

**YAZICILAR HOLDİNG ANONİM ŐİRKETİ**

**CONVENIENCE TRANSLATION INTO ENGLISH OF  
CONSOLIDATED CONDENSED FINANCIAL STATEMENTS  
FOR THE INTERIM PERIOD JANUARY 1 - JUNE 30, 2016  
TOGETHER WITH THE AUDITOR'S REVIEW REPORT**

**(ORIGINALLY ISSUED IN TURKISH)**



**CONVENIENCE TRANSLATION INTO ENGLISH OF INDEPENDENT  
AUDITOR'S REVIEW REPORT ORIGINALLY ISSUED IN TURKISH**

**REPORT ON REVIEW OF INTERIM CONDENSED  
CONSOLIDATED FINANCIAL INFORMATION**

To the Board of Directors of Yazıcılar Holding A.Ş.

*Introduction*

1. We have reviewed the accompanying consolidated balance sheet of Yazıcılar Holding A.Ş. and its subsidiaries (collectively referred to as the "Group") as at 30 June 2016 and the related consolidated statements of income, other comprehensive income, changes in equity and cash flows for the six-month period then ended. The management of the Group is responsible for the preparation and fair presentation of this interim condensed consolidated financial information in accordance with Turkish Accounting Standard 34 "Interim Financial Reporting" ("TAS 34"). Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

*Scope of review*

2. We conducted our review in accordance with the Standard on Review Engagements ("SRE") 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and the objective of which is to express an opinion on the financial statements. Consequently, a review on the interim financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an audit opinion.

*Conclusion*

3. Based on our review, nothing has come to our attention that causes us to conclude that the accompanying interim condensed consolidated financial information of Yazıcılar Holding A.Ş. is not prepared, in all material respects, in accordance with TAS 34.

Başaran Nas Bağımsız Denetim ve  
Serbest Muhasebeci Mali Müşavirlik A.Ş.  
a member of  
PricewaterhouseCoopers

Baki Erdal, SMMM  
Partner

Istanbul, 19 August 2016

# YAZICILAR HOLDİNG ANONİM ŞİRKETİ

## Interim Condensed Consolidated Financial Statements as of June 30, 2016

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### TABLE OF CONTENTS

	<u>Page</u>
<b>Interim Consolidated Balance Sheets.....</b>	<b>1-2</b>
<b>Interim Consolidated Income Statements.....</b>	<b>3</b>
<b>Interim Consolidated Comprehensive Income Statements .....</b>	<b>4</b>
<b>Interim Consolidated Statements of Changes in Equity.....</b>	<b>5</b>
<b>Interim Consolidated Cash Flow Statements .....</b>	<b>6</b>
<b>Explanatory Notes to Interim Condensed Consolidated Financial Statements (Notes).....</b>	<b>7-53</b>
Note 1 Organization and Nature of Activities.....	7-9
Note 2 Basis of Presentation of Financial Statements.....	9-14
Note 3 Business Combinations .....	14-15
Note 4 Joint Ventures.....	16-18
Note 5 Segment Reporting.....	19-24
Note 6 Cash and Cash Equivalents .....	24
Note 7 Borrowings.....	25-26
Note 8 Investments Accounted Through Equity Method.....	27-29
Note 9 Property, Plant and Equipment.....	30-31
Note 10 Intangible Assets .....	32
Note 11 Other Assets and Liabilities.....	33-34
Note 12 Deferred Income.....	35
Note 13 Provisions, Contingent Assets and Liabilities .....	35
Note 14 Commitments .....	36-37
Note 15 Equity .....	37-39
Note 16 Operating Expenses.....	39
Note 17 Other Operating Income/Expenses.....	40
Note 18 Income/Expenses from Investing Activities.....	40-41
Note 19 Financial Income .....	41
Note 20 Financial Expenses.....	41
Note 21 Non-Current Assets Held for Sale and Discontinued Operations.....	41-42
Note 22 Tax Assets and Liabilities .....	42-44
Note 23 Related Party Balances and Transactions .....	45-48
Note 24 Nature and Level of Risks Arising from Financial Instruments .....	48-52
Note 25 Subsequent Events.....	53

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**INTERIM CONSOLIDATED BALANCE SHEETS AS AT JUNE 30, 2016 AND DECEMBER 31, 2015**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

	Notes	Reviewed June 30, 2016	Audited December 31, 2015
<b>ASSETS</b>			
<b>Current Assets</b>		<b>1.962.804</b>	1.487.136
Cash and Cash Equivalents	6	<b>469.322</b>	364.926
Financial Instruments		<b>6.386</b>	44.306
Trade Receivables			
- Due from Related Parties	23.2	<b>25.768</b>	19.616
- Trade Receivables, Third Parties		<b>479.340</b>	213.356
Other Receivables			
- Other Receivables, Third Parties		<b>6.619</b>	85.080
Derivative Financial Instruments		<b>11.810</b>	15.852
Inventories		<b>311.487</b>	283.000
Prepaid Expenses		<b>63.139</b>	49.154
Current Income Tax Assets	22.1	<b>2.191</b>	41.111
Other Current Assets	11.1	<b>586.742</b>	370.735
<b>Non-Current Assets</b>		<b>7.598.937</b>	7.353.535
Financial Instruments		<b>383</b>	6.659
Trade Receivables			
- Trade Receivables, Third Parties		<b>6.990</b>	3.215
Other Receivables			
- Other Receivables, Third Parties		<b>2.860</b>	3.454
Derivative Financial Instruments		<b>2.269</b>	6.522
Inventories		<b>30.320</b>	21.708
Investments Accounted Through Equity Method	8	<b>5.222.580</b>	5.121.625
Investment Property		<b>255.390</b>	257.254
Property, Plant and Equipment	9	<b>745.796</b>	757.196
Intangible Assets	10	<b>23.057</b>	24.206
Prepaid Expenses		<b>14.889</b>	16.374
Deferred Tax Assets	22.2	<b>85.968</b>	77.068
Other Non-Current Assets	11.2	<b>1.208.435</b>	1.058.254
<b>TOTAL ASSETS</b>		<b>9.561.741</b>	8.840.671

The explanatory notes form an integral part of these interim condensed consolidated financial statements.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**INTERIM CONSOLIDATED BALANCE SHEETS AS AT JUNE 30, 2016 AND DECEMBER 31, 2015**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

	Notes	Reviewed June 30, 2016	Audited December 31, 2015
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Short-Term Borrowings	7	2.061.676	1.773.994
Current Portion of Long-Term Borrowings	7	769.298	755.190
Trade Payables		861.031	746.018
- Due to Related Parties	23.3	1.072	5.737
- Trade Payables, Third Parties		305.121	188.709
Other Payables			
- Other Payables, Third Parties		20.582	32.690
Deferred Income	12.1	71.583	28.528
Income Tax Payable	22.1	7.245	444
Short-Term Provisions			
- Short-Term Provisions for the Employee Benefits	13.1	19.590	11.764
- Other Short-Term Provisions	13.2	5.804	4.827
Other Current Liabilities	11.3	350	87
<b>Non-Current Liabilities</b>		3.108.916	2.749.467
Long-Term Borrowings	7	2.397.034	2.203.834
Other Payables			
- Other Payables, Third Parties		1.289	436
Deferred Income	12.2	148.119	3.736
Long-Term Provisions			
- Long-Term Provisions for the Employee Benefits	13.1	24.805	22.778
Deferred Tax Liability	22.2	44.817	44.168
Other Non-Current Liabilities	11.4	492.852	474.515
<b>EQUITY</b>		4.391.149	4.317.210
<b>Equity Attributable to Equity Holders of the Parent</b>			
Paid-in Share Capital	15	3.595.414	3.525.938
Share Premium		160.000	160.000
Non-controlling Put Option Valuation Fund		9.474	9.474
Other Comprehensive Income or Expense Not To Be Reclassified to Profit or Loss		1.618	1.604
- Loss on Remeasurements of Defined Benefit Plans		(7.332)	(5.948)
Other Comprehensive Income or Expense To Be Reclassified to Profit or Loss			
- Currency Translation Differences		72.188	8.970
- Hedge Gain / Loss		2.378	8.959
- Revaluation and Reclassification Gain / Loss	15	3.937	(1.913)
Other Reserves		(65.213)	(65.213)
Restricted Reserves Allocated from Net Profit	15	32.000	30.090
Retained Earnings	15	3.368.005	3.590.502
Net Income / (Loss)		18.359	(210.587)
<b>Non-Controlling Interest</b>		795.735	791.272
<b>TOTAL LIABILITIES AND EQUITY</b>		9.561.741	8.840.671

The explanatory notes form an integral part of these interim condensed consolidated financial statements.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**INTERIM CONSOLIDATED INCOME STATEMENTS FOR THE SIX AND THREE MONTHS PERIODS ENDED JUNE 30, 2016 AND 2015**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

		<b>Reviewed</b>		<b>Reviewed</b>	
	<b>Notes</b>	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	<b>January 1- June 30, 2015</b>	<b>April 1- June 30, 2015</b>
<b>CONTINUING OPERATIONS</b>					
Revenue		<b>1.499.649</b>	<b>765.893</b>	1.256.071	710.013
Cost of Sales (-)		<b>(1.214.422)</b>	<b>(612.749)</b>	(982.184)	(558.060)
<b>GROSS PROFIT</b>		<b>285.227</b>	<b>153.144</b>	273.887	151.953
General Administrative Expenses (-)	16	<b>(97.135)</b>	<b>(47.763)</b>	(97.505)	(53.605)
Marketing Expenses (-)	16	<b>(92.780)</b>	<b>(51.613)</b>	(71.086)	(35.869)
Research and Development Expenses (-)	16	<b>(952)</b>	<b>(481)</b>	(805)	(422)
Other Operating Income	17.1	<b>9.415</b>	<b>4.354</b>	4.795	537
Other Operating Expenses (-)	17.2	<b>(18.258)</b>	<b>(6.722)</b>	(16.555)	(6.075)
Gain/ (Loss) from Investments Accounted Through Equity Method		<b>41.525</b>	<b>46.352</b>	55	70.008
<b>OPERATING INCOME</b>		<b>127.042</b>	<b>97.271</b>	92.786	126.527
Income from Investing Activities	18.1	<b>25.743</b>	<b>3.346</b>	15.864	3.530
Expenses from Investing Activities (-)	18.2	<b>(1.939)</b>	<b>(171)</b>	(1.086)	(532)
<b>OPERATING INCOME BEFORE FINANCIAL EXPENSE</b>		<b>150.846</b>	<b>100.446</b>	107.564	129.525
Financial Income	19	<b>211.269</b>	<b>143.629</b>	192.211	47.409
Financial Expenses (-)	20	<b>(340.116)</b>	<b>(205.838)</b>	(193.310)	(91.612)
<b>INCOME BEFORE TAX FROM CONTINUING OPERATIONS</b>		<b>21.999</b>	<b>38.237</b>	106.465	85.322
Tax Expense from Continuing Operations		<b>(6.308)</b>	<b>(6.805)</b>	(25.961)	(1.963)
- Current Period Tax Expense (-)	22.3	<b>(14.598)</b>	<b>(6.985)</b>	(44.784)	(14.658)
- Deferred Tax Income	22.3	<b>8.290</b>	<b>180</b>	18.823	12.695
<b>NET INCOME FOR THE PERIOD FROM CONTINUING OPERATIONS</b>		<b>15.691</b>	<b>31.432</b>	80.504	83.359
<b>NET LOSS FOR THE PERIOD FROM DISCONTINUED OPERATIONS</b>	21	<b>(8.378)</b>	<b>(7.592)</b>	(2.333)	(4.080)
<b>NET INCOME</b>		<b>7.313</b>	<b>23.840</b>	78.171	79.279
<b>Attributable to:</b>					
- Non-Controlling Interests		<b>(11.046)</b>	<b>158</b>	28.156	16.134
- Equity Holders of the Parent		<b>18.359</b>	<b>23.682</b>	50.015	63.145
Earnings per share (full TRL)		<b>0,11</b>	<b>0,15</b>	0,31	0,39
- Earnings per share from continuing operations (full TRL)		<b>0,16</b>	<b>0,20</b>	0,32	0,42
- Earnings per share from discontinued operations (full TRL)		<b>(0,05)</b>	<b>(0,05)</b>	(0,01)	(0,03)

The explanatory notes form an integral part of these interim condensed consolidated financial statements.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**INTERIM CONSOLIDATED COMPREHENSIVE INCOME STATEMENTS FOR THE SIX AND THREE MONTHS PERIODS ENDED JUNE 30, 2016 AND 2015**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

	<b>Reviewed</b>		<b>Reviewed</b>	
	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	<b>January 1- June 30, 2015</b>	<b>April 1- June 30, 2015</b>
<b>NET INCOME FOR THE PERIOD</b>	<b>7.313</b>	<b>23.840</b>	78.171	79.279
<b>OTHER COMPREHENSIVE INCOME</b>				
<b>Items Not To Be Reclassified To Profit or Loss</b>				
Remeasurement Gain / (Loss) from Defined Benefit Plans	(535)	(1.085)	(183)	(548)
Shares of Other Comprehensive Income/Loss of Investments Accounted Through Equity Method Not To Be Classified To Profit or Loss	(1.141)	(780)	(473)	(322)
Tax Effect of Other Comprehensive Income Not To Be Classified To Profit or Loss				
- Deferred Tax Income	107	217	37	110
<b>Items To Be Reclassified To Profit or Loss</b>				
Currency Translation Differences	(1.655)	580	(6.176)	2.837
Share Of Other Comprehensive Income of Investments Accounted Through Equity Method To Be Classified To Profit or Loss	70.837	73.840	237.655	86.670
<b>OTHER COMPREHENSIVE INCOME</b>	<b>67.613</b>	<b>72.772</b>	230.860	88.747
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>74.926</b>	<b>96.612</b>	309.031	168.026
<b>Attributable to:</b>				
- Non-Controlling Interest	(4.536)	6.685	40.401	22.331
- Equity Holders of the Parent	79.462	89.927	268.630	145.695

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(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE SIX MONTHS PERIODS ENDED JUNE 30, 2016 AND 2015**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

				Other Comprehensive Income or Expense Not To Be Reclassified To Profit or Loss	Other Comprehensive Income or Expense To Be Reclassified To Profit or Loss					Retained Earnings		Attributable to Equity Holders of the Parent	Non-Controlling Interest	Equity
	Paid-in Capital	Share Premium	Non-controlling Put Option Valuation Fund	Profit / Loss on Remeasurements of Defined Benefit Plans	Currency Translation Differences	Hedge Gain / Loss	Revaluation and Reclassification Gain / Loss	Other Reserves	Restricted Reserves Allocated from Net Income	Retained Earnings	Net Income			
Balances as of January 1, 2015	160.000	9.474	2.440	(4.634)	(127.193)	618	1.702	(65.213)	28.732	3.687.730	(59.996)	3.633.660	834.216	4.467.876
Transfers	-	-	-	-	-	-	-	-	1.358	(61.354)	59.996	-	-	-
Total comprehensive income / (expense)	-	-	-	(561)	219.469	1.670	(1.963)	-	-	-	50.015	268.630	40.401	309.031
Capital increase	-	-	-	-	-	-	-	-	-	-	-	-	213	213
Dividend paid	-	-	-	-	-	-	-	-	-	(40.000)	-	(40.000)	(6.044)	(46.044)
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	-	4.079	-	4.079	4.964	9.043
Increase due to other changes	-	-	60	-	-	-	-	-	-	-	-	60	4	64
Balances as of June 30, 2015	160.000	9.474	2.500	(5.195)	92.276	2.288	(261)	(65.213)	30.090	3.590.455	50.015	3.866.429	873.754	4.740.183
<b>Balances as of January 1, 2016</b>	<b>160.000</b>	<b>9.474</b>	<b>1.604</b>	<b>(5.948)</b>	<b>8.970</b>	<b>8.959</b>	<b>(1.913)</b>	<b>(65.213)</b>	<b>30.090</b>	<b>3.590.502</b>	<b>(210.587)</b>	<b>3.525.938</b>	<b>791.272</b>	<b>4.317.210</b>
Transfers	-	-	-	-	-	-	-	-	1.910	(212.497)	210.587	-	-	-
Total comprehensive income / (expense)	-	-	-	(1.384)	63.218	(6.581)	5.850	-	-	-	18.359	79.462	(4.536)	74.926
Capital increase	-	-	-	-	-	-	-	-	-	-	-	-	21.934	21.934
Dividend paid	-	-	-	-	-	-	-	-	-	(10.000)	-	(10.000)	(12.936)	(22.936)
Increase due to other changes	-	-	14	-	-	-	-	-	-	-	-	14	1	15
Balances as of June 30, 2016	160.000	9.474	1.618	(7.332)	72.188	2.378	3.937	(65.213)	32.000	3.368.005	18.359	3.595.414	795.735	4.391.149

The explanatory notes form an integral part of these interim condensed consolidated financial statements.



