

Akfen Holding Anonim Şirketi

Consolidated Balance Sheet as at 30 June 2015

(Currency: Thousands of TL)

	<i>Notes</i>	<i>Audited</i> 30 June 2015	<i>Audited</i> 31 Aralık 2014
ASSETS			
Current Assets			
Cash and cash equivalents	5	104.982	63.736
Trade receivables		222.281	115.043
- Due from related parties	7-30	1.793	822
- Trade receivables from third parties	7	220.488	114.221
Other receivables		15.743	2.190
- Other receivables from related parties	8-30	1.039	652
- Other receivables from third parties	8	14.704	1.538
Inventories	9	296.523	252.387
Prepaid expenses	20	11.509	7.805
Current tax assets		567	7.732
Other current assets	19	128.460	115.958
		780.065	564.851
Non-Current Assets			
Trade receivables		142.582	135.624
- Trade receivables from third parties	7	142.582	135.624
Other receivables		55.933	66.726
- Other receivables from related parties	8-30	40.220	51.690
- Other receivables from third parties	8	15.713	15.036
Investments in equity accounted investees	10	746.167	631.082
Investment property	11	1.445.223	1.351.891
Property, plant and equipment	12	874.779	875.349
Intangible assets	13	83.013	83.560
Goodwill	14	3.309	3.309
Deferred tax assets	28	100.542	77.457
Prepaid expenses	20	18.197	14.333
Other non-current assets	19	99.062	103.244
		3.568.807	3.342.575
TOTAL ASSETS		4.348.872	3.907.426

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(Currency: Thousands of TL)

LIABILITIES	<i>Notes</i>	<i>Audited</i> 31 June 2015	<i>Audited</i> 31 Aralık 2014
Current Liabilities		741.429	720.603
Short term loans and borrowings	6	--	31.809
Short term portion of long term loans and borrowings	6	330.230	331.706
Trade payables		40.470	30.815
- <i>Due to related parties</i>	7-30	2.574	1.530
- <i>Trade payables to third parties</i>	7	37.896	29.285
Other payables		31.394	41.820
- <i>Other payables to related parties</i>	8-30	17.020	25.911
- <i>Other payables to third parties</i>	8	14.374	15.909
Employee benefit obligations		570	574
Deferred income		333.421	278.772
Short term provisions		4.044	3.655
- <i>Provision for employee benefits</i>	16-18	2.808	2.865
- <i>Other provisions</i>	16	1.236	790
Other current liabilities		1.300	1.452
Non-Current Liabilities		1.954.559	1.515.117
Long term loans and borrowings	6	1.850.871	1.414.551
Derivative financial instruments		989	--
Trade payables		248	8.411
- <i>Due to related parties</i>	7-30	--	39
- <i>Trade payables to third parties</i>	7	248	8.372
Other payables		13.290	12.408
- <i>Other payables to related parties</i>	8-30	8.318	7.737
- <i>Other payables to third parties</i>	8	4.972	4.671
Deferred tax liability	28	86.673	76.828
Long term provisions		2.437	2.919
- <i>Provision for employee benefits</i>	18	2.315	2.797
- <i>Other long term provisions</i>	16	122	122
Deferred income		51	--
EQUITY		1.652.884	1.671.706
Total Equity Attributable to Equity Holders of the Parent		1.272.212	1.296.841
Paid in capital	21	261.900	291.000
Adjustments to share capital		(7.257)	(7.257)
Share premium		107.054	211.695
Treasury shares (-)	21	(71.272)	(167.264)
Business combination of entities under common control		6.236	6.236
Other comprehensive income/expense not to be reclassified to profit or loss		115.603	78.697
- <i>Revaluation reserve</i>		119.143	81.192
- <i>Actuarial gain/loss arising from defined benefit plans</i>		(3.540)	(2.495)
Other comprehensive income/expense to be reclassified to profit or loss		164.964	63.102
- <i>Foreign currency translation reserve</i>	21	178.658	81.675
- <i>Cash flow hedge reserves</i>	21	(13.694)	(18.573)
Restricted reserves allocated from profit		91.751	187.743
Retained earnings		709.899	644.752
Net (loss)/profit for the period		(106.666)	(11.863)
Non-controlling interests	21	380.672	374.865
TOTAL EQUITY AND LIABILITIES		4.348.872	3.907.426

Convenience Translation to English of Consolidated Financial Statements Originally Issued in Turkish

Akfen Holding Anonim Şirketi

Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the Six Month Period Ended 30 June 2015

(Currency: Thousands of TL)

