

VAKIF MENKUL KIYMET YATIRIM ORTAKLIĞI A.Ş.

STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

AT 31 DECEMBER 2017

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

	<i>Audited</i> 31 December 2017	<i>Audited</i> 31 December 2016
ASSETS		
Current assets	17,997,846	18,096,566
Cash and cash equivalents	8,005,954	6,297,891
Financial investments	9,094,529	10,174,708
- <i>Financial assets designated at fair value through profit / loss</i>	9,094,529	10,174,708
Trade receivables	895,185	1,621,946
- <i>Trade receivables due from related parties</i>	895,185	1,621,946
Other receivables	845	669
- <i>Other receivables due from other parties</i>	845	669
Prepaid expenses	1,333	1,352
- <i>Prepaid expenses due from related parties</i>	217	217
- <i>Prepaid expenses due from other parties</i>	1,116	1,135
Non-current assets	23,528	34,425
Property and equipment	7,182	6,195
Intangible assets	16,346	28,230
Total assets	18,021,374	18,130,991
LIABILITIES		
Current liabilities	487,940	612,527
Trade payables	409,540	539,963
- <i>Trade payables due to related parties</i>	409,217	539,762
- <i>Trade payables due to other parties</i>	323	201
Employment benefit obligations	35,669	-
Current income tax liabilities	-	12
Current provisions	30,113	30,378
- <i>Provisions for employee benefits</i>	30,113	30,378
Other current liabilities	12,618	42,174
- <i>Other current liabilities due to other parties</i>	12,618	42,174
Non-current provisions	83,714	70,485
Non current provisions	83,714	70,485
- <i>Provisions for employee benefits</i>	83,714	70,485
Shareholders' equity	17,449,720	17,447,979
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	(30,419)	(31,148)
- <i>Actuarial losses from employee benefits</i>	(30,419)	(31,148)
Restricted reserves	394,768	394,768
Accumulated losses	(3,008,528)	(2,771,495)
Net profit / (loss) for the period	1,012	(237,033)
Total liabilities and shareholders' equity	18,021,374	18,130,991

VAKIF MENKUL KIYMET YATIRIM ORTAKLIđI A.đ.**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2017 AND 2016**

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

	<i>Audited</i> 1 January - 31 December 2017	<i>Audited</i> 1 January - 31 December 2016
PROFIT OR LOSS		
Sales	218,158,957	116,905,076
Cost of sales (-)	(216,310,971)	(115,343,931)
Gross profit	1,847,986	1,561,145
General administrative expenses (-)	(1,846,668)	(1,794,105)
Other operating income	-	424
Other operating expense (-)	(306)	(4,485)
Profit / (loss) before tax from continuing operation	1,012	(237,021)
Tax expense from continuing operations	-	(12)
- Tax expense for the period	-	(12)
- Deferred tax income / (expense)	-	-
Net profit / (loss) for the period	1,012	(237,033)
Earnings / (losses) per share	0.0001	(0.0119)
OTHER COMPREHENSIVE INCOME		
Items that will not be reclassified to profit or loss	729	2,897
Net increase in remeasurements of defined benefit liability	729	2,897
Other comprehensive income	729	2,897
Total comprehensive income / (expense)	1,741	(234,136)

VAKIF MENKUL KIYMET YATIRIM ORTAKLIđI A.đ.**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2017 AND 2016**

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

	Paid-in capital	Adjustment to share capital	Restricted reserves	Actuarial losses from employee benefits	Accumulated losses	Net profit / (loss) for the period	Total equity
1 January 2016	20,000,000	92,887	394,768	(34,045)	(2,490,276)	(281,219)	17,682,115
Transfers	-	-	-	-	(281,219)	281,219	-
Total comprehensive income / (expense)	-	-	-	2,897	-	(237,033)	(234,136)
31 December 2016	20,000,000	92,887	394,768	(31,148)	(2,771,495)	(237,033)	17,447,979
1 January 2017	20,000,000	92,887	394,768	(31,148)	(2,771,495)	(237,033)	17,447,979
Transfers	-	-	-	-	(237,033)	237,033	-
Total comprehensive income / (expense)	-	-	-	729	-	1,012	1,741
31 December 2017	20,000,000	92,887	394,768	(30,419)	(3,008,528)	1,012	17,449,720

VAKIF MENKUL KIYMET YATIRIM ORTAKLIĞI A.Ş.**STATEMENT OF CASH FLOW FOR THE YEAR ENDED
31 DECEMBER 2017 AND 2016**

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

	1 January - 31 December 2017	1 January - 31 December 2016
A. Cash flows from / (used in) operating activities	1,768,458	(846,523)
Net profit / (loss) for the period	1,012	(237,033)
Adjustments for reconcile net loss to net cash provided by operating activities:	(747,935)	(637,008)
Adjustments for depreciation and amortization	19,804	16,351
Adjustments for provisions	131,745	107,350
- <i>Adjustments for provisions for employee benefits</i>	<i>131,745</i>	<i>107,350</i>
Adjustments for interest income	(706,628)	(688,063)
- <i>Adjustments for interest income</i>	<i>(706,628)</i>	<i>(688,063)</i>
Adjustments for fair value increase income	(192,856)	(72,599)
- <i>Adjustments for financial assets fair value increase income</i>	<i>(192,856)</i>	<i>(72,599)</i>
Adjustments for tax expenses	-	12
Adjustments for earnings from sales of tangible assets	-	(59)
Changes in working capital	1,875,329	(479,310)
Decrease in financial investments	1,273,035	651,337
Decrease / (increase) in trade receivables	726,761	(1,448,797)
- <i>Decrease / (increase) in trade receivables due from related parties</i>	<i>726,761</i>	<i>(1,448,797)</i>
(Increase) / decrease in other receivables	(176)	61
- <i>(Increase) / decrease in other receivables due from other parties</i>	<i>(176)</i>	<i>61</i>
Decrease / (increase) in prepaid expenses	19	(133)
(Decrease) / increase in trade payables	(130,423)	301,024
- <i>Decrease / increase in trade payables due to related parties</i>	<i>(130,545)</i>	<i>306,349</i>
- <i>Increase / (decrease) in trade payables due to other parties</i>	<i>122</i>	<i>(5,325)</i>
Increase in employment benefit obligations	35,669	-
(Decrease) / increase in other assets and liabilities	(29,556)	17,198
- <i>(Decrease) / increase in other liabilities</i>	<i>(29,556)</i>	<i>17,198</i>
Cash flows from / (used) operations	1,128,406	(1,353,351)
Interest received	694,607	668,170
Payments related to provisions for employee benefits	(118,052)	(90,373)
Taxes paid	(12)	(7,460)
Other cash inflows / (outflows)	63,509	(63,509)
- <i>Change in securities given as collateral</i>	<i>63,509</i>	<i>(63,509)</i>
B. Cash flows used in operating activities	(8,907)	(26,050)
Cash inflow from sale of tangible and intangible assets	-	59
- <i>Cash inflow from sale of tangible assets</i>	<i>-</i>	<i>59</i>
Cash outflow from purchase of tangible and intangible assets	(8,907)	(26,109)
- <i>Cash outflow from purchase of tangible assets</i>	<i>(4,577)</i>	<i>-</i>
- <i>Cash outflow from purchase of intangible assets</i>	<i>(4,330)</i>	<i>(26,109)</i>
C. Increase / (decrease) in cash and cash equivalent during the period (A+B)	1,759,551	(872,573)
D. Cash and cash equivalents at the beginning of the period	6,199,268	7,071,841
Cash and cash equivalents at the end of the period (C+D)	7,958,819	6,199,268