(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**INTERIM CONSOLIDATED CASH FLOW STATEMENT  
FOR THE SIX MONTHS PERIODS ENDED JUNE 30, 2016 AND 2015**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

	Notes	Reviewed January 1 - June 30, 2016	Reviewed January 1 - June 30, 2015
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		<b>(85.524)</b>	<b>(75.590)</b>
Profit / (Loss)		7.313	78.171
<b>Adjustments to Reconcile Profit (Loss)</b>			
Adjustments for Depreciation and Amortisation Expense		59.667	51.705
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables	17.2	571	916
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories		(986)	1.979
Adjustments for (Reversal of) Provisions Related with Employee Benefits		13.027	12.717
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions	13.2	680	(593)
Adjustments for (Reversal of) Warranty Provisions	13.2	297	154
Adjustments for (Reversal of) Other Provisions		-	1.725
Adjustments for Interest (Income) and Expenses		119.589	54.452
Adjustments for Unrealised Foreign Exchange Losses (Gains)		10.413	90.203
Adjustments for Fair Value Losses (Gains)		(453)	-
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method		(41.525)	(55)
Adjustments for Tax (Income) Expenses		6.584	25.456
Adjustments for Losses (Gains) Arised From Sale of Tangible Assets		184	(12.582)
Adjustments for (Income) Expense Caused by Sale or Changes in Share of Associates, Joint Ventures and Financial Investments	18	(21.350)	(406)
Other Adjustments to Reconcile Profit (Loss)		10.380	(28.981)
<b>Adjustments for Working Capital</b>			
Decrease (Increase) in Financial Investments		546	1.280
Adjustments for Decrease (Increase) in Trade Accounts Receivable		(276.482)	(249.586)
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		79.055	7.429
Adjustments for Decrease (Increase) in Inventories		(30.500)	(114.583)
Adjustments for Increase (Decrease) in Trade Accounts Payable		111.747	174.779
Adjustments for Increase (Decrease) in Other Operating Payables		(11.255)	(3.722)
Increase (Decrease) in Deferred Income		187.438	33.150
Decrease (Increase) in Other Assets Related with Operations		(381.053)	(261.398)
Increase (Decrease) in Other Payables Related with Operations		263	432
Dividends Received		47.780	91.321
Payments Related with Provisions for Employee Benefits		(3.701)	(3.757)
Income Taxes Refund (Paid)	22.1	26.247	(25.796)
<b>CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES</b>		<b>12.333</b>	<b>(54.732)</b>
Cash Outflows Arising From Purchase of Shares or Capital Increase of Associates and/or Joint Ventures		(37.500)	(200)
Proceeds from Sale of Share or Debt Instruments of Other Business Organizations or Funds		35.674	16.989
Cash Payments to Acquire Equity or Debt Instruments of Other Entities		(95)	(8.462)
Proceeds from Sales of Property, Plant, Equipment and Intangible Assets		2.597	22.505
Purchase of Property, Plant, Equipment and Intangible Assets		(17.763)	(85.299)
Other Inflows (Outflows) of Cash		29.420	(265)
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		<b>191.106</b>	<b>314.149</b>
Proceeds from Issuing Shares or Other Equity Instruments		21.934	213
Proceeds from Borrowings		2.655.163	1.600.053
Repayments of Borrowings		(2.341.914)	(1.174.970)
Dividends Paid		(22.936)	(46.044)
Interest Paid		(121.141)	(65.103)
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES</b>		<b>117.915</b>	<b>183.827</b>
Effect of Exchange Rate Changes on Cash and Cash Equivalents		(13.519)	52.579
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		<b>104.396</b>	<b>236.406</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	6	<b>364.926</b>	<b>1.153.597</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<b>469.322</b>	<b>1.390.003</b>

The explanatory notes form an integral part of these interim condensed consolidated financial statements.

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 1 - ORGANIZATION AND NATURE OF ACTIVITIES

Yazıcılar Holding A.Ş., a company incorporated in Istanbul, Turkey (“Yazıcılar” or the “Company”) is a holding company of which majority shares are owned by three Yazıcı families and it was incorporated in 1976. Three Yazıcı families consist of Mr. Kamil Yazıcı and children of his two deceased brothers. The Company controls its subsidiaries through Anadolu Endüstri Holding (AEH) in which it has 68,00% stake. Certain shares of the Company are listed on the Borsa Istanbul A.Ş. (BIST).

The registered office address of the Company is Fatih Sultan Mehmet Mahallesi Balkan Caddesi No:58, Buyaka E Blok Ümraniye, İstanbul, Turkey.

The interim condensed consolidated financial statements as of June 30, 2016 are authorized for issue by the Board of Directors on August 19, 2016, and are approved by the General Manager Sezai Tanrıverdi and Finance Director Osman Elmas on behalf of Board of Directors. General Assembly and other regulatory institutions have the right to change the statutory financial statements after the consolidated financial statements are issued.

#### Activities of the Group

The Company and its subsidiaries will be referred as the “Group” henceforth for the purposes of the interim condensed consolidated financial statements.

The Group is organized and primarily managed in four principal segments: Automotive (including passenger vehicles, commercial vehicles, generators, spare and component parts, motor vehicle renting); retailing (stationery, chain restaurant management and tourism); energy (production and sale of electricity) and other (information technology, trade, asset management, real estate). The Group has ended asset management operations as of June 29, 2016 as the details are mentioned in Note 21.

The average number of personnel of the Group for the period ended on June 30, 2016 is 6.493 (December 31, 2015: 6.875).

#### List of Shareholders

As of June 30, 2016 and December 31, 2015 the composition of shareholders and their respective percentage of shareholding rates can be summarized as follows:

	June 30, 2016		December 31, 2015	
	Amount	(%)	Amount	(%)
Yazıcı Families	60.422	37,76	60.640	37,90
Kamil Yazıcı Yönetim ve Danışma A.Ş.	54.163	33,85	54.163	33,85
Anadolu Ecopack Üretim ve Pazarlama A.Ş. (*)	218	0,14	-	-
Publicly traded (**)	45.197	28,25	45.197	28,25
<b>Paid-in share capital</b>	<b>160.000</b>	<b>100,00</b>	<b>160.000</b>	<b>100,00</b>

(\*) Anadolu Ecopack Üretim ve Pazarlama A.Ş. has purchased total of 217.990 shares owned by Yazıcı Family members on March 16, 2016. 26,85% of Anadolu Ecopack Üretim ve Pazarlama A.Ş. shares belong to Kamil Yazıcı Yönetim ve Danışma A.Ş. and 73,15% belong to Yazıcı Family members.

(\*\*) As of June 30, 2016 TRL 5.073 of the publicly traded portion of shares, which is 3,17% of the paid-in share capital, is owned by Kamil Yazıcı Yönetim ve Danışma A.Ş. (December 31, 2015: TRL 5.073 of the publicly traded portion, which is 3,17% of the paid-in share capital).

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 1 - ORGANIZATION AND NATURE OF ACTIVITIES (cont'd)

##### List of Subsidiaries

The subsidiaries included in consolidation and their shareholding percentages at June 30, 2016 and December 31, 2015 are as follows:

	Place of incorporation	Principal activities	Segment	Effective shareholding and voting rights %	
				June 30, 2016	December 31, 2015
Anadolu Endüstri Holding A.Ş. (AEH)	Turkey	Holding company	Other	68,00	68,00
Çelik Motor Ticaret A.Ş. (Çelik Motor)	Turkey	Import, distribution and marketing of Kia motor vehicles and motor vehicle renting	Automotive	68,00	68,00
Anadolu Motor Üretim ve Pazarlama A.Ş. (Anadolu Motor)	Turkey	Production of industrial engines, sale of tractors	Automotive	67,93	67,93
Anadolu Otomotiv Dış Ticaret ve Sanayi A.Ş.	Turkey	Inactive	Automotive	68,00	68,00
Anadolu Elektronik Aletler Pazarlama ve Ticaret A.Ş. (Anadolu Elektronik) (3)	Turkey	Inactive	Automotive	34,65	34,65
Adel Kalemcilik Ticaret ve Sanayi A.Ş. (Adel) (1) (2)	Turkey	Production of writing instruments under Adel, Johann Faber and Faber Castell brand names	Retailing	38,68	38,68
Ülkü Kırtasiye Ticaret ve Sanayi A.Ş. (Ülkü) (2)	Turkey	Distribution of the products of Adel, and other imported stationery products	Retailing	49,76	49,76
Efestur Turizm İşletmeleri A.Ş. (Efestur)	Turkey	Arrangement of travelling and organization facilities	Retailing	68,00	68,00
Anadolu Bilişim Hizmetleri A.Ş. (ABH)	Turkey	IT, internet and e-commerce services	Other	67,04	67,04
Oyex Handels GmbH (Oyex)	Germany	Trading of various materials used in the Group	Other	68,00	68,00
Anadolu Endüstri Holding Handels GmbH (AEH Handels)	Germany	Provides necessary market research of products abroad	Other	68,00	68,00
Anadolu Restoran İşletmeleri Limited Şirketi (McDonald's)	Turkey	Restaurant chain management	Retailing	68,00	68,00
Hamburger Restoran İşletmeleri A.Ş. (Hamburger)	Turkey	Restaurant chain management	Retailing	68,00	68,00
Artı Varlık Yönetim A.Ş. (Artı Varlık) (7)	Turkey	Inactive	Other	67,99	67,99
Anadolu Taşıt Ticaret A.Ş. (Anadolu Taşıt)	Turkey	Industrial and commercial operations	Energy	68,00	68,00
Anadolu Araçlar Ticaret A.Ş. (Anadolu Araçlar)	Turkey	Import, distribution and marketing of motor vehicles	Automotive	67,99	67,99
Anadolu Termik Santralleri Elektrik Üretim A.Ş. (Anadolu Termik)	Turkey	Production of electricity (Investment in progress)	Energy	68,00	68,00
AES Toptan Elektrik Tic. A.Ş. (AES Elektrik)	Turkey	Whole sale and retail sale of electricity and/or its capacity	Energy	68,00	68,00
AEH Sigorta Acenteliği A.Ş. (AEH Sigorta)	Turkey	Insurance agency	Other	68,00	68,00
Anadolu Kafkasya Enerji Yatırımları A.Ş. (Anadolu Kafkasya)	Turkey	Production and transmission of electricity, and establishment and operation of distribution facilities	Energy	60,65	60,65
Antek Teknoloji Ürünleri Pazarlama ve Ticaret A.Ş. (Antek Teknoloji) (4)	Turkey	Inactive	Automotive	-	68,00
Georgia Urban Enerji LLC (GUE)	Georgia	Production and sale of electricity	Energy	54,58	54,58
AND Anadolu Gayrimenkul Yatırımları A.Ş. (AND Anadolu Gayrimenkul)	Turkey	Purchase, sale, rental and management of real estate	Other	68,00	68,00
AND Ankara Gayrimenkul Yatırımları A.Ş. (AND Ankara Gayrimenkul)	Turkey	Purchase, sale and rental of real estate	Other	68,00	68,00
AND Kartal Gayrimenkul Yatırımları A.Ş. (AND Kartal Gayrimenkul)	Turkey	Purchase, sale and rental of real estate	Other	68,00	68,00
Keyif Yiyecek Eğlence Hizmetleri A.Ş.	Turkey	Restaurant and cafe management	Other	68,00	68,00
Anadolu Aktif Teşebbüs ve Makine Ticaret A.Ş. (Anadolu Aktif Teşebbüs) (5)	Turkey	Inactive	Other	-	68,00
Atlas Varlık Yönetim A.Ş. (Atlas Varlık) (7)	Turkey	Inactive	Other	68,00	68,00
Kheledula Enerji Ltd. (Kheledula)	Georgia	Production and sale of electricity (Investment in progress)	Energy	68,00	68,00
MH Perakendecilik ve Ticaret A.Ş. (MH Perakendecilik) (6)	Turkey	Retailing	Other	68,00	68,00

(1) Shares of Adel are quoted on BIST.

(2) AEH controls Adel and Ülkü through its shareholding of 56,89% and 68,78%, respectively. Moreover, Adel has 7,67% stake at Ülkü. As a result, Adel and Ülkü are controlled by Yazıcılar Holding A.Ş..

(3) Anadolu Motor and AEH have 50,00% and 1,00% shareholding at Anadolu Elektronik, respectively. As a result, Anadolu Elektronik is controlled by Yazıcılar Holding A.Ş..

(4) Merger of Antek Teknoloji Ürünleri Pazarlama ve Ticaret A.Ş. under AEH has been registered on March 24, 2016.

(5) Merger of Anadolu Aktif Teşebbüs ve Makine Ticaret A.Ş. under AEH has been registered on February 9, 2016.

(6) AEH owns 80,5% of MH Perakendecilik ve Ticaret A.Ş.. Put option liability of AEH for the remaining 19,5% shares are recognized, as a result, Yazıcılar's shareholding rate in MH Perakendecilik is 68,00%.

(7) As details mentioned in Note 21 the entire NPL portfolio under Artı Varlık and Atlas Varlık's assets were sold to Turkasset Varlık Yönetim A.Ş. on June 29, 2016 and asset management activities have been ceased. Also, Share Purchase and Sale Agreement has been signed to transfer 100% shares of Atlas Varlık Yönetim A.Ş. to Turkasset Varlık Yönetim A.Ş. Share transfer process will be completed upon receipt of the required approvals.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 1 - ORGANIZATION AND NATURE OF ACTIVITIES (cont'd)

##### Associates

The associates included in consolidation by equity method and its shareholding percentages at June 30, 2016 and December 31, 2015 are as follows:

	Country	Main activities	Effective shareholding and voting rights %	
			June 30, 2016	December 31, 2015
Anadolu Efes Biracılık ve Malt San. A.Ş. (Anadolu Efes) (*)	Turkey	Production, bottling and distribution of beer, sparkling and still beverages	27,66	27,66
Alternatifbank A.Ş. (ABank)	Turkey	Banking services	17,00	17,00

(\*) Shares of Anadolu Efes are currently quoted on the BIST.

##### Joint Ventures

The investments in joint ventures accounted through equity method and their shareholding percentages at June 30, 2016 and December 31, 2015 are as follows:

	Country	Main activities	Effective shareholding and voting rights %	
			June 30, 2016	December 31, 2015
Anadolu Isuzu Otomotiv San. ve Tic. A.Ş. (Anadolu Isuzu) (*)	Turkey	Manufacturing and selling of Isuzu brand vehicles	37,56	37,56
Ana Gıda İhtiyaç Maddeleri Sanayi ve Ticaret A.Ş. (Ana Gıda)	Turkey	Production and marketing of olive oil, sunflower and corn oil under Kırlangıç, Komili and Madra Brands	37,57	37,57
Aslancık Elektrik Üretim A.Ş. (Aslancık)	Turkey	Electricity production	22,67	22,67
Faber-Castell Anadolu LLC	Russia	Trading of all kinds of stationery	19,34	19,34
Migros Ticaret A.Ş. (Migros) (*) (**)	Turkey	Sales of food and beverage and durable goods	34,00	34,00

(\*) Shares of Anadolu Isuzu and Migros are currently quoted on the BIST.

(\*\*) AEH, the subsidiary of the Group, has 80,5% shares of MH Perakendecilik, which has 50% stake in Migros, to participate 40,25 % in Migros. Put option liability of AEH for the remaining 19,5% shares are accounted in the financial statements, as a result, the Company's shareholding rate in Migros is 34,00%.

#### NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

##### Basis of Preparation of Financial Statements

The Group companies, which operate in Turkey, keep their accounting books and their statutory financial statements in Turkish Lira in accordance with the Generally Accepted Accounting Principles in Turkey accepted by the Capital Markets Board (CMB), Turkish Commercial Code, Tax Legislation and the Uniform Chart of Accounts issued by the Ministry of Finance. The foreign subsidiaries and joint ventures keep their accounting books and statutory financial statements in their local currencies and in accordance with the rules and regulations of the countries in which they operate.

The interim condensed consolidated financial statements are based on the statutory financial statements of the Group's subsidiaries and joint ventures and presented in TRL in accordance with CMB Financial Reporting Standards with certain adjustments and reclassifications for the purpose of fair presentation. Such adjustments are primarily related to application of consolidation accounting, accounting for deferred taxes on temporary differences, accounting for employment termination benefits on an actuarial basis and accruals for various expenses. Except for the financial assets carried from their fair values and assets and liabilities, financial statements are prepared on historical cost basis.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## **YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

### **NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### **NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)**

##### **Basis of Preparation of Financial Statements (cont'd)**

In accordance with the CMB's "Communiqué on Financial Reporting in Capital Market" Numbered II-14.1 (Communiqué), promulgated in the Official Gazette numbered 28676 dated June 13, 2013, effective from interim periods beginning after September 30, 2013, listed companies are required to prepare their financial statements in conformity with Turkey Accounting/Financial Reporting Standards (TAS/TFRS) as prescribed in the Public Oversight Accounting and Auditing Standards Authority (POA). The financial statements and explanatory notes are presented using the compulsory standard formats as published by the Communiqué.

In the scope of the CMB's "Communiqué on Financial Reporting in Capital Market" Numbered II-14.1 (Communiqué), the Group has prepared interim condensed consolidated financial statements in accordance with TAS 34, "Interim Financial Reporting". The financial statements and explanatory notes are presented using the compulsory standard formats as published by the Communiqué.

In accordance with the TAS, the entities are allowed to prepare a complete or condensed set of interim financial statements in accordance with TAS 34, "Interim Financial Reporting". In this respect, the Group has preferred to prepare condensed consolidated financial statements in the interim periods.

Furthermore, in accordance with the Communiqué and announcements regarding the explanations of the Communiqué, guarantee pledge mortgage table, foreign currency position table, total export and total import amounts and hedging amount of total foreign currency liabilities are presented in the condensed consolidated financial statement disclosures (Note 14, 24).

##### **Financial Reporting in Hyperinflationary Economies**

In accordance with the CMB resolution issued on 17 March 2005, listed companies operating in Turkey are not subject to inflation accounting effective from 1 January 2005. Therefore, the interim condensed consolidated financial statements of the Group have been prepared accordingly.

##### **Functional and Presentation Currency**

###### **(a) Functional and presentation currency**

Items included in the financial statements of each of the group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The interim condensed consolidated financial statements are presented in 'TRL', which is the group's presentation currency.

###### **(b) Transactions and balances**

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the income statement, except when deferred in other comprehensive income as qualifying cash flow hedges and qualifying net investment hedges. Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the income statement within 'financial income or expense'. All other foreign exchange gains and losses are presented in the income statement within 'Other operating income/expense'.

