership, which brings two strong brands together. We will continue to offer unique products and services in our new facilities to be built until the end of 2107; benefiting from Polisan Boya’s technical expertise in the area decorative paint and Kansai Paint’s dominance in global markets. While we operationally continue to offer innovative products and services; we will increase our financial profitability with a stronger capital structure. We are glad to have taken such an important step with this Partnership towards our long term growth strategy for Polisan Boya.”

Kansai Paint President Hiroshi Ishino said “We are happy to join our forces together with Polisan Boya under the umbrella of invaluable “Polisan” brand, which has a history of over half a century in Turkey. Having introduced Home Cosmetics concept to our sector, Polisan Boya; the leader of Turkey’s decorative paint market will also be the bridgehead for us in Turkey. With its strong management, extensive sales network, innovative products and services as well as the facility in construction; Polisan Boya is the perfect partner for our growth strategy in the East European Market. We believe we will achieve a nice synergy with our innovative products and services; and this partnership will contribute us to create value for our stakeholders.”

Highlights

- The transfer value to be undertaken by Kansai Paint is \$113.5 million. Of this, \$68.5 million is to be paid to Polisan Holding for the transferred shares and \$45 million to Polisan Boya as capital contribution. Consequently, Kansai Paint will have 50% of Polisan Boya.
- The parties will be represented by equal number of members at the Board of the Partnership.

- The estimated cost of the new facility, which is planned to be finalized until the end of 2017 is €35 million and will be financed by long term loan.

About KANSAI PAINT CO. LTD.:

Founded in 1918; Kansai Paint Co. Ltd. is a chemical company whose main products are automotive, industrial, decorative, protective, and auto refinish coatings. The Company has seven reporting segments, which are Japan, India, Asia, America, Europe, Middle East, and Africa. In Turkey KANSAI PAINT has been engaged in Automotive and Industrial paint business. The company uses ALESCO as its corporate brand which it introduced in June 1987. Kansai shares trade on Tokyo Stock Exchange. Kansai Paint has posted approximately US\$3 billion in sales revenues and US\$169 million net income in 2015.

Further information is available at <http://www.kansai.com/>

About Polisan Holding:

Founded 50 years ago; Polisan Holding operates in the field of coatings, chemicals, port management, real estate, and agriculture. Polisan Holding, which further fortified its presence abroad through the acquisition of a chemical facility in Greece in 2013, continuously evaluates growth opportunities in profitable, new business lines. Polisan Holding aims to further strengthen its position among Turkey's leading companies in the field of its operations through partnerships and alliances formed with the world's largest companies of their respective sectors. In addition to its partnership with Kansai Paint; Polisan Holding has already formed a JV with the World's 2. largest chemicals company Dow Chemical. While contributing to the development of the Turkish society and economy through superior products and services, which undersign firsts in Turkey and globally, Polisan Holding companies create high value to their environment and the sectors in which they operate. With 1,337 employees, Polisan Holding posted TRY906.4 million in revenues and TRY128.3 million in EBITDA (14.2% EBITDA margin) in 2015. Polisan Holding shares are traded on the Bourse Istanbul (BIST) with the symbol "POLHO".

For more information, please visit <http://www.polisanholding.com.tr/en/index-en.html>

We hereby declare that our above statement is in conformity with the principles included in the Capital Market Board's effective Communiqué on Material Disclosures; exactly reflects the entire information we received on the subject/subjects; the information complies with our records, books and documents; we have endeavored to obtain the correct and complete information relative to this subject, and we are responsible for the declarations made in this regard.