		<i>Audited</i>	<i>Not-Audited</i>	<i>Audited</i>	<i>Not-Audited</i>
		<u><i>1 January- 30 June 2015</i></u>	<u><i>1 April- 30 June 2015</i></u>	<u><i>1 January- 30 June 2014</i></u>	<u><i>1 April- 30 June 2014</i></u>
PROFIT OR LOSS	<i>Notes</i>				
Revenue	22	200.295	149.854	57.677	31.187
Cost of sales (-)	22	(111.599)	(92.233)	(25.837)	(15.086)
GROSS PROFIT		88.696	57.621	31.840	16.101
General administrative expenses (-)	23	(38.994)	(21.187)	(33.900)	(20.534)
Other operating income	24	33.128	9.567	14.013	11.154
Other operating expense (-)	24	(4.837)	(2.023)	(13.772)	(11.230)
Share on profit/(loss) of equity-accounted investees, net of tax	10	15.314	10.475	86.546	65.888
OPERATING PROFIT		93.307	54.453	84.727	61.379
Income from investment activities		313	245	1.819	1.059
Expense from investment activities		--	--	(819)	(362)
OPERATING PROFIT BEFORE FINANCIAL INCOME/(EXPENSE)		93.620	54.698	85.727	62.076
Financial income	25	19.349	7.951	37.271	32.316
Financial expense	26	(231.510)	(101.271)	(78.663)	(14.051)
PROFIT/(LOSS) BEFORE TAX		(118.541)	(38.622)	44.335	80.341
Tax Income/(Expense)		14.464	15.443	3.940	(661)
Tax expense	28	(1.700)	(701)	(2.073)	(891)
Deferred tax income	28	16.164	16.144	6.013	230
PROFIT/(LOSS) FOR THE PERIOD		(104.077)	(23.179)	48.275	79.680
PROFIT/(LOSS) FOR THE PERIOD		(104.077)	(23.179)	48.275	79.680
Profit/(Loss) Attributable To:					
Non-controlling interest		2.589	3.319	6.358	12.955
Equity holders of the parent		(106.666)	(26.498)	41.917	66.725
Profit/(Loss) for the Period		(104.077)	(23.179)	48.275	79.680
Basic and diluted earnings/(losses) per share	29	(0,421)	(0,105)	0,160	0,258

Convenience Translation to English of Consolidated Financial Statements Originally Issued in Turkish
Akfen Holding Anonim Şirketi
Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the Six Month Period Ended 30 June 2015
(Currency: Thousands of TL)

	<i>Audited</i>	<i>Not-Audited</i>	<i>Audited</i>	<i>Not-Audited</i>
<i>Notes</i>	<i>1 January- 30 June 2015</i>	<i>1 April- 30 June 2015</i>	<i>1 January- 30 June 2014</i>	<i>1 April- 30 June 2014</i>
OTHER COMPREHENSIVE INCOME	(104.077)	(23.179)	48.275	79.680
Items not to be reclassified to profit or loss in subsequent periods				
Items not to be reclassified to comprehensive income in subsequent periods from equity accounted investees	36.906	12.270	(731)	(392)
Items to be reclassified to profit or loss in subsequent periods				
Foreign currency translation differences	25 23.565	11.015	(5.367)	766
Nakit akış riskinden korunma kazançları (kayıpları)	25 (989)	(989)	--	--
Items to be reclassified to comprehensive income in subsequent periods from equity accounted investees	82.306	25.127	(9.824)	(12.181)
Tax income/(expense) from items to be reclassified to profit or loss in subsequent periods	25 198	198	--	--
OTHER COMPREHENSIVE INCOME	141.986	47.621	(15.922)	(11.807)
TOTAL COMPREHENSIVE INCOME	37.909	24.442	32.353	67.873
Total comprehensive income attributable to:				
Non-controlling interest	5.807	34.585	4.248	15.763
Equity holders of the parent	32.102	(10.143)	28.105	52.110
Total comprehensive income	37.909	24.442	32.353	67.873

Convenience Translation to English of Consolidated Financial Statements Originally Issued in Turkish

Akfen Holding Anonim Şirketi

Consolidated Statements of Changes in Equity For the Six Month Period Ended 30 June 2015

(Currency: Thousands of TL)

