



Pınar Süt Mamulleri Sanayii A.Ş.

Date: April 22, 2016

Subject: Board of Director's Report on Related Party Transactions

In accordance with Communiqué II-17.1 of Capital Markets Board; a report is prepared for common and continuous related party transactions which are expected to occur also in 2016 and to reach %10 percent figure stated in the Communiqué. The conclusion section of the report with respect to the terms and conditions of the transactions and comparison of them with market conditions, is as follows:

In accordance with Article 10 of the Capital Markets Board's "Corporate Governance" Communiqué (II.17.1), since transactions of our Company with its related parties Yaşar Birleşik Pazarlama Turizm ve Ticaret A.Ş and Yaşar Dış Ticaret A.Ş are common and of a continuous nature and also expected to reach in 2016 %10 figure stated in the Communiqué, in this report, conditions of the transactions, price determination method and the reasons behind the choice of this method are all explained and the transactions are compared with market conditions.

Best Regards,

PINAR SÜT MAMULLERİ SANAYİİ A.Ş.
