

**OTOKAR OTOMOTİV VE SAVUNMA SANAYİ A.Ş. / OTKAR [29.08.2016]**  
**Material Disclosure (General)**

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Phone and Fax No.  
Is this a delayed disclosure? : No  
Subject : Submitting BAFO (Best And Final Offer) to SSM for Altay  
Project Phase II Serial Productiın Stage

**DISCLOSURE;**

Within the scope of "Modern Tank Production Project by using National Sources" (Altay Project) signed between Undersecretariat for Defence Industries (SSM) and Otokar Otomotiv ve Savunma Sanayi A.Ş. and material disclosure we made on 18.01.2016, it was announced that proposal for Altay Project Phase II Serial Production Stage related with production of 250 tanks and its Integrated Logistics Support activities had been submitted to SSM.

At this stage, BAFO will be submitted to SSM on 29.08.2016. SSM will form their opinion about serial production stage after evaluation of the submitted BAFO.

Important developments related to the project will be announced to the public when it became absolute.

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