

# VAKIF MENKUL KIYMET YATIRIM ORTAKLIĞI A.Ş.

## STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

AT 31 DECEMBER 2016

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

	<i>Audited</i> 31 December 2016	<i>Audited</i> 31 December 2015
<b>ASSETS</b>		
<b>Current assets</b>	<b>18,096,566</b>	<b>18,015,606</b>
Cash and cash equivalents	6,297,891	7,087,062
Financial investments	10,174,708	10,753,446
- <i>Financial assets designated at fair value through profit / loss</i>	10,174,708	10,753,446
Trade receivables	1,621,946	173,149
- <i>Trade receivables due from related parties</i>	1,621,946	173,149
Other receivables	669	730
- <i>Other receivables due from other parties</i>	669	730
Prepaid expenses	1,352	1,219
- <i>Prepaid expenses due from related parties</i>	217	216
- <i>Prepaid expenses due from other parties</i>	1,135	1,003
<b>Non-current assets</b>	<b>34,425</b>	<b>24,667</b>
Property and equipment	6,195	9,291
Intangible assets	28,230	15,376
<b>Total assets</b>	<b>18,130,991</b>	<b>18,040,273</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>	<b>612,527</b>	<b>300,044</b>
Trade payables	539,963	238,939
- <i>Trade payables due to related parties</i>	539,762	233,413
- <i>Trade payables due to other parties</i>	201	5,526
Current income tax liabilities	12	7,460
Current provisions	30,378	28,669
- <i>Provisions for employee benefits</i>	30,378	28,669
Other current liabilities	42,174	24,976
- <i>Other current liabilities due to other parties</i>	42,174	24,976
<b>Non-current provisions</b>	<b>70,485</b>	<b>58,114</b>
Non current provisions	70,485	58,114
- <i>Provisions for employee benefits</i>	70,485	58,114
<b>Shareholders' equity</b>	<b>17,447,979</b>	<b>17,682,115</b>
Share capital	20,000,000	20,000,000
Adjustment to share capital	92,887	92,887
Items that will not be reclassified to profit or loss	(31,148)	(34,045)
- <i>Actuarial losses</i>	(31,148)	(34,045)
Restricted reserves	394,768	394,768
Accumulated losses	(2,771,495)	(2,490,276)
Net loss for the period	(237,033)	(281,219)
<b>Total liabilities and shareholders' equity</b>	<b>18,130,991</b>	<b>18,040,273</b>

## VAKIF MENKUL KIYMET YATIRIM ORTAKLIđI A.đ.

### STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2016 AND 2015

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

	1 January - 31 December 2016	1 January - 31 December 2015
<b>PROFIT OR LOSS</b>		
Sales	116,905,076	55,394,434
Cost of sales (-)	(115,343,931)	(53,955,243)
<b>Gross profit</b>	<b>1,561,145</b>	<b>1,439,191</b>
General administrative expenses (-)	(1,794,105)	(1,762,879)
Other operating income	424	50,100
Other operating expense (-)	(4,485)	(171)
<b>Loss before tax from continuing operation</b>	<b>(237,021)</b>	<b>(273,759)</b>
Tax expense from continuing operations		
- Tax expense for the period	(12)	(7,460)
- Deferred tax income / (expense)	-	-
<b>Net loss for the period</b>	<b>(237,033)</b>	<b>(281,219)</b>
<b>OTHER COMPREHENSIVE INCOME</b>		
<b>Items that will not be reclassified to profit or loss</b>		
<i>Net increase / (decrease) in remeasurements of defined benefit liability</i>	2,897	(35,660)
<b>Other comprehensive income / (expense)</b>	<b>2,897</b>	<b>(35,660)</b>
<b>Total comprehensive expense</b>	<b>(234,136)</b>	<b>(316,879)</b>