###### **(c) Group companies**

The results and financial position of all the group entities (none of which has the currency of a hyper-inflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- (i) assets and liabilities for each balance sheet presented are translated at the closing rate at the date of that balance sheet;
- (ii) income and expenses for each income statement are translated at average exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the rate on the dates of the transactions); and
- (iii) all resulting exchange differences are recognized in other comprehensive income.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

##### Basis of Preparation of Financial Statements (cont'd)

Functional and local currencies of foreign subsidiaries are as follows:

	June 30, 2016		December 31, 2015
	Local Currency	Functional Currency	Functional Currency
AEH Handels	EUR	EUR	EUR
Oyex	EUR	EUR	EUR
GUE	Georgian Lari (GEL)	GEL	GEL
Kheledula Enerji Ltd.	Georgian Lari (GEL)	GEL	GEL

##### Significant Accounting Policies

The interim condensed consolidated financial statements for the period ended June 30, 2016 have been prepared in accordance with the accounting policies consistent with the accounting policies used in the preparation of annual consolidated financial statements for the year ended December 31, 2015, except the issues mentioned below. Accordingly, these interim condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2015.

##### Comparative Information and Restatement of Prior Period Financial Statements

The interim condensed consolidated financial statements of the Group include comparative financial information to enable the determination of the trends in the financial position and performance. Comparative figures are reclassified, where necessary, to conform to changes in presentation in the current period consolidated financial statements and significant changes are explained. The Group has made some reclassifications to conform to changes in presentation in the current period consolidated financial statements. The amount, the reason and the nature of the reclassifications are stated below:

- Within the scope of decision held by POA, adaption to 2016 TMS taxonomy decision dated June 2, 2016 and numbered 30, "assets used in renting activities" which was shown in consolidated balance sheet as of December 31, 2015, short term amounting to TRL 247.518 and long term amounting to TRL 1.031.536 have been reclassified to under "other current assets" and "other non-current assets" respectively.
- Current deferred income and advances taken amounting TRL 28.528 and non-current deferred income amounting TRL 3.736 which were under other liabilities in the consolidated balance sheet as of December 31, 2015, have been reclassified under current deferred income and non-current deferred income respectively.

##### Seasonality of Operations

Due to higher consumption of beer and soft drinks during the summer season, the interim condensed consolidated financial statements of Anadolu Efes, an associate of the Company, may include the effects of the seasonal variations. Therefore, the results of "Investments accounted through equity method" account for the first six months up to June 30, 2016 may not necessarily constitute an indicator for the results to be expected for the overall fiscal year.

##### Changes in Accounting Policies

##### New standards and interpretations

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements as at June 30, 2016 are consistent with those followed in the preparation of the consolidated financial statements for the year ended 31 December 2015, except for the adoption of new standards and IFRIC interpretations summarized below.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## **YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

### **NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### **NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)**

##### **The new standards, amendments to published standards and interpretations effective applicable as of June 30, 2016:**

- Amendment to IFRS 11, 'Joint arrangements' on acquisition of an interest in a joint operation, effective from annual periods beginning on or after 1 January 2016. This amendment adds new guidance on how to account for the acquisition of an interest in a joint operation that constitutes a business. The amendments specify the appropriate accounting treatment for such acquisitions.
- Amendments to IAS 16 'Property, plant and equipment', and IAS 41, 'Agriculture', regarding bearer plants, effective from annual periods beginning on or after 1 January 2016. These amendments change the financial reporting for bearer plants, such as grape vines, rubber trees and oil palms. It has been decided that bearer plants should be accounted for in the same way as property, plant and equipment because their operation is similar to that of manufacturing. Consequently, the amendments include them within the scope of IAS 16, instead of IAS 41. The produce growing on bearer plants will remain within the scope of IAS 41.
- Amendment to IAS 16, 'Property, plant and equipment' and IAS 38, 'Intangible assets', on depreciation and amortisation, effective from annual periods beginning on or after 1 January 2016. In this amendment it has clarified that the use of revenue based methods to calculate the depreciation of an asset is not appropriate because revenue generated by an activity that includes the use of an asset generally reflects factors other than the consumption of the economic benefits embodied in the asset. It is also clarified that revenue is generally presumed to be an inappropriate basis for measuring the consumption of the economic benefits embodied in an intangible asset.
- IFRS 14 'Regulatory deferral accounts', effective from annual periods beginning on or after 1 January 2016. IFRS 14, 'Regulatory deferral accounts' permits first-time adopters to continue to recognise amounts related to rate regulation in accordance with their previous GAAP requirements when they adopt IFRS. However, to enhance comparability with entities that already apply IFRS and do not recognise such amounts, the standard requires that the effect of rate regulation must be presented separately from other items.
- Amendments to IAS 27, 'Separate financial statements' on the equity method, effective from annual periods beginning on or after 1 January 2016. These amendments allow entities to use the equity method to account for investments in subsidiaries, joint ventures and associates in their separate financial statements.
- Amendments to IFRS 10, 'Consolidated financial statements' and IAS 28, 'Investments in associates and joint ventures', effective from annual periods beginning on or after 1 January 2016. These amendments address an inconsistency between the requirements in IFRS 10 and those in IAS 28 in dealing with the sale or contribution of assets between an investor and its associate or joint venture. The main consequence of the amendments is that a full gain or loss is recognised when a transaction involves a business (whether it is housed in a subsidiary or not). A partial gain or loss is recognised when a transaction involves assets that do not constitute a business, even if these assets are housed in a subsidiary.
- Annual improvements 2014, effective from annual periods beginning on or after 1 January 2016. These set of amendments impacts 4 standards:
  - IFRS 5, 'Non-current assets held for sale and discontinued operations' regarding methods of disposal.
  - IFRS 7, 'Financial instruments: Disclosures', (with consequential amendments to IFRS 1) regarding servicing contracts.
  - IAS 19, 'Employee benefits' regarding discount rates.
  - IAS 34, 'Interim financial reporting' regarding disclosure of information.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## **YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

### **NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### **NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)**

##### **The new standards, amendments to published standards and interpretations effective applicable as of June 30, 2016 (cont'd):**

- Amendment to IAS 1, 'Presentation of financial statements' on the disclosure initiative, effective from annual periods beginning on or after 1 January 2016, these amendments are as part of the IASB initiative to improve presentation and disclosure in financial reports.
- Amendment to IFRS 10 'Consolidated financial statements' and IAS 28, 'Investments in associates and joint ventures', effective from annual periods beginning on or after 1 January 2016. These amendments clarify the application of the consolidation exception for investment entities and their subsidiaries.

##### **Standards and amendments issued but not yet effective as of June 30, 2016:**

- IAS 7 'effective from annual periods beginning on or after 1 January 2017. The improvements are part of the Board's Disclosure Initiative. The amendments require companies to provide information about changes in their financing liabilities and come as a response to requests from investors for information that helps them better understand changes in a company's debt. The amendments will help to evaluate changes in liabilities arising from financing activities, including changes from cash flows and non-cash changes (such as foreign exchange gains or losses).
- IAS 12 'Income Taxes' effective from annual periods beginning on or after 1 January 2017. The amendments clarify the accounting for deferred tax where an asset is measured at fair value and that fair value is below the asset's tax base. It also clarifies certain other aspects of accounting for deferred tax assets.
- IFRS 2, 'Share based payments' on clarifying how to account for certain types of share-based payment transactions, effective from annual periods beginning on or after 1 January 2018. This amendment clarifies the measurement basis for cash-settled, share-based payments and the accounting for modifications that change an award from cash-settled to equity-settled. It also introduces an exception to the principles in IFRS 2 that will require an award to be treated as if it was wholly equity-settled, where an employer is obliged to withhold an amount for the employee's tax obligation associated with a share-based payment and pay that amount to the tax authority.
- IFRS 15 'Revenue from contracts with customers', effective from annual periods beginning on or after 1 January 2018. IFRS 15, 'Revenue from contracts with customers' is a converged standard from the IASB and FASB on revenue recognition. The standard will improve the financial reporting of revenue and improve comparability of the top line in financial statements globally.
- IFRS 15 'Revenue from contracts with customers', effective from annual periods beginning on or after 1 January 2018. IFRS 15, 'Revenue from contracts with customers' is a converged standard from the IASB and FASB on revenue recognition. The standard will improve the financial reporting of revenue and improve comparability of the top line in financial statements globally.
- IFRS 9 'Financial instruments', effective from annual periods beginning on or after 1 January 2018. This standard replaces the guidance in IAS 39. It includes requirements on the classification and measurement of financial assets and liabilities; it also includes an expected credit losses model that replaces the current incurred loss impairment model.



(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## **YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

### **NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### **NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)**

##### **Standards and amendments issued but not yet effective as of June 30, 2016 (cont'd):**

- IFRS 16 'Leases', effective from annual periods beginning on or after 1 January 2019, This standard replaces the current guidance in IAS 17 and is a far-reaching change in accounting by lessees in particular. Under IAS 17, lessees were required to make a distinction between a finance lease (on balance sheet) and an operating lease (off balance sheet). IFRS 16 now requires lessees to recognise a lease liability reflecting future lease payments and a 'right-of-use asset' for virtually all lease contracts. The IASB has included an optional exemption for certain short-term leases and leases of low-value assets; however, this exemption can only be applied by lessees. For lessors, the accounting stays almost the same. However, as the IASB has updated the guidance on the definition of a lease (as well as the guidance on the combination and separation of contracts), lessors will also be affected by the new standard. At the very least, the new accounting model for lessees is expected to impact negotiations between lessors and lessees. Under IFRS 16, a contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Group will evaluate the effects of new and revised standards and interpretations on its operations and will be implemented after its effective date.

#### **NOTE 3 - BUSINESS COMBINATIONS**

##### **Transactions for the period of June 30, 2016**

None.

##### **Transactions for the year of 2015**

Share transfer regarding the 40,25% indirect participation of AEH, a subsidiary of the Group, in Migros Ticaret A.Ş. (Migros) has been completed on July 15, 2015 after the approval of Competition Authority. Following the share transfer, 80,5% shares of MH Perakendecilik ve Ticaret A.Ş (MH Perakendecilik), which has 50% stake in Migros, belong to AEH and 19,5% shares of MH Perakendecilik belong to Moonlight Capital. Moonlight Capital owns 30,5% of the Migros shares directly and 19,5% of Migros shares are publicly traded. The balance paid for the acquisition of 80,5% shares of MH Perakendecilik, which has 50% stake in Migros, by AEH including the indirectly acquired Migros shares amounts to TRL 2.490.869.210 (full TRL) and this payment is the sum of TRL 1.061.957.852 (full TRL) and Euro 297.041.599 (full Euro) payments, which indicate an indirect purchase price of TRL 26,86 (full TRL) for each Migros share with a nominal value of TRL 1 (full TRL), and AEH's 80,5% share in total cash amount of MH Perakendecilik. Therefore, the net payment ends up as 1.924.655.768 (full TRL).

Under certain conditions and a time period, Migros will be managed jointly by AEH and the funds managed by BC Partners which controls Moonlight Capital. Therefore, in the financial statements Migros has been defined as a joint venture, and MH Perakendecilik which has 50% stake in Migros has been defined as a subsidiary of the Group. At the same time, for the 19,5% shares of Moonlight Capital in MH Perakendecilik, AEH has the right to buy (call option) and Moonlight Capital has the right to sell (put option) between May 1, 2017 and October 31, 2017. As of December 31, 2015 in Group's consolidated financial statements call option of AEH has not been accounted whereas put option liability arising from put option given to Moonlight Capital, amounting to TRL 474.515 has been accounted under "non-current liabilities". As a result of review of option's subjects and recognizing option liability, non-controlling interests related to regarding shares are not recognized in the Group's consolidated financial statements in accordance with related accounting standards. At the acquisition date, the difference amounting to TRL 549.701 between put option liability recognized in non-controlling interests and non-controlling interests amounting to TRL (92.524) that corresponds to 19,5% shares related to options, is recognized under investments accounted through equity method in the consolidated financial statements.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 3 - BUSINESS COMBINATIONS (cont'd)**

**Transactions for the year of 2015 (cont'd)**

Fair value of net assets in the financial statements as of the date on which shares of Migros and MH Perakendecilik were acquired is as the following:

	<b>Fair Value</b>	<b>Book Value</b>
Cash and cash equivalents	1.529.231	1.529.231
Trade and other receivables	69.273	69.273
Receivables due from related parties	41	41
Inventories	1.232.365	1.066.309
Derivative financial instruments	2.661	2.661
Other current assets	40.745	40.745
Financial instruments	1.165	1.165
Investment property	222.997	60.768
Property, plant and equipment	1.521.347	1.273.179
Intangible assets		
- Goodwill	-	2.251.427
- Other intangible assets	198.125	156.263
Other non-current assets	11.141	11.141
Financial borrowings	(2.463.696)	(2.463.696)
Trade and other payables	(2.192.917)	(2.192.917)
Trade payables due to related parties	(1.201)	(1.201)
Derivative financial instruments	(1.267)	(1.267)
Other liabilities	(296.820)	(296.820)
Deferred tax liability	(115.669)	(85.224)
<b>Net carrying amount</b>	<b>(242.479)</b>	<b>1.421.078</b>
Total cost of acquisition	2.490.869	2.490.869
Portion of the net assets acquired by the Group	185.644	855.225
<b>Fair value difference in investments accounted through equity method</b>	<b>2.305.225</b>	<b>1.635.644</b>
Total cost of acquisition	2.490.869	2.490.869
Proceeds due to the acquisition (-)	(567.133)	(567.133)
<b>Net acquisition cost in consolidated financial statements</b>	<b>1.923.736</b>	<b>1.923.736</b>

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 4 - JOINT VENTURES

##### Joint Ventures

Entity	Principle activities	Country	June 30, 2016			December 31, 2015		
			Carrying value	Effective shareholding and voting rights (%)	Group's share of income/ (loss)	Carrying value	Effective shareholding and voting rights (%)	Group's share of income/ (loss)
Anadolu Isuzu (*)	Manufacturing and selling of Isuzu brand commercial vehicles	Turkey	115.676	37,56	(3.855)	124.885	37,56	6.819
Ana Gıda	Production and marketing of olive oil, sunflower and corn oil under Kırlangıç, Komili and Madra Brands	Turkey	36.570	37,57	3.474	33.132	37,57	744
Aslancık	Production of electricity	Turkey	20.348	22,67	6.138	14.210	22,67	(24.922)
Faber-Castell Anadolu LLC	Trading of all kinds of stationery	Russia	682	19,34	102	-	19,34	-
Migros (*) (**)	Sales of food and beverages and durable goods	Turkey	2.220.635	34,00	(18.522)	2.238.866	34,00	(128.154)
			<b>2.393.911</b>		<b>(12.663)</b>	2.411.093		(145.513)

(\*) Shares of Anadolu Isuzu and Migros are quoted on the BIST.

(\*\*) AEH, the subsidiary of the Group, owns 80,5% shares of MH Perakendecilik, which has 50% stake in Migros, to participate 40,25 % in Migros. Put option liability of AEH for the remaining 19,5% shares are accounted in the financial statements, as a result, the Company's shareholding rate in Migros is 34,00%.

Summary financial information of the Group's joint venture Anadolu Isuzu is as follows:

	June 30, 2016		December 31, 2015	
<b>Anadolu Isuzu</b>				
Total assets		864.896		881.203
Total liabilities		565.497		557.841
Net assets		299.399		323.362
<b>Group's interest in net assets</b>		115.676		124.885
	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	<b>January 1- June 30, 2015</b>	<b>April 1- June 30, 2015</b>
<b>Anadolu Isuzu</b>				
Revenue	377.325	177.543	444.623	259.671
Net (loss)/income for the period	(10.031)	(7.906)	10.457	8.796
<b>Group's share in net (loss) /income of the joint venture</b>	<b>(3.855)</b>	<b>(3.038)</b>	4.017	3.379

Summary financial information of the Group's investment in joint venture Ana Gıda is as follows:

	June 30, 2016		December 31, 2015	
<b>Ana Gıda</b>				
Total assets		191.850		181.795
Total liabilities		118.216		114.381
Net assets		73.634		67.414
<b>Group's interest in net assets</b>		36.570		33.132
	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	<b>January 1- June 30, 2015</b>	<b>April 1- June 30, 2015</b>
<b>Ana Gıda</b>				
Revenue	170.259	88.586	172.591	93.128
Net income for the period	6.287	3.463	4.755	2.537
<b>Group's share in net income of the joint venture</b>	<b>3.474</b>	<b>1.913</b>	2.627	1.401

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 4 - JOINT VENTURES (cont'd)**

Summary financial information of the Group's investment in joint venture Aslancık is as follows:

	<b>June 30, 2016</b>		December 31, 2015	
<b>Aslancık</b>				
Total assets		<b>479.158</b>		470.309
Total liabilities		<b>414.500</b>		424.066
Net assets		<b>64.658</b>		46.243
<b>Group's interest in net assets</b>		<b>20.348</b>		14.210

  

	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	January 1- June 30, 2015	April 1- June 30, 2015
<b>Aslancık</b>				
Revenue	<b>59.169</b>	<b>31.964</b>	39.661	22.205
Net income/(loss) for the period	<b>18.415</b>	<b>4.868</b>	(39.710)	7.567
<b>Group's share in net income/(loss) of the joint venture</b>	<b>6.138</b>	<b>1.623</b>	(13.235)	2.522

Summary financial information of the Group's investment in joint venture Faber Castell Anadolu LLC is as follows:

	<b>June 30, 2016</b>		December 31, 2015	
<b>Faber Castell Anadolu LLC</b>				
Total assets		<b>9.631</b>		6.621
Total liabilities		<b>7.791</b>		5.297
Net assets		<b>1.840</b>		1.324
<b>Group's interest in net assets (*)</b>		<b>682</b>		-

  

	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	January 1- June 30, 2015	April 1- June 30, 2015
<b>Faber Castell Anadolu LLC</b>				
Revenue	<b>5.986</b>	<b>3.487</b>	5.100	2.983
Net income /(loss) for the period	<b>204</b>	<b>219</b>	(323)	(179)
<b>Group's share in net income/(loss) of the joint venture</b>	<b>102</b>	<b>110</b>	(161)	(89)

(\*) As of December 31, 2015 Group's interest in Faber Castell Anadolu LLC, a joint venture of the Group, is calculated as negative balance which is not appropriate for IAS/IFRS reporting, therefore share in net assets of investments accounted through equity method is adjusted in an amount that make balance of Faber Castell Anadolu LLC equal to zero.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 4 - JOINT VENTURES (cont'd)**

Summary financial information of the Group's investment in joint venture Migros is as follows:

	<b>June 30, 2016</b>	December 31, 2015
<b>Migros</b>		
Current assets	2.284.490	2.035.523
Non-current assets	3.736.593	3.725.194
<b>Total assets</b>	<b>6.021.083</b>	5.760.717
Short-term borrowings	197.656	212.910
Other current liabilities	2.870.556	2.512.761
Long-term borrowings	2.347.980	2.380.236
Other non-current liabilities	141.629	138.824
<b>Total liabilities</b>	<b>5.557.821</b>	5.244.731
<b>Net assets</b>	<b>463.262</b>	515.986
<b>Attributable to:</b>		
Non-controlling interests	684	644
<b>Equity holders of the parent</b>	<b>462.578</b>	515.342
<b>Group's interest in net assets (*)</b>	<b>2.220.635</b>	2.238.866
	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>
Revenue	5.079.045	2.667.948
Net loss for the period	(52.924)	(25.015)
Non-controlling interests	29	14
<b>Equity holders of the parent</b>	<b>(52.953)</b>	<b>(25.029)</b>
<b>Group's interest in net loss</b>	<b>(18.522)</b>	<b>(1.891)</b>
- Non-controlling interests	(5.927)	(605)
- Equity holders of the parent	(12.595)	(1.286)

(\*) The balance includes fair value difference arising from recognizing acquisition transaction and put option liability.