							Other Comprehensive Income and Expense to Be Reclassified to Profit or Loss		Other Comprehensive Income and Expense Not to Be Reclassified to Profit or Loss			Retained Earnings				
	Paid in capital	Adjustments to share capital	Share premium	Capital adjustments due to cross ownership	Treasury shares	Entities under common control	Translation differences	Cash flow hedging reserve	Revaluation reserve	Actuarial gain/losses from defined benefit plans	Restricted reserves allocated from profit	Retained earnings	Profit/(loss) for the period	Total	Non-controlling interest	Total equity
Balances at 1 January 2014	291.000	(7.257)	211.118	(34.661)	(57.159)	6.236	101.270	(12.027)	56.367	(1.921)	111.010	765.882	(73.173)	1.356.685	406.187	1.762.872
Total comprehensive income/(expense) for the period																
Profit/(loss) for the period	--	--	--	--	--	--	--	--	--	--	--	41.917	--	41.917	6.358	48.275
Other comprehensive income																
Foreign currency translation differences	--	--	--	--	--	--	(7.545)	--	--	--	--	--	--	(7.545)	(2.110)	(9.655)
Revaluation of property, plant and equipment	--	--	--	--	--	--	--	--	(27)	--	--	32	--	5	--	5
Actuarial gain/losses from defined benefit plans	--	--	--	--	--	--	--	--	--	(736)	--	--	--	(736)	--	(736)
Net fair value change in cash flow hedges	--	--	--	--	--	--	--	(5.536)	--	--	--	--	--	(5.536)	--	(5.536)
Total other comprehensive income/(expense)	--	--	--	--	--	--	(7.545)	(5.536)	(27)	(736)	--	32	--	(13.812)	(2.110)	(15.922)
Total comprehensive income/(expense)	--	--	--	--	--	--	(7.545)	(5.536)	(27)	(736)	--	32	41.917	28.105	4.248	32.353
Transfers	--	--	--	--	--	--	(2.781)	--	--	--	1.289	(71.681)	73.173	--	--	--
Reserves from acquisition of own shares	--	--	--	--	--	--	--	--	--	--	37.442	(37.442)	--	--	--	--
Distribution of dividend	--	--	--	--	--	--	--	--	--	--	--	(10.471)	--	(10.471)	--	(10.471)
Transactions with subsidiaries	--	--	577	--	--	--	--	--	--	--	--	--	--	577	(577)	--
Acquisition of own shares	--	--	--	--	(37.442)	--	--	--	--	--	--	--	--	(37.442)	--	(37.442)
Total transactions with owners	--	--	577	--	(37.442)	--	(2.781)	--	--	--	38.731	(119.594)	73.173	(47.336)	(577)	(47.913)
Balances at 30 June 2014	291.000	(7.257)	211.695	(34.661)	(94.601)	6.236	90.944	(17.563)	56.340	(2.657)	149.741	646.320	41.917	1.337.454	409.858	1.747.312

Convenience Translation to English of Consolidated Financial Statements Originally Issued in Turkish

Akfen Holding Anonim Şirketi

Consolidated Statements of Changes in Equity For the Six Month Period Ended 30 June 2015

(Currency: Thousands of TL)

							Other Comprehensive Income and Expense to Be Reclassified to Profit or Loss		Other Comprehensive Income and Expense Not to Be Reclassified to Profit or Loss			Retained Earnings				
	Paid in capital	Adjustments to share capital	Share premium	Capital adjustments due to cross ownership	Treasury shares	Entities under common control	Translation differences	Cash flow hedging reserve	Revaluation reserve	Actuarial gain/losses from defined benefit plans	Restricted reserves allocated from profit	Retained earnings	Profit/(loss) for the period	Total	Non-controlling interest	Total equity
Balances at 1 January 2015	291.000	(7.257)	211.695	--	(167.264)	6.236	81.675	(18.573)	81.192	(2.495)	187.743	644.752	(11.863)	1.296.841	374.865	1.671.706
Total comprehensive income/(expense) for the period																
Profit/(loss) for the period	--	--	--	--	--	--	--	--	--	--	--	--	(106.666)	(106.666)	2.589	(104.077)
Other comprehensive income																
Foreign currency translation differences	--	--	--	--	--	--	96.983	--	--	--	--	--	--	96.983	3.218	100.201
Revaluation of property, plant and equipment	--	--	--	--	--	--	--	--	37.951	--	--	--	--	37.951	--	37.951
Actuarial gain/losses from defined benefit plans	--	--	--	--	--	--	--	--	--	(1.045)	--	--	--	(1.045)	--	(1.045)
Net fair value change in cash flow hedges	--	--	--	--	--	--	--	4.879	--	--	--	--	--	4.879	--	4.879
Total other comprehensive income/(expense)	--	--	--	--	--	--	96.983	4.879	37.951	(1.045)	--	--	--	138.768	3.218	141.986
Total comprehensive income/(expense)	--	--	--	--	--	--	96.983	4.879	37.951	(1.045)	--	--	(106.666)	32.102	5.807	37.909
Transfers	--	--	--	--	--	--	--	--	--	--	--	(11.863)	11.863	--	--	--
Capital decrease	(29.100)	--	--	--	29.100	--	--	--	--	--	--	--	--	--	--	--
Capital decrease losses	--	--	(104.641)	--	104.641	--	--	--	--	--	--	--	--	--	--	--
Reserves from acquisition of own shares	--	--	--	--	--	--	--	--	--	--	(95.992)	95.992	--	--	--	--
Distribution of dividend	--	--	--	--	--	--	--	--	--	--	--	(18.982)	--	(18.982)	--	(18.982)
Transactions with subsidiaries	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Acquisition of own shares	--	--	--	--	(37.749)	--	--	--	--	--	--	--	--	(37.749)	--	(37.749)
Total transactions with owners	(29.100)	--	(104.641)	--	95.992	--	--	--	--	--	(95.992)	65.147	11.863	(56.731)	--	(56.731)
Balances at 30 June 2015	261.900	(7.257)	107.054	--	(71.272)	6.236	178.658	(13.694)	119.143	(3.540)	91.751	709.899	(106.666)	1.272.212	380.672	1.652.884