**VAKIF MENKUL KIYMET YATIRIM ORTAKLIĞI A.Ş.****STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2016 AND 2015**

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

	<b>Paid-in capital</b>	<b>Adjustment to share capital</b>	<b>Restricted reserves</b>	<b>Actuarial gains / (losses) from employee benefits</b>	<b>Accumulated losses</b>	<b>Net profit / (loss) for the period</b>	<b>Total equity</b>
<b>1 January 2015</b>	<b>20,000,000</b>	<b>92,887</b>	<b>394,768</b>	<b>1,615</b>	<b>(2,509,104)</b>	<b>18,828</b>	<b>17,998,994</b>
Transfers	-	-	-	-	18,828	(18,828)	-
Total comprehensive expense	-	-	-	(35,660)	-	(281,219)	(316,879)
<b>31 December 2015</b>	<b>20,000,000</b>	<b>92,887</b>	<b>394,768</b>	<b>(34,045)</b>	<b>(2,490,276)</b>	<b>(281,219)</b>	<b>17,682,115</b>
<b>1 January 2016</b>	<b>20,000,000</b>	<b>92,887</b>	<b>394,768</b>	<b>(34,045)</b>	<b>(2,490,276)</b>	<b>(281,219)</b>	<b>17,682,115</b>
Transfers	-	-	-	-	(281,219)	281,219	-
Total comprehensive expense	-	-	-	2,897	-	(237,033)	(234,136)
<b>31 December 2016</b>	<b>20,000,000</b>	<b>92,887</b>	<b>394,768</b>	<b>(31,148)</b>	<b>(2,771,495)</b>	<b>(237,033)</b>	<b>17,447,979</b>

**VAKIF MENKUL KIYMET YATIRIM ORTAKLIĞI A.Ş.****STATEMENT OF CASH FLOW FOR THE YEAR ENDED  
31 DECEMBER 2016 AND 2015**

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

	1 January - 31 December 2016	1 January - 31 December 2015
<b>Cash flows from operating activities</b>		
<b>Net loss for the period</b>	<b>(237,033)</b>	<b>(281,219)</b>
<b>Adjustments for reconcile net income to net cash provided by operating activities:</b>		
Adjustments for depreciation and amortization	16,351	26,203
Adjustments for (increase) / impairment of values	(72,599)	26,634
- <i>Adjustments for (increase) / impairment of other financial assets or investments</i>	(72,599)	26,634
Adjustments for provisions	107,350	167,385
- <i>Adjustments for provisions for employee benefits</i>	107,350	167,385
Adjustments for corporate tax expense	12	7,460
Adjustments for gains on disposal of fixed assets	(59)	(43,763)
Adjustments for interest (income) and expenses	(745,419)	(797,243)
- <i>Adjustments for interest income</i>	(745,419)	(797,243)
<b>Operating loss before changes in operating assets and liabilities</b>	<b>(931,397)</b>	<b>(894,543)</b>
(Increase) / decrease in trade receivables	(1,448,797)	1,495,048
- <i>(Increase) / decrease in trade receivables due to related parties</i>	(1,448,797)	1,495,048
Decrease / (increase) in other receivables	61	(360)
- <i>Decrease / (increase) in other receivables due from other parties</i>	61	(360)
Increase / (decrease) in trade payables	301,024	(1,137,086)
- <i>Increase / (decrease) in trade payables due to related parties</i>	306,349	(64,794)
- <i>Decrease in trade payables due to other parties</i>	(5,325)	(1,072,292)
Increase and decrease in other assets and liabilities	17,065	(363)
- <i>(Increase) / decrease in other assets</i>	(133)	210
- <i>Increase / (decrease) in other liabilities</i>	17,198	(573)
Cash inflow from the sales of other companies or funds shares or debt instruments	177,377,246	120,123,202
Cash outflow from the sales of other companies or funds shares or debt instruments	(176,725,909)	(122,473,986)
<b>Cash flows from operations</b>		
Interest received	662,017	783,610
Taxes paid	(7,460)	-
Payments related to provisions for employee benefits	(90,373)	(281,714)
<b>A. Net cash used in operating activities</b>	<b>(846,523)</b>	<b>(2,386,192)</b>
<b>Cash flow (used in) / from investment activities</b>		
Cash outflow from purchase of intangible assets	(26,109)	(7,860)
Cash inflow from disposal of tangible assets	59	50,100
<b>B. Net cash (used in) / from investment activities</b>	<b>(26,050)</b>	<b>42,240</b>
C. Decrease in cash and cash equivalent during the period (A+B)	(872,573)	(2,343,952)
D. Cash and cash equivalents at the beginning of the period	7,071,841	9,415,793
<b>Cash and cash equivalents at the end of the period (C+D)</b>	<b>6,199,268</b>	<b>7,071,841</b>