The movement of carrying value of the joint venture, Migros in the interim condensed consolidated financial statements as of June 30, 2016 is as follows:

	<b>June 30, 2016</b>
Balance at the beginning of period	<b>2.238.866</b>
Group's share in net loss	<b>(18.522)</b>
Group's share in currency translation differences	<b>431</b>
Group's share in remeasurement funds	<b>(140)</b>
<b>Balance at the end of period</b>	<b>2.220.635</b>

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 5 - SEGMENT REPORTING**

The Group is organized and primarily managed in four principal segments: Automotive (including passenger vehicles, commercial vehicles, generators, spare and component parts, motor vehicle renting); retailing (stationery, chain restaurant management and tourism); energy (production and sale of electricity) and other (information technologies, trade, asset management, real estate). The Group has ended asset management operations as of June 29, 2016 as the details are mentioned in Note 21.

Since segment reporting and information used in the Group management reporting is consistent with consolidated balance sheet and consolidated income statement the Group does not need to perform reconciliation between the consolidated income statement, consolidated balance sheet and the segment reporting disclosure.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 5 - SEGMENT REPORTING (cont'd)**

<b>January 1-June 30, 2016</b>	<b>Automotive</b>	<b>Retailing</b>	<b>Energy</b>	<b>Other</b>	<b>Unallocated</b>	<b>Consolidated</b>
Sales	933.248	476.916	32.728	56.757	-	1.499.649
Inter-segment sales	2.503	2.127	-	13.881	(18.511)	-
<b>Total Sales</b>	<b>935.751</b>	<b>479.043</b>	<b>32.728</b>	<b>70.638</b>	<b>(18.511)</b>	<b>1.499.649</b>
<b>GROSS PROFIT</b>	<b>144.449</b>	<b>112.281</b>	<b>17.252</b>	<b>25.827</b>	<b>(14.582)</b>	<b>285.227</b>
General administrative expenses (-)	(30.652)	(31.622)	(5.683)	(43.426)	14.248	(97.135)
Marketing expenses (-)	(40.639)	(38.748)	-	(15.418)	2.025	(92.780)
Research and development expenses (-)	(1.049)	-	-	-	97	(952)
Other operating income	5.558	2.357	539	883	78	9.415
Other operating expenses (-)	(1.907)	(12.702)	(16)	(3.638)	5	(18.258)
Gain/ (Loss) from the investments accounted through equity method (*)	-	102	-	-	41.423	41.525
<b>OPERATING PROFIT / LOSS</b>	<b>75.760</b>	<b>31.668</b>	<b>12.092</b>	<b>(35.772)</b>	<b>43.294</b>	<b>127.042</b>
Income from investing activities	474	1.723	-	24.477	(931)	25.743
Expenses from investing activities (-)	-	(1.634)	-	(305)	-	(1.939)
<b>OPERATING PROFIT/ LOSS BEFORE FINANCIAL EXPENSE</b>	<b>76.234</b>	<b>31.757</b>	<b>12.092</b>	<b>(11.600)</b>	<b>42.363</b>	<b>150.846</b>
Financial income	176.726	4.742	8.613	21.188	-	211.269
Financial expenses (-)	(230.723)	(20.961)	(12.725)	(57.370)	(18.337)	(340.116)
<b>INCOME/(LOSS) BEFORE TAX FROM CONTINUING OPERATIONS</b>	<b>22.237</b>	<b>15.538</b>	<b>7.980</b>	<b>(47.782)</b>	<b>24.026</b>	<b>21.999</b>
<b>Tax Income/(Expense) from Continuing Operations</b>	<b>(3.527)</b>	<b>(9.089)</b>	<b>(5.603)</b>	<b>11.913</b>	<b>(2)</b>	<b>(6.308)</b>
- Current period tax expense (-)	(546)	(12.775)	-	(1.277)	-	(14.598)
- Deferred tax income / (expense)	(2.981)	3.686	(5.603)	13.190	(2)	8.290
<b>NET INCOME / LOSS FOR THE PERIOD FROM CONTINUING OPERATIONS</b>	<b>18.710</b>	<b>6.449</b>	<b>2.377</b>	<b>(35.869)</b>	<b>24.024</b>	<b>15.691</b>
<b>NET LOSS FOR THE PERIOD FOR DISCONTINUED OPERATIONS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(8.396)</b>	<b>18</b>	<b>(8.378)</b>
<b>Attributable to:</b>	<b>18.710</b>	<b>6.449</b>	<b>2.377</b>	<b>(44.265)</b>	<b>24.042</b>	<b>7.313</b>
- Non-controlling interest	(27)	-	565	-	(11.584)	(11.046)
- Equity holders of the parent	18.737	6.449	1.812	(44.265)	35.626	18.359
<b>Total Assets</b>	<b>2.493.842</b>	<b>726.227</b>	<b>409.318</b>	<b>4.442.717</b>	<b>1.489.637</b>	<b>9.561.741</b>
Investments accounted through equity method	-	682	-	-	5.221.898	5.222.580
<b>Total Liabilities</b>	<b>2.079.308</b>	<b>460.395</b>	<b>363.195</b>	<b>1.919.516</b>	<b>348.178</b>	<b>5.170.592</b>
Net debt	1.746.012	283.070	337.132	1.185.441	-	3.551.655
Purchases of tangible & intangible assets and investment property (**)	8.672	6.229	107	2.755	-	17.763
Purchases of assets used in renting activities	688.321	-	-	-	-	688.321
Depreciation and amortization (**)	29.818	14.562	6.922	8.376	(11)	59.667

(\*) Income recognized from Anadolu Efes, Ana Gıda and Aslancık amounting TRL 78.263 and expense recognized from ABank, Anadolu Isuzu and Migros, amounting TRL 36.840 are recorded to gain/loss from the investments accounted through equity method in ‘unallocated’ segment; income recognized from Faber Castel Anadolu LLC amounting to TRL 102 is recorded in “retailing” segment.

(\*\*) TRL 63 of the property, plant and equipment and intangible asset purchases and TRL 2.466 of the depreciation and amortization belong to Investment Properties.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 5 - SEGMENT REPORTING (cont'd)**

<b>1 April-June 30, 2016</b>	<b>Automotive</b>	<b>Retailing</b>	<b>Energy</b>	<b>Other</b>	<b>Unallocated</b>	<b>Consolidated</b>
Sales	470.230	246.464	20.132	29.067	-	765.893
Inter-segment sales	1.214	893	-	6.440	(8.547)	-
<b>Total Sales</b>	<b>471.444</b>	<b>247.357</b>	<b>20.132</b>	<b>35.507</b>	<b>(8.547)</b>	<b>765.893</b>
<b>GROSS PROFIT</b>	<b>76.878</b>	<b>60.345</b>	<b>9.809</b>	<b>12.792</b>	<b>(6.680)</b>	<b>153.144</b>
General administrative expenses (-)	(16.033)	(14.200)	(2.727)	(19.969)	5.166	(47.763)
Marketing expenses (-)	(20.493)	(19.685)	-	(12.891)	1.456	(51.613)
Research and development expenses (-)	(538)	-	-	-	57	(481)
Other operating income	2.433	914	532	411	64	4.354
Other operating expenses (-)	(686)	(4.084)	7	(1.964)	5	(6.722)
Gain/ (Loss) from the investments accounted through equity method	-	110	-	-	46.242	46.352
<b>OPERATING INCOME / LOSS</b>	<b>41.561</b>	<b>23.400</b>	<b>7.621</b>	<b>(21.621)</b>	<b>46.310</b>	<b>97.271</b>
Income from investing activities	303	1.619	-	2.374	(950)	3.346
Expenses from investing activities (-)	-	-	-	(171)	-	(171)
<b>OPERATING INCOME / LOSS BEFORE FINANCIAL EXPENSE</b>	<b>41.864</b>	<b>25.019</b>	<b>7.621</b>	<b>(19.418)</b>	<b>45.360</b>	<b>100.446</b>
Financial income	132.038	1.761	4.228	5.602	-	143.629
Financial expenses (-)	(155.036)	(10.240)	(8.586)	(22.721)	(9.255)	(205.838)
<b>INCOME/(LOSS) BEFORE TAX FROM CONTINUING OPERATIONS</b>	<b>18.866</b>	<b>16.540</b>	<b>3.263</b>	<b>(36.537)</b>	<b>36.105</b>	<b>38.237</b>
Tax Income/(Expense) from Continuing Operations	(2.788)	(5.502)	(5.704)	7.189	-	(6.805)
- Current period tax expense (-)	(110)	(6.395)	-	(480)	-	(6.985)
- Deferred tax income / (expense)	(2.678)	893	(5.704)	7.669	-	180
<b>NET INCOME/(LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS</b>	<b>16.078</b>	<b>11.038</b>	<b>(2.441)</b>	<b>(29.348)</b>	<b>36.105</b>	<b>31.432</b>
<b>NET LOSS FOR THE PERIOD FOR DISCONTINUED OPERATIONS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7.599)</b>	<b>7</b>	<b>(7.592)</b>
<b>Attributable to:</b>	<b>16.078</b>	<b>11.038</b>	<b>(2.441)</b>	<b>(36.947)</b>	<b>36.112</b>	<b>23.840</b>
- Non-controlling interest	(12)	-	(124)	-	294	158
- Equity holders of the parent	16.090	11.038	(2.317)	(36.947)	35.818	23.682
Purchases of tangible & intangible assets and investment property	3.500	2.272	79	2.366	-	8.217
Purchases of assets used in renting activities	427.039	-	-	-	-	427.039
Depreciation and amortization	15.232	7.211	3.590	3.757	-	29.790



(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 5 - SEGMENT REPORTING (cont'd)**

January 1-June 30, 2015	Automotive	Retailing	Energy	Other	Unallocated	Consolidated
Sales	712.804	458.213	27.881	57.173	-	1.256.071
Inter-segment sales	2.446	1.858	-	12.354	(16.658)	-
Total Sales	715.250	460.071	27.881	69.527	(16.658)	1.256.071
GROSS PROFIT	128.947	118.613	11.623	29.101	(14.397)	273.887
General administrative expenses (-)	(25.057)	(31.124)	(5.038)	(49.300)	13.014	(97.505)
Marketing expenses (-)	(35.557)	(34.485)	-	(2.205)	1.161	(71.086)
Research and development expenses (-)	(880)	-	-	-	75	(805)
Other operating income	1.584	3.145	-	444	(378)	4.795
Other operating expenses (-)	(1.271)	(13.255)	(219)	(1.814)	4	(16.555)
Gain/ (Loss) from the investments accounted through equity method (*)	-	(161)	-	-	216	55
OPERATING INCOME / LOSS	67.766	42.733	6.366	(23.774)	(305)	92.786
Income from investing activities	820	12.228	7	3.820	(1.011)	15.864
Expenses from investing activities (-)	-	(1.051)	-	(35)	-	(1.086)
OPERATING INCOME / LOSS BEFORE FINANCIAL EXPENSE	68.586	53.910	6.373	(19.989)	(1.316)	107.564
Financial income	11.682	6.225	563	173.741	-	192.211
Financial expenses (-)	(87.252)	(17.097)	(64.294)	(24.667)	-	(193.310)
INCOME/(LOSS) BEFORE TAX FROM CONTINUING OPERATIONS	(6.984)	43.038	(57.358)	129.085	(1.316)	106.465
Tax Income/(Expense) from Continuing Operations	882	(8.771)	8.393	(26.458)	(7)	(25.961)
- Current period tax expense (-)	-	(14.162)	-	(30.622)	-	(44.784)
- Deferred tax income / (expense)	882	5.391	8.393	4.164	(7)	18.823
NET INCOME/(LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS	(6.102)	34.267	(48.965)	102.627	(1.323)	80.504
NET INCOME / LOSS FOR THE PERIOD FOR DISCONTINUED OPERATIONS	-	-	-	(2.475)	142	(2.333)
Attributable to:	(6.102)	34.267	(48.965)	100.152	(1.181)	78.171
- Non-controlling interest	(10)	(1)	(4.729)	-	32.896	28.156
- Equity holders of the parent	(6.092)	34.268	(44.236)	100.152	(34.077)	50.015
Total Assets	1.765.760	797.298	441.244	3.074.408	1.545.699	7.624.409
Investments accounted through equity method	-	831	-	-	3.007.452	3.008.283
Total Liabilities	1.520.743	540.614	368.575	458.625	(4.331)	2.884.226
Net Debt	1.208.369	297.843	332.999	(875.848)	-	963.363
Purchases of tangible & intangible assets and investment property (**)	9.178	26.355	1.860	66.769	(9.798)	94.364
Purchases of assets used in renting activities	427.020	-	-	-	-	427.020
Depreciation and amortization (**)	28.096	12.142	6.466	5.025	(24)	51.705

(\*) Income recognized from ABank, Ana Gıda and Anadolu Isuzu amounting TRL 25.106 and expense recognized from Anadolu Efes and Aslançık amounting TRL 24.890 are recorded in 'unallocated' segment of 'gain/loss from the investments accounted through equity method'; expense recognized from Faber Castel Anadolu LLC amounting to TRL 161 is recorded in "retailing" segment.

(\*\*) TRL 48.202 of the property, plant and equipment and intangible asset purchases and TRL 181 of the depreciation and amortization belong to Investment Properties. Purchases of tangible & intangible assets and investment property includes capitalization of financial expenses amounting TRL 9.065 .

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 5 - SEGMENT REPORTING (cont'd)**

April 1-June 30, 2015	Automotive	Retailing	Energy	Other	Unallocated	Consolidated
Sales	414.954	250.828	18.123	26.108	-	710.013
Inter-segment sales	1.235	932	-	9.514	(11.681)	-
Total Sales	416.189	251.760	18.123	35.622	(11.681)	710.013
GROSS PROFIT	68.416	67.818	7.685	15.611	(7.577)	151.953
General administrative expenses (-)	(12.909)	(16.008)	(2.547)	(29.089)	6.948	(53.605)
Marketing expenses (-)	(19.606)	(15.746)	-	(1.089)	572	(35.869)
Research and development expenses (-)	(460)	-	-	-	38	(422)
Other operating income	981	(481)	(47)	162	(78)	537
Other operating expenses (-)	(559)	(4.533)	667	(1.654)	4	(6.075)
Gain/ (Loss) from the investments accounted through equity method	-	(89)	-	-	70.097	70.008
OPERATING INCOME / LOSS	35.863	30.961	5.758	(16.059)	70.004	126.527
Income from investing activities	367	1.122	-	542	1.499	3.530
Expenses from investing activities (-)	-	(515)	-	(17)	-	(532)
OPERATING INCOME / LOSS BEFORE FINANCIAL EXPENSE	36.230	31.568	5.758	(15.534)	71.503	129.525
Financial income	3.077	4.681	372	39.279	-	47.409
Financial expenses (-)	(51.413)	(11.319)	(10.922)	(17.958)	-	(91.612)
INCOME/(LOSS) BEFORE TAX FROM CONTINUING OPERATIONS	(12.106)	24.930	(4.792)	5.787	71.503	85.322
Tax Income/(Expense) from Continuing Operations	2.352	(4.425)	1.713	(1.601)	(2)	(1.963)
- Current period tax expense (-)	-	(8.032)	-	(6.626)	-	(14.658)
- Deferred tax income / (expense)	2.352	3.607	1.713	5.025	(2)	12.695
NET INCOME/(LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS	(9.754)	20.505	(3.079)	4.186	71.501	83.359
NET LOSS FOR THE PERIOD FOR DISCONTINUED OPERATIONS	-	-	-	(4.156)	76	(4.080)
Attributable to:	(9.754)	20.505	(3.079)	30	71.577	79.279
- Non-controlling interest	13	(1)	(280)	-	16.402	16.134
- Equity holders of the parent	(9.767)	20.506	(2.799)	30	55.175	63.145
Purchases of tangible & intangible assets and investment property	6.163	13.061	696	24.220	-	44.140
Purchases of assets used in renting activities	325.700	-	-	-	-	325.700
Depreciation and amortization	13.876	6.154	3.223	2.657	(1)	25.909

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 5 - SEGMENT REPORTING (cont'd)

Substantially all of the consolidated revenue is obtained from operations located in Turkey.