Akfen Holding Anonim Şirketi

Consolidated Statement of Cash Flow

For the Six Month Period Ended 30 June 2015

(Currency: Thousands of TL)

	<u>Notes</u>	<u>Audited</u> <u>30 June 2015</u>	<u>Audited</u> <u>30 June 2014</u>
Cash flows from operating activities:			
(Loss)/Profit for the period		(104.077)	48.275
Adjustments for:			
Depreciation of property, plant and equipment and amortization of intangibles	12-13	13.206	9.273
Provision for employee termination benefits		(236)	(94)
Unearned interest income/(expense), net		3.014	8.882
Profit from sale of subsidiary and affiliate		--	361
Shares on profit of investments in equity accounted investees	10	(15.314)	(86.546)
Provision for vacation pay		(25)	188
Unrealized foreign exchange differences		105.932	(17.734)
Interest expense/income, net	25-26	89.149	48.878
Tax expense	28	(14.464)	(3.940)
Cash flow from operating activities before changes in working capital		77.185	7.543
<i>Changes in:</i>			
Other current trade receivables		(106.267)	(62.977)
Other current non-trade receivables		(13.166)	(2.360)
Other current assets		(9.043)	(5.974)
Other non-current trade receivables		(6.958)	(134.414)
Other non-current non-trade receivables		(677)	(23)
Inventories		(44.136)	(29.390)
Due from related parties		46.868	(12.232)
Other non-current assets		320	(1.767)
Other current trade payables		8.611	(6.410)
Other current non-trade payables		(108)	7.385
Other current liabilities		54.908	239.006
Other non-current trade payables		(8.124)	(8.115)
Other non-current payables		349	(585)
Due to related parties		(7.305)	5.301
Other non-current liabilities		--	260
Cash provided/(used) by operating activities		(7.543)	(4.752)
Taxes paid		(203)	(1.124)
Retirement benefit paid		(246)	(85)
Dividends received from investments in equity accounted investees	10	56.195	16.158
Net cash provided/(used) by operating activities		48.203	10.197

Convenience Translation to English of Consolidated Financial Statements Originally Issued in Turkish

Akfen Holding Anonim Şirketi

Consolidated Statement of Cash Flow

For the Six Month Period Ended 30 June 2015

(Currency: Thousands of TL)

	<u>Notes</u>	<u>Audited</u> <u>30 June 2015</u>	<u>Audited</u> <u>30 June 2014</u>
Cash flows from investing activities			
Interest received		1.654	4.692
Acquisition of property, plant and equipment and intangible assets	12-13	(16.185)	(50.837)
Sale of property, plant and equipment and intangible assets		2.202	--
Purchases of investment properties	11	(45.479)	(32.332)
Increase/(decrease) in financial investments		--	(1.414)
Acquisition of subsidiaries and affiliates		(4.500)	(14.309)
Sale of subsidiary and entity under common control		--	272
Capital increase of subsidiaries		(36.756)	--
Net cash provided by operating activities		(99.064)	(93.928)
Cash flows from financing activities			
Proceeds from borrowings		651.035	757.309
Repayment of borrowings		(411.394)	(558.488)
Interest paid		(90.803)	(53.570)
Change in project reserve accounts		(6.804)	30.631
Acquisition of own shares		(37.749)	(37.442)
Distribution of dividend		(18.982)	(10.471)
Change in non-controlling interests		--	(577)
Net cash (used in)/ provided by financing activities		85.303	127.392
Net increase in cash and cash equivalents		34.442	43.661
Cash and cash equivalents at period start	5	48.139	94.480
Cash and cash equivalents at period end	5	82.581	138.141