Associate: The Group's effective shareholding rate for Anadolu Efes is 27,66% (December 31, 2015: 27,66%). The operations of Anadolu Efes and its subsidiaries consist of production, distribution and marketing of beer under a number of trademarks and selling and distribution of sparkling and still beverages with The Coca-Cola Company trademark principally in Turkey, Central Asia and Middle East. The result of these operations, for the periods ended June 30, 2016 and June 30, 2015 are reflected in "gain/loss from the investments accounted through equity method" line of the interim condensed consolidated income statement as gain amounting to TRL 68.651 and loss amounting to TRL 11.655 respectively. Group has 17,00% shareholding rate at ABank (December 31, 2015: 17,00%). The result of ABank's operations for the periods ended June 30, 2016 and June 30, 2015 are reflected in "gain/loss from the investments accounted through equity method" line of the interim condensed consolidated income statement as loss amounting to TRL 14.463 and gain amounting to TRL 18.462.

#### NOTE 6 - CASH AND CASH EQUIVALENTS

The details of cash and cash equivalents are as follows:

	June 30, 2016	December 31, 2015
Cash	2.680	2.035
Banks	432.461	332.279
-Time deposits	401.463	303.615
-Demand deposits	30.998	28.664
Other cash and cash equivalents (*)	34.181	30.612
<b>Cash and cash equivalents in the consolidated cash flow statement</b>	<b>469.322</b>	<b>364.926</b>

(\*) Other liquid assets consist of credit card receivables with less than 3 months maturity, checks in collection and direct billing system (DBS) balances.

Cash and cash equivalents of Yazıcılar as of June 30, 2016 amounts to TRL 81.007, cash and cash equivalents of AEH, the subsidiary of the Company amounts to TRL 189.752. (December 31, 2015: TRL 62.352 and TRL 135.328).

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 7 - BORROWINGS**

	<b>June 30, 2016</b>	December 31, 2015
Bank borrowings	<b>671.135</b>	755.190
Bills issued (*)	<b>98.163</b>	-
Current portion of long term borrowings	<b>852.724</b>	740.956
Financial leasing payables	<b>4.250</b>	1.005
Interest expense accruals of bonds issued (**)	<b>4.057</b>	4.057
<b>Short term borrowings</b>	<b>1.630.329</b>	1.501.208
Bank borrowings	<b>2.263.810</b>	2.101.912
Financial leasing payables	<b>33.224</b>	1.922
Bonds issued (**)	<b>100.000</b>	100.000
<b>Long term borrowings</b>	<b>2.397.034</b>	2.203.834
<b>Total borrowings</b>	<b>4.027.363</b>	3.705.042

(\*) Çelik Motor, a subsidiary of the Company, has issued a bill to qualified investors without public offering at March 3, 2016, with 179 days maturity, TRL 100.000 nominal value, 12,4% interest rate. The carrying amount of the bill amounts to TRL 98.163 as of June 30, 2016.

(\*\*) Çelik Motor, a subsidiary of the Company, has issued a bond to qualified investors without public offering at September 17, 2015, with 729 days maturity, 13,8% interest rate and fixed coupon payment in every 6 months. The carrying amount of the bond amounts to TRL 104.057 as of June 30, 2016.

Total borrowings of AEH, the subsidiary of the Company as of June 30, 2016 amounts to TRL 1.182.519 (December 31, 2015: TRL 1.160.502).

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 7 - BORROWINGS (cont'd)**

As of June 30, 2016 and December 31, 2015, the Group does not have any secured bank borrowings except subjects mentioned in Note 14.

Short term	June 30, 2016			December 31, 2015		
	Amount	Fixed interest rate	Floating interest rate	Amount	Fixed interest rate	Floating interest rate
Borrowing in Turkish Lira	450.099	10,3% - 14,6%	-	599.731	8,6% - 17,0%	-
Borrowing in foreign currency (EUR)	824.221	2,1% - 4,9%	Libor + (3,0% - 4,4%)	724.165	1,8% - 4,9%	Libor + (3,2% - 4,4%)
Borrowing in foreign currency (USD)	253.596	3,5% - 4,5%	Libor + (2,9% - 4,4%)	176.307	3,5% - 4,2%	Libor + (2,9% - 4,4%)
Financial leasing payables in Turkish Lira	4.250	7,2% - 12,6%	-	1.005	7,2% - 8,0%	-
Bonds issued in Turkish Lira	98.163	12,4%	-	-	-	-
	<b>1.630.329</b>			<b>1.501.208</b>		
Long term	Amount	Fixed interest rate	Floating interest rate	Amount	Fixed interest rate	Floating interest rate
Borrowing in Turkish Lira	20.000	14,6%	-	47.618	10,8% - 14,6%	-
Borrowing in foreign currency (EUR)	1.766.214	3,1% - 4,4%	Libor + (3,5% - 4,4%)	1.492.037	3,2% - 4,9%	Libor + (3,8% - 4,4%)
Borrowing in foreign currency (USD)	477.596	3,5%	Libor + (3,5% - 4,4%)	562.257	3,5% - 4,0%	Libor + (3,0% - 4,4%)
Financial leasing payables in Turkish Lira	33.224	8,6% - 12,6%	-	1.922	8,6% - 8,9%	-
Bonds issued in Turkish Lira	100.000	13,8%	-	100.000	13,8%	-
	<b>2.397.034</b>			<b>2.203.834</b>		
	<b>4.027.363</b>			<b>3.705.042</b>		

Repayments schedules of long-term borrowings are as follows:

	June 30, 2016	December 31, 2015
2017	252.751	355.382
2018	303.162	165.988
2019	1.111.414	902.553
2020	488.214	518.251
2021 and thereafter	241.493	261.660
	<b>2.397.034</b>	<b>2.203.834</b>

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 8 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD**

	June 30, 2016	December 31, 2015
Investment in associate	2.828.669	2.710.532
Interest in joint ventures (Note 4)	2.393.911	2.411.093
	<b>5.222.580</b>	5.121.625

**8.1 Associates**

Entity	Principle Activities	Country of business	June 30, 2016			December 31, 2015		
			Carrying value	Effective shareholding and voting rights (%)	Group's share of income/(loss)	Carrying value	Effective shareholding and voting rights (%)	Group's share of income/(loss)
Anadolu Efes (*)	Production, bottling and distribution of beer, sparkling and still beverages	Turkey	2.397.399	27,66	68.651	2.310.884	27,66	(58.477)
ABank	Banking services	Turkey	431.270	17,00	(14.463)	399.648	17,00	23.652
			<b>2.828.669</b>		<b>54.188</b>	2.710.532		(34.825)

(\*) Shares of Anadolu Efes are currently quoted on the BIST.

Summary financial information of associate Anadolu Efes is as follows:

<i>Summary balance sheet:</i>	Anadolu Efes	
	June 30, 2016	December 31, 2015
Current Assets	5.709.076	4.942.542
Non-Current Assets	17.402.915	17.101.548
<b>Total Assets</b>	<b>23.111.991</b>	22.044.090
Short-Term Borrowings	749.921	744.593
Other Current Liabilities	2.543.708	1.880.570
Long-Term Borrowings	4.581.673	4.638.623
Other Non-Current Liabilities	2.287.708	2.206.799
<b>Total Liabilities</b>	<b>10.163.010</b>	9.470.585
<b>Net Assets</b>	<b>12.948.981</b>	12.573.505
<b>Attributable to:</b>		
Non-controlling interests	4.948.347	4.865.449
<b>Net assets of the equity holders of the parent</b>	<b>8.000.634</b>	7.708.056
<b>Group's share in net assets</b>	<b>2.397.399</b>	2.310.884

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 8 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD (cont'd)

##### 8.1 Associates (cont'd)

<i>Summary Income Statement:</i>				
	January 1- June 30, 2016	April 1- June 30, 2016	January 1- June 30, 2015	April 1- June 30, 2015
Revenue	5.021.962	3.088.720	5.074.678	3.143.649
Net income / (loss)	351.109	301.601	(19.616)	263.141
Non-controlling interests	118.945	129.720	19.800	90.599
<b>Equity holders of the parent</b>	<b>232.164</b>	<b>171.881</b>	(39.416)	172.542
<b>Group's share in net income / (loss)</b>	<b>68.651</b>	<b>50.825</b>	(11.655)	51.022
- Non-controlling interests	4.428	3.278	(752)	3.290
- Equity holders of the parent	64.223	47.547	(10.903)	47.732

The movement of carrying value of the associate, Anadolu Efes in the interim condensed consolidated financial statements as of June 30, 2016 and June 30, 2015 is as follows:

	June 30, 2016	June 30, 2015
Balance at January 1	2.310.884	2.281.668
Group's share in net income/(loss)	68.651	(11.655)
Group's share in currency translation differences	68.258	237.732
Non-controlling interest put option valuation fund	15	64
Dividend received	(42.896)	(80.539)
Cash flow hedge reserve	(7.035)	1.786
Group's share in remeasurement funds	(478)	(354)
<b>Balance at the end of the period</b>	<b>2.397.399</b>	<b>2.428.702</b>

Summary financial information of ABank, the Group's associate is as follows:

<i>Summary balance sheet:</i>		
	ABank June 30, 2016	ABank December 31, 2015
Total assets	14.815.028	13.942.041
Total liabilities	13.653.835	12.907.337
<b>Net assets</b>	<b>1.161.193</b>	<b>1.034.704</b>
<b>Attributable to:</b>		
Non-controlling interests	13	11
<b>Net assets of the equity holders of the parent</b>	<b>1.161.180</b>	<b>1.034.693</b>
<b>Group's share in net assets</b>	<b>431.270</b>	<b>399.648</b>

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 8 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD (cont'd)

##### 8.1 Associates (cont'd)

###### Summary Income Statement:

	January 1- June 30, 2016	April 1- June 30, 2016	January 1- June 30, 2015	April 1- June 30, 2015
Interest, fee and commission income	592.307	288.242	593.157	314.846
Net income / (loss)	(57.850)	(12.756)	74.857	47.803
Non-controlling interests	(1)	(1)	184	98
<b>Equity holders of the parent</b>	<b>(57.849)</b>	<b>(12.755)</b>	74.673	47.705
<b>Group's share in net (loss)/income</b>	<b>(14.463)</b>	<b>(3.190)</b>	18.462	11.773

The movement of carrying value of the associate ABank in the interim condensed consolidated financial statements as of June 30, 2016 and June 30, 2015 is as follows:

	June 30, 2016	June 30, 2015
Balance at January 1	399.648	380.701
Capital increase	37.500	-
Group's share in net (loss)/income	(14.463)	18.462
Group's share in revaluation funds	8.603	(2.856)
Group's share in remeasurement funds	(18)	-
Group's share in transactions with non-controlling interests	-	882
<b>Balance at the end of the period</b>	<b>431.270</b>	<b>397.189</b>

Based on the shareholders agreement signed with The Commercial Bank of Qatar (CBQ), AEH, the subsidiary of the Group which has 25% share in ABank, has an option to sell ABank shares to CBQ (CBQ's liability to purchase). The mentioned selling option can be used between the 3rd and 5th years following the date of July 18, 2013 which is the date of CBQ's purchase of ABank shares. Due to AEH's Board of Director's minute dated July 18, 2016 it was decided that AEH can use its option to sell 25% shares of ABank which makes 192.500.000 bearer shares in accordance with the "Shareholders Agreement" which was concluded on July 18, 2013. Sale price of shares have been calculated based on the base price method per the Shareholders Agreement as USD 222,5 Million as of July 18, 2016 and notification on this subject has been submitted to CBQ. Completion of the transactions is subject to permissions obtained from official institutions and sale of the shares is expected to be finalized in 2016.

##### 8.2 Joint Ventures

Entity	Principle activities	Country	June 30, 2016			December 31, 2015		
			Carrying value	Effective shareholding and voting rights (%)	Group's share of income/ (loss)	Carrying value	Effective shareholding and voting rights (%)	Group's share of income/ (loss)
Anadolu Isuzu (*)	Manufacturing and selling of Isuzu brand commercial vehicles	Turkey	115.676	37,56	(3.855)	124.885	37,56	6.819
Ana Gıda	Production and marketing of olive oil, sunflower and corn oil under Kirlangıç, Komili and Madra Brands	Turkey	36.570	37,57	3.474	33.132	37,57	744
Aslançık	Production of electricity	Turkey	20.348	22,67	6.138	14.210	22,67	(24.922)
Faber-Castell Anadolu LLC	Trading of all kinds of stationery	Russia	682	19,34	102	-	19,34	-
Migros (*) (**)	Sales of food and drinks along with durable goods	Turkey	2.220.635	34,00	(18.522)	2.238.866	34,00	(128.154)
			<b>2.393.911</b>		<b>(12.663)</b>	2.411.093		<b>(145.513)</b>

(\*) Shares of Anadolu Isuzu and Migros are quoted on the BIST.

(\*\*) AEH, the subsidiary of the Group, has 80,5% shares of MH Perakendecilik, which has 50% stake in Migros, to participate 40,25% in Migros. Put option liability of AEH for the remaining 19,5% shares are accounted in the financial statements, as a result, the Company's shareholding rate in Migros is 34,00%.



(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 9 - PROPERTY, PLANT AND EQUIPMENT (PP&E)**

Movements of property, plant and equipment for the period ended on June 30, 2016 are as follows:

	Land and land improvements	Buildings	Machinery and equipment	Motor vehicles	Furniture and fixtures	Other tangible assets	Leasehold improvements	Construction in progress	Total
<b>Cost</b>									
At January 1, 2016	37.907	370.883	365.844	18.523	58.640	3.381	136.317	13.161	1.004.656
Additions	2	2.466	3.462	2.421	2.550	21	260	6.208	17.390
Disposals (-)	-	-	(1.610)	(2.230)	(410)	-	(2.169)	-	(6.419)
Currency translation differences	319	4.461	1.875	9	16	-	-	12	6.692
Transfers (*)	-	-	2.535	204	(412)	-	1.023	(4.534)	(1.184)
<b>June 30, 2016</b>	<b>38.228</b>	<b>377.810</b>	<b>372.106</b>	<b>18.927</b>	<b>60.384</b>	<b>3.402</b>	<b>135.431</b>	<b>14.847</b>	<b>1.021.135</b>
<b>Accumulated depreciation</b>									
At January 1, 2016	3.361	16.047	138.236	5.043	29.451	1.944	53.378	-	247.460
Depreciation charge for the period (**)	626	3.975	14.650	2.226	3.969	161	4.658	-	30.265
Disposals (-)	-	-	(872)	(1.084)	(316)	-	(1.579)	-	(3.851)
Currency translation differences	14	87	131	8	8	-	-	-	248
Transfers (*)	-	-	1.217	-	-	-	-	-	1.217
<b>June 30, 2016</b>	<b>4.001</b>	<b>20.109</b>	<b>153.362</b>	<b>6.193</b>	<b>33.112</b>	<b>2.105</b>	<b>56.457</b>	<b>-</b>	<b>275.339</b>
<b>Net carrying amount</b>	<b>34.227</b>	<b>357.701</b>	<b>218.744</b>	<b>12.734</b>	<b>27.272</b>	<b>1.297</b>	<b>78.974</b>	<b>14.847</b>	<b>745.796</b>

(\*) TRL 869 of property, plant and equipment is transferred to investment properties, TRL 2.263 of property, plant and equipment is transferred to rights under intangible assets. TRL 731 of intangible assets is transferred to machinery and equipment under property, plant and equipment.

(\*\*) Depreciation charge of property, plant and equipment for the period June 30, 2016 includes charges for discontinued operations amounting TRL 121.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 9 - PROPERTY, PLANT AND EQUIPMENT (PP&E) (cont'd)**

Movements of property, plant and equipment for the period ended on June 30, 2015 are as follows:

	Land and land improvements	Buildings	Machinery and equipment	Motor vehicles	Furniture and fixtures	Other tangible assets	Leasehold improvements	Construction in progress	Total
<b>Cost</b>									
At January 1, 2015	39.032	334.626	375.336	13.175	50.460	2.736	139.864	69.701	1.024.930
Additions (***)	138	172	3.966	5.448	3.623	850	1.696	23.649	39.542
Disposals (-)	-	(7.375)	(17.401)	(1.283)	(592)	(342)	(2.033)	-	(29.026)
Currency translation differences	(741)	(10.354)	(4.447)	(25)	(38)	-	-	26	(15.579)
Transfers (*)	(2.754)	(142)	7.569	315	86	-	1.559	(9.529)	(2.896)
<b>June 30, 2015</b>	<b>35.675</b>	<b>316.927</b>	<b>365.023</b>	<b>17.630</b>	<b>53.539</b>	<b>3.244</b>	<b>141.086</b>	<b>83.847</b>	<b>1.016.971</b>
<b>Accumulated depreciation</b>									
At January 1, 2015	3.857	20.093	151.985	4.298	26.112	2.006	48.194	-	256.545
Depreciation charge for the period (**)	516	3.144	12.776	1.495	3.124	107	4.592	-	25.754
Disposals (-)	-	(2.518)	(14.247)	(828)	(431)	(333)	(746)	-	(19.103)
Currency translation differences	(21)	(55)	(80)	(13)	(14)	-	-	-	(183)
<b>June 30, 2015</b>	<b>4.352</b>	<b>20.664</b>	<b>150.434</b>	<b>4.952</b>	<b>28.791</b>	<b>1.780</b>	<b>52.040</b>	<b>-</b>	<b>263.013</b>
<b>Net carrying amount</b>	<b>31.323</b>	<b>296.263</b>	<b>214.589</b>	<b>12.678</b>	<b>24.748</b>	<b>1.464</b>	<b>89.046</b>	<b>83.847</b>	<b>753.958</b>

(\*) TRL 2.869 of property, plant and equipment is transferred to non-current assets held for sale.

(\*\*) Depreciation charge of property, plant and equipment for the period June 30, 2015 includes charges for discontinued operations amounting TRL 101.

(\*\*\*) Additions of property, plant and equipment includes capitalization of financial expenses amounting TRL 2.867.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 10 - INTANGIBLE ASSETS

Movements of intangible assets for the period ended on June 30, 2016 are as follows:

	Rights	Patents and licenses	Franchise	Other intangible assets	Total
<b>Cost</b>					
January 1, 2016	40.657	40	1.051	3.087	44.835
Additions	310	-	-	-	310
Disposals (-)	(250)	-	-	-	(250)
Transfers (*)	300	-	-	-	300
<b>June 30, 2016</b>	<b>41.017</b>	<b>40</b>	<b>1.051</b>	<b>3.087</b>	<b>45.195</b>
<b>Accumulated amortization</b>					
January 1, 2016	18.870	11	555	1.193	20.629
Amortization charge for the period (**)	2.479	3	26	255	2.763
Disposals (-)	(37)	-	-	-	(37)
Transfers (*)	(1.217)	-	-	-	(1.217)
<b>June 30, 2016</b>	<b>20.095</b>	<b>14</b>	<b>581</b>	<b>1.448</b>	<b>22.138</b>
<b>Net carrying amount</b>	<b>20.922</b>	<b>26</b>	<b>470</b>	<b>1.639</b>	<b>23.057</b>

Movements of intangible assets for the period ended on June 30, 2015 are as follows:

	Rights	Patents and licenses	Franchise	Other intangible assets	Total
<b>Cost</b>					
January 1, 2015	30.853	27	1.051	3.037	34.968
Additions	6.531	-	-	89	6.620
Currency translation differences	-	(1)	-	-	(1)
<b>June 30, 2015</b>	<b>37.384</b>	<b>26</b>	<b>1.051</b>	<b>3.126</b>	<b>41.587</b>
<b>Accumulated amortization</b>					
January 1, 2015	14.688	6	502	652	15.848
Amortization charge for the period (**)	1.623	2	26	631	2.282
<b>June 30, 2015</b>	<b>16.311</b>	<b>8</b>	<b>528</b>	<b>1.283</b>	<b>18.130</b>
<b>Net carrying amount</b>	<b>21.073</b>	<b>18</b>	<b>523</b>	<b>1.843</b>	<b>23.457</b>

(\*) As of June 30, 2016, TRL 2.263 of property, plant and equipment is transferred to rights, TRL 731 of intangible assets is transferred to machinery and equipment under property, plant and equipment and TRL 15 is transferred to investment properties.

(\*\*) Depreciation charges of property, plant and equipment for the periods June 30, 2016 and 2015 includes charges for discontinued operations amounting TRL 45 and TRL 39 respectively.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 11 – OTHER ASSETS AND LIABILITIES**

**11.1 Other Current Assets**

	<b>June 30, 2016</b>	December 31, 2015
Assets used in renting activities	<b>433.929</b>	247.518
VAT receivable	<b>140.165</b>	114.398
Work advances	<b>8.010</b>	5.509
Other current assets	<b>4.638</b>	3.310
	<b>586.742</b>	370.735

Movements of current assets used in renting activities for periods ended June 30, 2016 and 2015 are as the following:

**Current Assets Used in Renting Activities**

	<b>June 30, 2016</b>	June 30, 2015
<b>Cost</b>		
Balance at January 1	<b>251.376</b>	171.604
Additions	<b>361.980</b>	252.389
Disposals	<b>(351.485)</b>	(212.751)
Transfers	<b>176.178</b>	111.554
<b>Balance at the end of the period</b>	<b>438.049</b>	322.796
<b>Accumulated depreciation</b>		
Balance at January 1	<b>3.858</b>	7.093
Depreciation charge for the period	<b>11</b>	1.173
Disposals	<b>(22.268)</b>	(28.365)
Impairment	<b>-</b>	(297)
Transfers	<b>22.519</b>	24.010
<b>Balance at the end of the period</b>	<b>4.120</b>	3.614
<b>Net carrying amount</b>	<b>433.929</b>	319.182

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 11 – OTHER ASSETS AND LIABILITIES (cont'd)**

**11.2 Other Non-Current Assets**

	<b>June 30, 2016</b>	December 31, 2015
Assets used in renting activities	<b>1.180.056</b>	1.031.536
VAT receivable	<b>28.319</b>	26.664
Other non-current assets	<b>60</b>	54
	<b>1.208.435</b>	1.058.254

Movements of non-current assets used in renting activities for periods ended June 30, 2016 and 2015 are as the following:

**Non-Current Assets Used in Renting Activities**

	<b>June 30, 2016</b>	June 30, 2015
<b>Cost</b>		
Balance at January 1	<b>1.098.693</b>	829.382
Additions	<b>326.341</b>	174.631
Transfers	<b>(176.178)</b>	(111.554)
<b>Balance at the end of the period</b>	<b>1.248.856</b>	892.459
<b>Accumulated depreciation</b>		
Balance at January 1	<b>67.157</b>	66.986
Depreciation charge for the period	<b>24.162</b>	22.315
Transfers	<b>(22.519)</b>	(24.010)
<b>Balance at the end of the period</b>	<b>68.800</b>	65.291
<b>Net carrying amount</b>	<b>1.180.056</b>	827.168

**11.3 Other Current Liabilities**

	<b>June 30, 2016</b>	December 31, 2015
Other payables	<b>350</b>	87
	<b>350</b>	87

**11.4 Other Non-Current Liabilities**

	<b>June 30, 2016</b>	December 31, 2015
Put option liability (Note 14)	<b>492.852</b>	474.515
	<b>492.852</b>	474.515

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOT 12 – DEFERRED INCOME

##### 12.1 Current Deferred Income

	June 30, 2016	December 31, 2015
Advances taken	59.267	7.722
Other deferred income	12.316	20.806
	71.583	28.528

##### 12.2 Non-Current Deferred Income

	June 30, 2016	December 31, 2015
Advances taken	135.940	-
Other deferred income	12.179	3.736
	148.119	3.736

#### NOTE 13 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

##### 13.1 Provision for Employee Benefits

The provisions for employee benefits as of June 30, 2016 and December 31, 2015 are as follows:

	June 30, 2016	December 31, 2015
<b>Short-term</b>	<b>19.590</b>	11.764
Provision for bonus	13.160	7.098
Provision for vacation pay liability	5.925	4.666
Provision for employee termination benefits	505	-
<b>Long-term</b>	<b>24.805</b>	22.778
Provision for employee termination benefits	24.805	22.778
	44.395	34.542

##### 13.2 Other Provisions

The provisions as of June 30, 2016 and December 31, 2015 are as follows:

	June 30, 2016	December 31, 2015
Provision for litigations	4.777	4.097
Warranty provisions (*)	1.027	730
	5.804	4.827

(\*) Warranty provisions are resulting from sales of Anadolu Motor which is a subsidiary of the Company. Çelik Motor a subsidiary of the Company has the right of recourse the compensation payments of imported vehicles under warranty to the manufacturer company.

As of June 30, 2016, the Group has no long term provisions (December 31, 2015: None).

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 14 - COMMITMENTS

As of June 30, 2016 and December 31, 2015 letter of guarantees, pledges and mortgages (GPMs) given in favor of the parent company and subsidiaries included in full consolidation are as follows:

June 30, 2016	Total TRL Equivalent	Original Currency TRL	Original Currency Thousand USD	Original Currency Thousand EUR
Letter of guarantees, pledge and mortgages provided by the Company				
A. Total amount of GPMs given on behalf of the Company's legal personality	336.133	83.858	85.000	1.972
B. Total amount of GPMs given in favor of subsidiaries included in full consolidation	70.745	24.213	16.081	-
C. Total amount of GPMs given by the Company for the liabilities of 3rd parties in order to run ordinary course of business	-	-	-	-
D. Total amount of other GPM's	-	-	-	-
i. Total amount of GPMs given in favor of the parent Company	-	-	-	-
ii. Total amount of GPMs given in favor of other group companies not in the scope of B and C above	-	-	-	-
iii. Total amount of GPMs given in favor of third party companies not in the scope of C above	-	-	-	-
	<b>406.878</b>	108.071	101.081	1.972
December 31, 2015	Total TRL Equivalent	Original Currency TRL	Original Currency Thousand USD	Original Currency Thousand EUR
Letter of guarantees, pledge and mortgages provided by the Company				
A. Total amount of GPMs given on behalf of the Company's legal personality	305.619	70.818	78.644	1.931
B. Total amount of GPMs given in favor of subsidiaries included in full consolidation	70.971	24.214	16.081	-
C. Total amount of GPMs given by the Company for the liabilities of 3rd parties in order to run ordinary course of business	-	-	-	-
D. Total amount of other GPM's	-	-	-	-
i. Total amount of GPMs given in favor of the parent Company	-	-	-	-
ii. Total amount of GPMs given in favor of other group companies not in the scope of B and C above	-	-	-	-
iii. Total amount of GPMs given in favor of third party companies not in the scope of C above	-	-	-	-
	376.590	95.032	94.725	1.931

As of June 30, 2016, the ratio of other GPMs over the Company's equity is 0%. (December 31, 2015: 0%).

ABH has service agreement liabilities for 1 to 5 years with its customers.

The Group's letter of guarantees, letters of guarantee, cheques and notes of guarantee, mortgage and other guarantees received from its customers in consideration of its receivables amount to TRL 223.434, TRL 5.524, TRL 46.647 and TRL 5.083, respectively (December 31, 2015: TRL 190.556, TRL 4.538, TRL 35.912 and TRL 1.823).

The tax authority and other authorities (Social Security Institution) can inspect tax returns and the related accounting records for a retrospective maximum period of five years. Group has not provided any tax provision regarding prior years.

AEH, one of the subsidiaries of the Company, has undertaken the obligation of preserving the corporate presence of McDonald's within the period of its license contract and the obligation of supporting to fulfill the financial and fiscal liabilities.

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 14 - COMMITMENTS (cont'd)

AEH, which is a subsidiary of the Company, is a guarantor of the long term loan that GUE, which is a subsidiary of the Company, borrowed for construction of a hydroelectric power plant with a capacity of 87 MW in Georgia amounting to USD 115.500.000, for the period until start of electricity production following the fulfillment of specified conditions. “Total amount of GPMs given in favor of subsidiaries included in full consolidation” stated in the table of the letter of guarantees, pledges and mortgages (GPMs) given in favor of the parent company and subsidiaries included in full consolidation consists of guarantee amounting to TRL 46.531 (December 31, 2015 : TRL 46.756)

Çelik Motor, the subsidiary, operates in motor vehicles lease business for the various rental periods.

AEH, the subsidiary of the Company, has acted as a guarantor in the proportion of its capital (33,33%), to its joint venture Aslancık's long term project finance loan which was taken in 2011 amounting to USD 160.000.000 in relation to its 120 MW hydro power plant under construction in Giresun.

The Turkish Radio and Television Corporation (TRT) General Directorate has made total of 9 notifications to Anadolu Elektronik, a subsidiary of the Company, in 2013 for bandrole payments made between 2005-2010. The fees of the notifications include default interests, administrative fine and principal that amounts to TRL 16.673. In January 2014, Anadolu Elektronik has litigated against and bandrole principal and interests have been canceled by courts of first instance. Appeal process is still going on since there is considerably high possibility of a favorable case result, there are not any provisions booked in the consolidated financial statements for the related notifications.

AEH, the subsidiary of the Group, has acquired 80,5% shares of MH Perakendecilik, which has 50% stake in Migros, to participate 40,25 % in Migros shares at July 15, 2015. AEH has pledged shares of MH Perakendecilik for the payment of the long term loan which is borrowed for the related acquisition till the end of the maturity of loan.

Regarding the 19,5% shares of Moonlight Capital in MH Perakendecilik, a subsidiary of the Group which is to take place between May 1, 2017 and October 31, 2017, AEH has given “the right to sell” option to Moonlight Capital and Moonlight Capital has given “the right to buy” option to AEH. Put option liability of Moonlight Capital amounting to TRL 492.852 (December 31, 2015: 474.515 TRL) has been recognized under “non-current liabilities” and put option liability valuation expense amounting TRL 18.337 has been recognized under “financial expenses” while call option of AEH has not been recognized in the interim condensed consolidated financial statements as at June 30, 2016.

#### NOTE 15 - EQUITY

##### Shared Capital / Adjustments to Share Capital and Equity Instruments

	June 30, 2016		December 31, 2015	
	Amount	(%)	Amount	(%)
Yazıcı Families	60.422	37,76	60.640	37,90
Kamil Yazıcı Yönetim ve Danışma A.Ş.	54.163	33,85	54.163	33,85
Anadolu Ecopack Üretim ve Pazarlama A.Ş. (*)	218	0,14	-	-
Publicly traded (**)	45.197	28,25	45.197	28,25
<b>Paid-in share capital - historical</b>	<b>160.000</b>	<b>100,00</b>	160.000	100,00
Inflation adjustment to share capital	-	-	-	-
<b>Total share capital</b>	<b>160.000</b>		160.000	

(\*) Anadolu Ecopack Üretim ve Pazarlama A.Ş. has purchased total of 217.990 shares owned by Yazıcı Family members on March 16, 2016. 26,85% of Anadolu Ecopack Üretim ve Pazarlama A.Ş. shares belong to Kamil Yazıcı Yönetim ve Danışma A.Ş. and 73,15% belong to Yazıcı Family members.

(\*\*) As of June 30, 2016 TRL 5.073 of the publicly traded portion of shares, which is 3,17% of the paid-in share capital, is owned by Kamil Yazıcı Yönetim ve Danışma A.Ş. (December 31, 2015: TRL 5.073 of the publicly traded portion, which is 3,17% of the paid-in share capital).



(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 15 - EQUITY (cont'd)

##### Shared Capital / Adjustments to Share Capital and Equity Instruments (cont'd)

Movement of paid in share capital as at June 30, 2016 and December 31, 2015 is as follows (historical amounts):

	June 30, 2016		December 31, 2015	
	Number of shares	Amount	Number of shares	Amount
Balance at January 1	160.000.000	160.000	160.000.000	160.000
-Inflation adjustment to share capital	-	-	-	-
<b>Balance at the end of the period</b>	<b>160.000.000</b>	<b>160.000</b>	<b>160.000.000</b>	<b>160.000</b>

Kamil Yazıcı Yönetim ve Danışma A.Ş. (henceforth as Management Company) is a professional management company established by members of the Kamil Yazıcı Family to manage their investments. With the special board nomination rights granted to Class A and Class B shares (1 + 3) which it owns, it is entitled to appoint four of the six directors to the Company's board of directors. Namely;

Yazıcılar's common shares are divided into four classes, with each class of shares having equal voting rights on all matters except for the election of directors. Classes B, C and D consist of registered shares and are owned by the members of the three Yazıcı Families. Class A shares are all bearer type shares; shares belonging to three Yazıcı Families and publicly traded shares are included in Class A.

Class	Number of shares	Percentage of capital (%)	Number of members on Board
A (Bearer)	87.818.037	54,89	1
B (Registered)	31.999.964	20,00	3
C (Registered)	19.235.049	12,02	1
D (Registered)	20.946.950	13,09	1
	<b>160.000.000</b>	<b>100,00</b>	<b>6</b>

##### Restricted Reserves Allocated from Net Profit, Revaluation and Remeasurement Loss / Gain

The legal reserves consist of first and second legal reserves in accordance with the Turkish Commercial Code. The first legal reserve is appropriated out of the statutory net income (inflation-restated income in accordance with CMB at the rate of 5%, until the total reserve reaches a maximum of 20% of the Company's issued capital (inflation restated issued capital in accordance with the communiqués and announcements of CMB). The second legal reserve is appropriated at the rate of 10% of all distributions in excess of 5% of the Company's issued capital (inflation restated capital in accordance with CMB). The legal reserves are not available for distribution unless they exceed 50% of the issued capital, other than that legal reserves cannot be used.

Quoted companies are subject to dividend requirements regulated by the Capital Markets Board of Turkey. Based on the CMB Decree 1/6, dated January 9, 2009, companies that take their consolidated financial statements as basis for their distributable profit, shall consider the profits of their subsidiaries, joint ventures and associates to the extent that such profits do not exceed the amount recorded in the statutory financial statements of these companies and without considering whether a profit distribution resolution is taken at their annual general meetings. Such profits as reported in the financial statement as per Communiqué shall be subject to distributable dividend computations.

As a result of the decision of CMB on January 27, 2010, there are no obligations for the minimum dividend payments subject to public incorporated companies whose shares are traded in the stock exchange.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 15 - EQUITY (cont'd)

##### Restricted Reserves Allocated from Net Profit, Revaluation and Remeasurement Loss / Gain (cont'd)

Inflation adjustment to shareholders' equity can only be netted-off against prior years' losses and used as an internal source in capital increase where extraordinary reserves can be netted-off against prior years' loss and used in the distribution of bonus shares and dividends to shareholders. Inflation adjustment to shareholders' equity, in the case of cash used for profit distribution will be subject to corporate income tax.

	June 30, 2016	December 31, 2015
Revaluation and remeasurement income /(loss)	3.937	(1.913)
-Available for sale financial assets	3.937	(1.913)

	June 30, 2016	December 31, 2015
Restricted reserves allocated from net profit	32.000	30.090

##### Retained Earnings

As of June 30, 2016 and December 31, 2015 the summary of equity reserves, extraordinary reserves, other profit reserves, and retained earnings are as follows:

	June 30, 2016	December 31, 2015
Equity reserves	1.166	1.166
Extraordinary reserves	271.729	201.897
Other profit reserves	2.558	2.558
Retained earnings	3.092.552	3.384.881
	<b>3.368.005</b>	<b>3.590.502</b>

##### Non-Controlling Interest

Non-controlling interests are separately classified in interim consolidated financial statements.

#### NOTE 16 - OPERATING EXPENSES

	January 1- June 30, 2016	April 1- June 30, 2016	January 1- June 30, 2015	April 1- June 30, 2015
General administrative expenses	97.135	47.763	97.505	53.605
Marketing expenses	92.780	51.613	71.086	35.869
Research and development expenses	952	481	805	422
	<b>190.867</b>	<b>99.857</b>	<b>169.396</b>	<b>89.896</b>

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 17 - OTHER OPERATING INCOME/EXPENSES

##### 17.1 Other Operating Income

	January 1- June 30, 2016	April 1- June 30, 2016	January 1- June 30, 2015	April 1- June 30, 2015
Foreign exchange gains arising from trading activities	2.930	1.535	1.558	(1.389)
Commission income	2.691	848	95	47
Withdrawal income from second hand vehicle sale	579	260	84	42
Gain on corporate identities	527	196	-	-
Rediscount gain from trading activities	442	28	406	243
Reversal of provision	262	183	492	416
Restaurant contract termination compensation income	-	-	580	580
Other	1.984	1.304	1.580	598
	<b>9.415</b>	<b>4.354</b>	<b>4.795</b>	<b>537</b>

##### 17.2 Other Operating Expenses

	January 1- June 30, 2016	April 1- June 30, 2016	January 1- June 30, 2015	April 1- June 30, 2015
Rediscount expense from trading activities	7.944	1.554	8.429	4.204
Foreign exchange losses arising from trading activities	3.013	1.013	827	(2.189)
Donations	1.502	841	1.778	1.276
Restaurant closing expenses	1.474	940	1.690	586
Provision for doubtful receivables	571	321	916	792
Other	3.754	2.053	2.915	1.406
	<b>18.258</b>	<b>6.722</b>	<b>16.555</b>	<b>6.075</b>

#### NOTE 18 – INCOME/EXPENSES FROM INVESTING ACTIVITIES

##### 18.1 Income from Investing Activities

	January 1- June 30, 2016	April 1- June 30, 2016	January 1- June 30, 2015	April 1- June 30, 2015
Gain on sale of financial investment (*)	20.293	-	-	-
Rent income	2.243	1.112	1.984	1.025
Gain on sale of property, plant and equipment	1.964	1.770	13.343	2.088
Gain on sale of marketable securities	1.219	1.219	-	-
Dividend income	24	24	131	131
Gain on revaluation of marketable securities	-	(779)	406	286
	<b>25.743</b>	<b>3.346</b>	<b>15.864</b>	<b>3.530</b>

(\*) The Company's 10,50% share and 0,10% share of AEH, a subsidiary of the Company in Polinas Plastik Sanayii ve Ticareti A.Ş.'s capital which makes 954.000 shares in total representing TRL 9.540 capital share have been sold to İsmet Ambalaj Yatırımları A.Ş., a subsidiary of Gözde Girişim Sermayesi Yatırım Ortaklığı A.Ş. on March 16, 2016 for USD 9.217.391 (full USD) to be paid in cash.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 18 – INCOME/EXPENSES FROM INVESTING ACTIVITIES (cont'd)**

**18.2 Expenses from Investing Activities**

	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	January 1- June 30, 2015	April 1- June 30, 2015
Loss on sale of property, plant and equipment	<b>1.754</b>	<b>2</b>	1.051	515
Loss on revaluation of marketable securities	<b>162</b>	<b>162</b>	-	-
Expense due to sale of marketable securities	<b>23</b>	<b>7</b>	35	17
	<b>1.939</b>	<b>171</b>	1.086	532

**NOTE 19 - FINANCIAL INCOME**

	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	January 1- June 30, 2015	April 1- June 30, 2015
Foreign exchange gain	<b>202.467</b>	<b>138.959</b>	163.066	34.387
Interest income	<b>8.039</b>	<b>4.159</b>	17.905	7.437
Derivative transactions income	<b>763</b>	<b>511</b>	11.240	5.585
	<b>211.269</b>	<b>143.629</b>	192.211	47.409

**NOTE 20 - FINANCIAL EXPENSES**

	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	January 1- June 30, 2015	April 1- June 30, 2015
Foreign exchange loss	<b>201.938</b>	<b>131.842</b>	140.241	65.587
Interest expense	<b>116.087</b>	<b>62.578</b>	50.703	24.659
Put option liability revaluation expense (Note 14)	<b>18.337</b>	<b>9.255</b>	-	-
Other expense	<b>3.754</b>	<b>2.163</b>	2.366	1.366
	<b>340.116</b>	<b>205.838</b>	193.310	91.612

**NOTE 21 – NON-CURRENT ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS**

The entire NPL portfolio under Artı Varlık and Atlas Varlık's assets were sold to Turkasset Varlık Yönetim A.Ş. on June 29, 2016 for TRL 71.100 and asset management activities have been ceased. Also, Share Purchase and Sale Agreement has been signed to transfer 100% shares of Atlas Varlık to Turkasset Varlık Yönetim A.Ş.. Share transfer process will be completed upon receipt of the required approvals. In the interim condensed consolidated financial statements as at June 30, 2016 and to conform to changes in presentation with the current period financial statements in the interim condensed consolidated financial statements as at June 30, 2015 Artı Varlık and Atlas Varlık have been reclassified as discontinued operations in accordance with IFRS 5, 'Non-current Assets Held for Sale and Discontinued Operations'.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 21 – NON-CURRENT ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (cont'd)

Summary income statements of discontinued operations are as the following;

	January 1- June 30, 2016	April 1- June 30, 2016	January 1- June 30, 2015	April 1- June 30, 2015
General administrative expenses	(7.766)	(4.226)	(6.777)	(3.911)
Other operating income/expense, net (*)	(4.299)	(4.314)	(1.761)	(1.928)
Income/loss from investing activities, net	(394)	(394)	290	290
Financial income/expense, net	3.512	1.469	4.793	70
Eliminations	845	432	617	308
Loss before tax from discontinued operations	(8.102)	(7.033)	(2.838)	(5.171)
Tax (expense)/income	(276)	(559)	505	1.091
Loss after tax from discontinued operations	(8.378)	(7.592)	(2.333)	(4.080)

(\*) The balances include TRL 4.342 loss from sale of NPL portfolios under Artı Varlık and Atlas Varlık's assets at the date of June 29, 2016.

Summary cash flow statement for discontinued operations are as the following:

#### *Summary cash flow:*

	June 30, 2016	June 30, 2015
Net cash from operating activities	76.629	9.153
Net cash flow (used in)/from investing activities	(34)	650
Net cash flow used in financing activities	(25.947)	(13.069)
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>50.648</b>	<b>(3.266)</b>
Cash and cash equivalents at the beginning of the period	827	3.744
<b>Cash and cash equivalents at the end of the period</b>	<b>51.475</b>	<b>478</b>

#### NOTE 22 - TAX ASSETS AND LIABILITIES

The Group is subject to taxation in accordance with the tax procedures and the legislation effective in the countries in which the Group companies operate.

The corporation tax rate for the fiscal year is 20% in Turkey (2015: 20%). Corporate tax returns are required to be filed until the twenty-fifth of the fourth month following the balance sheet date and paid in one installment until the end of the related month. The tax legislation provides for a provisional tax of 20% (2015: 20%) to be calculated and paid based on earnings generated for each quarter. The amounts thus calculated and paid are offset against the final corporate tax liability for the fiscal year.

According to the Turkish Tax Law, corporate tax losses can be carried forward for a maximum period of five years following the year in which the losses were incurred. The tax authorities can inspect tax returns and the related accounting records for a retrospective maximum period of five years.

In Turkey, the tax legislation does not permit to file a consolidated tax return. Therefore, provision for taxes, as reflected in the consolidated financial statements, has been calculated on a separate-entity basis.

The corporation tax rate in Georgia in where GUE and Kheledula, subsidiaries of the Group, operate is 15%. (2015: %15).

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 22 - TAX ASSETS AND LIABILITIES (cont'd)**

**22.1 Current Income Tax Assets and Tax Provision**

	<b>June 30, 2016</b>	December 31, 2015
Current income tax assets	<b>2.191</b>	41.111
Income tax payable (-)	<b>(7.245)</b>	(444)
<b>Net tax (liability) / asset</b>	<b>(5.054)</b>	40.667

  

	<b>June 30, 2016</b>	June 30, 2015
Balance at January 1	<b>40.667</b>	8.547
Income tax expense (*)	<b>(14.718)</b>	(45.466)
Taxes paid (-)	<b>745</b>	25.796
Taxes refunded	<b>(26.992)</b>	-
Other	<b>(4.756)</b>	(2.670)
<b>Balance at the end of the period</b>	<b>(5.054)</b>	(13.793)

(\*) There is no tax expense due to discontinued operations as of June 30, 2016. As of June 30, 2015 tax expense due to discontinued operations is TRL 682 (Note 21).

**22.2 Deferred Tax Assets and Liabilities**

The distribution of deferred tax assets and liabilities is as follows:

	<b>June 30, 2016</b>	December 31, 2015
Deferred tax asset	<b>85.968</b>	77.068
Deferred tax liability (-)	<b>(44.817)</b>	(44.168)
<b>Total deferred tax asset/(liability), net</b>	<b>41.151</b>	32.900

The movement of net deferred tax asset as of the period ended on June 30, 2016 is as follows:

	<b>Balance December 31, 2015</b>	<b>Recorded to income statement</b>	<b>Balance June 30, 2016</b>
Property, plant and equipment, and intangibles, investment properties, assets used in renting activities	<b>(42.464)</b>	<b>(8.347)</b>	<b>(50.811)</b>
Tax loss carried forward	<b>19.055</b>	<b>4.827</b>	<b>23.882</b>
Employee termination benefit	<b>4.544</b>	<b>416</b>	<b>4.960</b>
Inventories	<b>48.754</b>	<b>2.548</b>	<b>51.302</b>
Investment incentive	<b>4.284</b>	<b>(26)</b>	<b>4.258</b>
Provision for doubtful receivables	<b>400</b>	<b>28</b>	<b>428</b>
Hedge accounting	<b>(4.475)</b>	<b>1.750</b>	<b>(2.725)</b>
Provision for revenue and distributor bonus	<b>30</b>	<b>5.665</b>	<b>5.695</b>
Other	<b>2.772</b>	<b>1.390</b>	<b>4.162</b>
<b>Net deferred tax asset</b>	<b>32.900</b>	<b>8.251</b>	<b>41.151</b>
Currency translation difference	-	<b>(20)</b>	-
Loss on remeasurements of defined benefit plans	-	<b>(97)</b>	-
Reclassification of discontinued operations	-	<b>156</b>	-
	<b>32.900</b>	<b>8.290</b>	<b>41.151</b>

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 22 - TAX ASSETS AND LIABILITIES (cont'd)**

**22.2 Deferred Tax Assets and Liabilities (cont'd)**

The movement of net deferred tax liability as of the period ended on June 30, 2015 is as follows:

	Balance December 31,2014	Recorded to income statement	Balance June 30, 2015
Property, plant and equipment, and intangibles, investment properties, assets used in renting activities	(61.927)	4.151	(57.776)
Tax loss carried forward	27.984	8.857	36.841
Employee termination benefit	4.142	211	4.353
Investment incentive	299	14	313
Provision for doubtful receivables	299	(12)	287
Provision for revenue and distributor bonus	90	6.582	6.672
Hedge accounting	(471)	(3.058)	(3.529)
Other	2.604	4.770	7.374
Net deferred tax (liability)/asset	(26.980)	21.515	(5.465)
Currency translation difference	-	(1.468)	-
Loss on remeasurements of defined benefit plans	-	(37)	-
Reclassification of discontinued operations	-	(1.187)	-
	(26.980)	18.823	(5.465)

The redemption schedule of carry forward tax losses which are not subject to deferred tax calculation is as follows:

	June 30, 2016	December 31, 2015
2021	30.387	-
2020	105.966	101.508
2019	83.292	34.218
2018	182.702	164.696
2017	21.848	12.327
2016	-	58.764
	424.195	371.513

**22.3 Tax Expense**

	January 1- June 30, 2016	April 1- June 30, 2016	January 1- June 30, 2015	April 1- June 30, 2015
Income tax expense (-)	(14.598)	(6.985)	(44.784)	(14.658)
Deferred tax income	8.290	180	18.823	12.695
	(6.308)	(6.805)	(25.961)	(1.963)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 23 - RELATED PARTY BALANCES AND TRANSACTIONS**

**23.1 Balances with Related Parties**

**Bank Balances with Related Parties**

As of June 30, 2016 deposits in ABank amounts to TRL 178.544 (December 31, 2015: TRL 43.854). As of June 30, 2016 deposits in ABank have less than 3 months term and weighted average interest rate for TRL denominated time deposits is 10,85%, for USD denominated time deposits the rate is 2,04%, for EUR denominated time deposits, the rate is 1,43%.

As of June 30, 2016 loans given by ABank to related parties amount to TRL 115.891 (December 31, 2015: TRL 133.896). The Group's financial leasing payables to ALease are TRL 2.163 (December 31, 2015: TRL 2.927).

**23.2 Due from Related Parties**

	<b>June 30, 2016</b>	December 31, 2015
Coca-Cola İçecek A.Ş. (3)	<b>4.459</b>	611
Anadolu Efes (1)	<b>3.786</b>	1.466
JSC Moscow Efes Brewery (Russia) (3)	<b>3.264</b>	1.336
Migros (2)	<b>2.831</b>	8.867
Efes Pazarlama Ticaret A.Ş. (Efp) (3)	<b>1.750</b>	1.044
JSC Efes Kazakhstan Brewery (Kazakhstan) (3)	<b>1.521</b>	439
Faber-Castell Anadolu LLC (Russia) (2)	<b>1.459</b>	1.168
Coca-Cola Satış ve Dağıtım A.Ş. (3)	<b>1.015</b>	1.075
Efes Vitanta Moldova Brewery JSC (Moldova) (3)	<b>951</b>	400
Anadolu Eğitim ve Sosyal Yardım Vakfı Sağlık Tes. İkt. İşl. (5)	<b>909</b>	761
JSC Lomisi (Georgia) (3)	<b>747</b>	367
AEP Anadolu Etap Penkon Gıda ve Tarım Ürünleri San. ve Tic. A.Ş. (3)	<b>702</b>	359
Anadolu Isuzu (2)	<b>594</b>	503
Other	<b>1.780</b>	1.220
	<b>25.768</b>	19.616

As of June 30, 2016 there is no amount in long term portion of due from related parties (December 31, 2015: None).

- (1) An associate
- (2) A joint venture
- (3) A Company controlled by an associate
- (4) Shareholder of the Company
- (5) Other



**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 23 - RELATED PARTY BALANCES AND TRANSACTIONS (cont'd)**

**23.3 Due to related parties**

	<b>June 30, 2016</b>	December 31, 2015
Anadolu Efes (1)	<b>831</b>	91
Migros (2)	<b>132</b>	81
Efpa (3)	<b>95</b>	157
Kamil Yazıcı Yönetim ve Danışma A.Ş. (4)	<b>11</b>	18
Anadolu Isuzu (2)	-	5.382
Other	<b>3</b>	8
	<b>1.072</b>	5.737

As of June 30, 2016 there is no amount in long term portion of due from related parties (December 31, 2015: None).

**23.4 Related Party Transactions**

**Terms and conditions of transactions with related parties**

Outstanding balances at the end of the period are unsecured and interest free. Their settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the period ended June 30, 2016, the Group has not recorded any provisions for doubtful receivables, relating to amounts owned by related parties (December 31, 2015: None). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related parties operate.

Significant transactions with related parties during the period ended as of June 30, 2016 and June 30, 2015 are as follows:

	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	January 1- June 30, 2015	April 1- June 30, 2015
<b>Sales of goods and services, net</b>				
Efpa (3)	<b>13.803</b>	<b>6.849</b>	13.101	6.942
Efes Breweries International N.V. (3)	<b>12.673</b>	<b>4.710</b>	5.285	1.248
Anadolu Efes (1)	<b>12.511</b>	<b>6.163</b>	15.237	7.932
Coca-Cola Satış ve Dağıtım A.Ş. (3)	<b>9.522</b>	<b>4.688</b>	9.717	4.886
Anadolu Isuzu (2)	<b>7.102</b>	<b>3.648</b>	6.120	3.488
ABank (1)	<b>3.690</b>	<b>1.834</b>	4.326	2.029
Tarbes (3)	<b>2.629</b>	<b>1.339</b>	2.022	785
Migros (2)	<b>1.535</b>	<b>492</b>	-	-
Anadolu Eğitim ve Sosyal Yardım Vakfı Sağlık Tes. İkt. İşl. (5)	<b>1.114</b>	<b>535</b>	1.337	596
Ana Gıda (2)	<b>890</b>	<b>444</b>	889	446
Other	<b>7.250</b>	<b>3.928</b>	8.499	4.869
	<b>72.719</b>	<b>34.630</b>	66.533	33.221

(1) An associate

(2) A joint venture

(3) A Company controlled by an associate

(4) Shareholder of the Company

(5) Other

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 23 - RELATED PARTY BALANCES AND TRANSACTIONS (cont'd)**

**23.4 Related Party Transactions (cont'd)**

	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	<b>January 1- June 30, 2015</b>	<b>April 1- June 30, 2015</b>
<b>Purchases of goods and other charges</b>				
Anadolu Isuzu (2)	3.152	144	544	267
Anadolu Efes Spor Kulübü (5)	1.709	1.050	-	-
Anadolu Eğitim ve Sosyal Yardım Vakfı (5)	1.409	809	1.770	1.270
Migros (2)	531	285	-	-
Anadolu Efes (1)	22	9	801	795
Other	459	190	673	602
	<b>7.282</b>	<b>2.487</b>	<b>3.788</b>	<b>2.934</b>
	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	<b>January 1- June 30, 2015</b>	<b>April 1- June 30, 2015</b>
<b>Financial Income / (Expense), Net</b>				
ABank (1)	331	320	8.164	1.376
ALease (3)	-	-	(70)	-
Alternatif Menkul A.Ş. (AMenkul) (3)	-	-	(3)	-
	<b>331</b>	<b>320</b>	<b>8.091</b>	<b>1.376</b>
	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	<b>January 1- June 30, 2015</b>	<b>April 1- June 30, 2015</b>
<b>Various sales included in other income (includes dividends received)</b>				
ABank (1)	1.871	919	1.608	849
AMenkul (3)	170	83	154	69
Anadolu Efes (1)	-	-	39	21
Coca-Cola Satış ve Dağıtım A.Ş. (3)	-	-	24	-
Ana Gıda (2)	-	-	6	-
Other	31	3	70	17
	<b>2.072</b>	<b>1.005</b>	<b>1.901</b>	<b>956</b>

(1) An associate

(2) A joint venture

(3) A Company controlled by an associate

(4) Shareholder of the Company

(5) Other

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 23 - RELATED PARTY BALANCES AND TRANSACTIONS (cont'd)**

**23.4 Related Party Transactions (cont'd)**

*Compensation of Key Management Personnel of the Group*

Group has defined the key management personnel as follows; the managers directly reporting to the general manager and board of directors, and the board of directors and general managers in the rest of the subsidiaries.

The details of benefits provided to the key management personnel for the periods ended on June 30, 2016 and June 30, 2015 are as follows:

	<b>January 1- June 30, 2016</b>	<b>April 1- June 30, 2016</b>	January 1- June 30, 2015	April 1- June 30, 2015
Short term benefits provided to key management personnel	<b>12.274</b>	<b>5.405</b>	12.207	4.674
Post-employment benefits	<b>1.470</b>	-	219	-
<b>Total gain</b>	<b>13.744</b>	<b>5.405</b>	12.426	4.674
<b>Social Security employer share</b>	<b>245</b>	<b>118</b>	205	101

*Other*

The Company and its subsidiaries other than McDonald's and Hamburger are obligated to donate 1% - 5% of their profit before corporate tax and such fiscal obligations to Anadolu Eğitim ve Sosyal Yardım Vakfı as stated in the entities' foundation agreements as long as these donations are exempt from tax. As of June 30, 2016, donations amount to TRL 1.409 (June 30, 2015: TRL 1.770).

**NOTE 24 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS**

**Financial Risk Management Objectives and Policies**

**General**

The Group's principal financial instruments comprise bank borrowings, finance leases, and cash and short-term deposits. The main purpose of these financial instruments is to raise finance for the Group's operations. The Group has various other financial instruments such as trade debtors and trade creditors, which arise directly from its operations.

The main risks arising from the Group's financial instruments are foreign currency risk, interest rate risk, price risk, credit risk, and liquidity risk. The Group manages these risks as stated below. The Group also monitors the market price risk arising from all financial instruments.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 24 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)**

**Financial Risk Management Objectives and Policies (cont'd)**

**Foreign currency risk**

The Group predominantly operates in Turkey.

The following table summarizes the exchange rate of Turkish Lira to 1 USD and 1 EUR:

		<b>Exchange buying rate at December 31, 2015</b>	<b>Average exchange buying rate in the period</b>	<b>Exchange buying rate at June 30, 2016</b>
TRL /USD	Turkey	2,9076	2,9181	2,8936
TRL /EUR	Turkey	3,1776	3,2558	3,2044

Çelik Motor, a subsidiary of the Group, hedges its foreign exchange risk on commitments to provide operational leasing services resulting from off balance sheet foreign currency denominated operating lease receivables (hedged item) with foreign currency denominated loans (hedging instrument). The Group does not hedge investments, receivables, accounts payables, lease obligations and borrowings denominated in a foreign currency. The Group does not hedge their estimated foreign currency exposure in respect of sales and purchases.

Foreign currency risk arises from the EUR, USD, GBP, JPY, CAD, NOK denominated assets and liabilities of the Group. The Group has transactional currency exposures. Such exposures arise from sales or purchases or borrowings by the Group in currencies other than the Group's functional currency. The Group manages foreign currency risk by using natural hedges that arise from offsetting foreign currency denominated assets and liabilities.

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 24 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)****Financial Risk Management Objectives and Policies (cont'd)****Foreign currency risk (cont'd)**

June 30, 2016	TRL Equivalent (Functional currency)	Thousand USD	Thousand EUR	Thousand GBP	Thousand JPY
1. Trade receivables	12.495	1.682	2.380	-	-
2a. Monetary financial assets (cash and cash equivalents included)	170.990	41.045	16.296	1	-
2b. Non - monetary financial assets	-	-	-	-	-
3. Other	5.322	965	781	7	-
<b>4. Current assets (1+2+3)</b>	<b>188.807</b>	<b>43.692</b>	<b>19.457</b>	<b>8</b>	<b>-</b>
5. Trade receivables	-	-	-	-	-
6a. Monetary financial assets	-	-	-	-	-
6b. Non - monetary financial assets	-	-	-	-	-
7. Other	-	-	-	-	-
<b>8. Non - current assets (5+6+7)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>9. Total assets (4+8)</b>	<b>188.807</b>	<b>43.692</b>	<b>19.457</b>	<b>8</b>	<b>-</b>
10. Trade payables	17.949	5.781	173	-	23.718
11. Short - term borrowings and current portion of long - term borrowings	1.077.817	87.640	257.215	-	-
12a. Monetary other liabilities	-	-	-	-	-
12b. Non - monetary other liabilities	-	-	-	-	-
<b>13. Current liabilities (10+11+12)</b>	<b>1.095.766</b>	<b>93.421</b>	<b>257.388</b>	<b>-</b>	<b>23.718</b>
14. Trade payables	-	-	-	-	-
15. Long - term borrowings	2.243.810	165.053	551.184	-	-
16a. Monetary other liabilities	-	-	-	-	-
16b. Non - monetary other liabilities	-	-	-	-	-
<b>17. Non - current liabilities (14+15+16)</b>	<b>2.243.810</b>	<b>165.053</b>	<b>551.184</b>	<b>-</b>	<b>-</b>
<b>18. Total liabilities (13+17)</b>	<b>3.339.576</b>	<b>258.474</b>	<b>808.572</b>	<b>-</b>	<b>23.718</b>
<b>19. Off balance sheet derivative items' net asset / (liability) position (19a-19b)</b>	<b>376.668</b>	<b>7.928</b>	<b>110.388</b>	<b>-</b>	<b>-</b>
19a. Total hedged assets	376.668	7.928	110.388	-	-
19b. Total hedged liabilities	-	-	-	-	-
<b>20. Net foreign currency asset / (liability) position (9-18+19)</b>	<b>(2.774.101)</b>	<b>(206.854)</b>	<b>(678.727)</b>	<b>8</b>	<b>(23.718)</b>
<b>21. Monetary items net foreign currency asset / (liability) position (=1+2a+5+6a-10-11-12a-14-15-16a)</b>	<b>(3.156.091)</b>	<b>(215.747)</b>	<b>(789.896)</b>	<b>1</b>	<b>(23.718)</b>
22. Total fair value of financial instruments used to manage the foreign currency position	-	-	-	-	-
<b>23. Export</b>	<b>44.236</b>	<b>2.111</b>	<b>11.694</b>	<b>-</b>	<b>-</b>
<b>24. Import</b>	<b>512.385</b>	<b>30.374</b>	<b>127.526</b>	<b>12</b>	<b>325.969</b>

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 24 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)**

**Financial Risk Management Objectives and Policies (cont'd)**

**Foreign Currency Risk (cont'd)**

December 31, 2015	TRL Equivalent (Functional currency)	Thousand USD	Thousand EUR	Thousand GBP	Thousand JPY
1. Trade receivables	14.498	3.077	1.747	-	-
2a. Monetary financial assets (cash and cash equivalents included)	260.165	34.663	50.156	-	-
2b. Non - monetary financial assets	-	-	-	-	-
3. Other	7.769	1.990	619	4	-
4. Current assets (1+2+3)	282.432	39.730	52.522	4	-
5. Trade receivables	-	-	-	-	-
6a. Monetary financial assets	-	-	-	-	-
6b. Non - monetary financial assets	-	-	-	-	-
7. Other	39	13	-	-	-
8. Non - current assets (5+6+7)	39	13	-	-	-
9. Total assets (4+8)	282.471	39.743	52.522	4	-
10. Trade payables	22.952	7.779	94	8	-
11. Short - term borrowings and current portion of long - term borrowings	900.472	60.637	227.897	-	-
12a. Monetary other liabilities	518	162	15	-	-
12b. Non - monetary other liabilities	-	-	-	-	-
13. Current liabilities (10+11+12)	923.942	68.578	228.006	8	-
14. Trade payables	-	-	-	-	-
15. Long - term borrowings	2.054.294	193.375	469.548	-	-
16a. Monetary other liabilities	-	-	-	-	-
16b. Non - monetary other liabilities	-	-	-	-	-
17. Non - current liabilities (14+15+16)	2.054.294	193.375	469.548	-	-
18. Total liabilities (13+17)	2.978.236	261.953	697.554	8	-
19. Off balance sheet derivative items' net asset / (liability) position (19a-19b)	338.218	4.880	101.973	-	-
19a. Total hedged assets	338.218	4.880	101.973	-	-
19b. Total hedged liabilities	-	-	-	-	-
20. Net foreign currency asset / (liability) position (9-18+19)	(2.357.547)	(217.330)	(543.059)	(4)	-
21. Monetary items net foreign currency asset / (liability) position (=1+2a+5+6a-10-11-12a-14-15-16a)	(2.703.573)	(224.213)	(645.651)	(8)	-
22. Total fair value of financial instruments used to manage the foreign currency position	-	-	-	-	-
23. Export	35.156	6.871	5.457	-	-
24. Import	931.215	49.729	261.701	57	257.376

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

**YAZICILAR HOLDİNG ANONİM ŞİRKETİ**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
AS AT JUNE 30, 2016**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

**NOTE 24 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)**

**Financial Risk Management Objectives and Policies (cont'd)**

**Foreign Currency Risk (cont'd)**

Foreign currency position sensitivity analysis		
June 30, 2016		
	Income / (loss)	Income / ( loss)
	Increase of the foreign currency	Decrease of the foreign currency
<b>Change in the USD against TRL by 10% +/-:</b>		
1- USD denominated net asset / liability	(62.149)	62.149
2- USD denominated hedging instruments(-)	2.294	(2.294)
<b>3- Net effect in USD (1+2)</b>	<b>(59.855)</b>	<b>59.855</b>
<b>Change in the EUR against TRL by 10% +/-:</b>		
4- Euro denominated net asset / liability	(252.864)	252.864
5- Euro denominated hedging instruments(-)	35.373	(35.373)
<b>6- Net effect in Euro (4+5)</b>	<b>(217.491)</b>	<b>217.491</b>
<b>Change in the other foreign currencies against TRL by 10% +/-:</b>		
7- Other foreign currency denominated net asset / liability	(64)	64
8- Other foreign currency hedging instruments(-)	-	-
<b>9- Net effect in other foreign currency (7+8)</b>	<b>(64)</b>	<b>64</b>
<b>TOTAL (3+6+9)</b>	<b>(277.410)</b>	<b>277.410</b>

Foreign currency position sensitivity analysis		
December 31, 2015		
	Income / (loss)	Income / ( loss)
	Increase of the foreign currency	Decrease of the foreign currency
<b>Change in the USD against TRL by 10% +/-:</b>		
1- USD denominated net asset / liability	(64.610)	64.610
2- USD denominated hedging instruments(-)	1.419	(1.419)
<b>3- Net effect in USD (1+2)</b>	<b>(63.191)</b>	<b>63.191</b>
<b>Change in the EUR against TRL by 10% +/-:</b>		
4- Euro denominated net asset / liability	(204.965)	204.965
5- Euro denominated hedging instruments(-)	32.403	(32.403)
<b>6- Net effect in Euro (4+5)</b>	<b>(172.562)</b>	<b>172.562</b>
<b>Change in the other foreign currencies against TRL by 10% +/-:</b>		
7- Other foreign currency denominated net asset / liability	(2)	2
8- Other foreign currency hedging instruments(-)	-	-
<b>9- Net effect in other foreign currency (7+8)</b>	<b>(2)</b>	<b>2</b>
<b>TOTAL (3+6+9)</b>	<b>(235.755)</b>	<b>235.755</b>

## YAZICILAR HOLDİNG ANONİM ŞİRKETİ

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT JUNE 30, 2016

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

#### NOTE 25 - SUBSEQUENT EVENTS

- According to Board of Director's decision of AEH, a subsidiary of the Company, dated July 18, 2016, it was decided that AEH will use its option to sell 25% shares of ABank, which makes 192.500.000 bearer shares in accordance with the "Shareholders Agreement" which was concluded on July 18, 2013. Sale proceed has been calculated as USD 222,5 Million as of July 18, 2016 based on the base price method per Shareholders Agreement and notification on this subject has been submitted to CBQ. Completion of the transactions is subject to permissions to be obtained from regulatory institutions and sale of the shares is expected to be finalized in 2016. The cash obtained from the sale of shares is planned to be used by AEH in payment of existing debt; in this context, three-quarters of the income due to the sale of shares will be kept in a special fund account at AEH.
- Kamil Yazıcı Yönetim ve Danışma A.Ş. ("KYYDAŞ"), shareholder of the Company and Özlhan Sınai Yatırım A.Ş. ("ÖSYAŞ"), shareholder of AEH, a subsidiary of the Company have decided to collaborate for the equal representation and equal governance rights at AEH. There will be no share purchase, share sale or share swap in the context of this collaboration; there will only be certain amendments to be made in the Articles of Association of AEH. KYYDAŞ and ÖSYAŞ aim to enhance the corporate and legal infrastructures of AEH and Anadolu Group, maximize shareholder value and ensure the continuation of AEH and Anadolu Group beyond generations, through the establishment of principles and rules regarding the development, functioning and management of operations and the rights and obligations of the parties against each other, thereby entailing increases in profitability, effectiveness and efficiency in a dynamic state of AEH and Anadolu Group to maintain sustainable, economic and strong operations. In order to achieve these targets, KYYDAŞ and ÖSYAŞ are in full consensus to implement the principle of "equal representation and equal governance rights" in the boards of AEH and Anadolu Group, maintain professional management in all Anadolu Group companies, enhance compliance with Corporate Governance Principles and continue this situation beyond generations. As such, they want to collaborate to implement this approach with all aspects in the management of AEH and Anadolu Group. Currently, 68% shares of AEH are owned by Yazıcılar and 32% by ÖSYAŞ. In Yazıcılar, KYYDAŞ holds 37.02% shares and Kamil Yazıcı Family holds 11.87% shares, totaling 48.89%, as a result KYYDAŞ together with the Kamil Yazıcı Family shares have the de facto right to nominate 4 out of 6 members on the board of Yazıcılar. At present, Yazıcılar fully consolidates AEH and AEH's subsidiaries, as a result of its %68 stake in AEH despite the specific article in AEH' Articles of Association, which gives ÖSYAŞ the participation right in the appointment of AEH Board via the increased decision quorum of 70%, as that decision quorum can be amended through simple majority. The collaboration between KYYDAŞ and ÖSYAŞ ultimately targets the integration of corporate and legal infrastructures of Anadolu Group and their enhancement through institutionalization. Building upon this principle, the ultimate aim is to merge Yazıcılar, ÖSYAŞ and AEH, thereby creating a significantly sizeable public company and collect all Anadolu Group companies under this legal body. However, as of today, the intention seems unachievable due to the shareholder structure in Yazıcılar. As known, according to Turkish Commercial Code, should there be different share classes with different privileges in a company, those groups should each vote in favor, in case of a merger decision. However, there have not been a consensus reached for this merger with the two share classes in Yazıcılar, which each have the privilege to nominate 1 member on the board, apart from KYYDAŞ; as such, the forementioned merger cannot be established. While the ultimate aim of this collaboration is being kept, due to the above mentioned reasons, at this stage, KYYDAŞ and ÖSYAŞ have decided to collaborate on the basis of equal representation and equal governance rights at AEH, without changing its shareholding structure. Through this collaboration, without any change in AEH's shareholding structure, it will be ensured that KYYDAŞ and ÖSYAŞ will be represented equally in the board of AEH, they will each nominate equal number of members on the board and at least 1/3 of the total members will be formed of professional members through certain changes to be made in AEH's Articles of Association. All shareholder resolutions will be taken with the affirmative votes of 70% of the shares representing the capital, including the amendments in the Articles of Association. As this collaboration will result in joint control of AEH, instead of full consolidation, Yazıcılar will consolidate AEH on equity basis. This situation will not create any change in the parent-only income of Yazıcılar; it will only change the general appearance of its financials. There have been an application made to Capital Markets Board (CMB) on June 28, 2016, for the evaluation of the forementioned transaction in regard of the rights and benefits of Yazıcılar shareholders in the context of CMB legislations. The public will be informed of relevant developments in due course along the related regulations.