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**INDEPENDENT AUDITOR’S REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS OF
LOKMAN HEKİM ENGÜRÜSAĞ SAĞLIK, TURİZM, EĞİTİM HİZMETLERİ VE İNŞAAT TAAHHÜT A.Ş.
FOR 1 JANUARY – 31 DECEMBER 2014**

To the Board of Directors of

Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş.

Introduction

We have audited the accompanied consolidated financial statements of of Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş. (the “Group”) which comprise the consolidated balance sheet as of 31 December 2014 consolidated statement of comprehensive income, consolidated statement of changes in equity, consolidated statement of cash flows and summary of significant accounting policies and their footnotes

Management’s Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Turkish Accounting Standards published by Public Oversight Accounting and Auditing Standards Authority (—KGK)). This responsibility comprises of the design, implementation and continuation of internal control system for the preparation of financial statements free from misstatement, whether due to fraud and/or error, making necessary accounting estimations and deciding appropriate accounting policies.

Auditor’s Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our independent audit based in accordance with independent audit standards published by Capital Markets Board of Turkey. These standards require compliance with ethical principles and planning and performing the audit to obtain reasonable assurance whether the independent audit and the financial statements are fairly presented.

Our audit involves performing independent audit procedures to obtain audit evidence about the amounts and footnotes in the consolidated financial statements. The selected procedures depend on our professional judgement, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. Internal control system has been taken into consideration when making these risks assessments. However, our purpose is not give an opinion about the efficiency of internal control system of the company but to introduce to connection between the internal control system and financial statements prepared by the management in order to design the independent audit procedures in accordance with the circumstances appropriately. Moreover, our independent audit includes accounting policies set by the management, significant accounting forecasts and evaluation of the appropriateness of the financial statements as a whole.

We believe that the audit evidences we obtained are sufficient and appropriate to provide a basis for our audit opinion.

Qualified Opinion

In our opinion, except for the effects of the issue stated in the base of qualified opinion paragraph., the financial statements present fairly, in all material respects, the financial position Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş and also its consolidated financial performance for the year ended 31 December 2014 and consolidated cash flows within the frame of International Accounting Standards published by KGK(Public Oversight Accounting and Auditing Standarts Authority)

23.02.2015, Ankara

REFERANS BAĞIMSIZ DENETİM VE DANIŞMANLIK A.Ş.

Özgür İneci

Auditor in Charge

Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş.

Consolidated Statement of Financial Position at 31 December 2014

(Amounts are expressed in Turkish Lira unless otherwise stated)

	Notes	31.12.2014	31.12.2013
ASSETS			
Current Assets		41,422,051	37,706,618
Cash and Cash Equivalents	[4]	2,425,982	1,952,102
Trade Receivable	[6]	26,963,984	19,771,011
- Related Parties		669,055	111,941
- Other		26,294,929	19,659,070
Other Receivables	[7]	543,332	342,963
Inventories	[8]	5,567,279	8,677,401
Prepaid Expenses	[16]	4,991,760	5,680,301
Current Period Tax Related Assets	[16]	347,015	118
Other Current Assets	[16]	929,714	1,282,722
Fixed Assets		88,259,274	89,148,982
Other Receivables	[7]	57,224	35,596
Biological Assets	[9]	3,052,650	2,555,050
Tangible Fixed Assets	[10]	74,754,175	75,276,971
- Assets Acquired by Leasing		8,127,841	7,796,000
- Other Tangible Fixed Assets		66,626,334	67,480,971
Intangible Assets	[11]	10,052,193	10,841,081
- Good Will	[12]	9,893,627	1,969,390
- Other Intangible Assets		158,566	8,871,691
Prepaid Expenses	[16]	343,032	440,284
Total Assets		129,753,234	126,855,600
LIABILITIES			
Short-Term Liabilities		42,397,256	52,132,391
Short-Term Borrowings	[5]	13,718,008	19,949,593
Short-Term Portion of Long-Term Borrowings	[5]	5,366,450	7,152,840
Trade Payables	[6]	16,281,523	17,888,770
- Related Parties		3,013,601	5,564,962
- Other		13,267,922	12,323,808
Scope of Employee Benefit Obligations	[15]	4,290,284	3,840,341
Other Payables	[7]	510,874	278,662
- Related Parties		337,076	215,923
- Other		173,798	62,739
Deferred Income	[16]	316,487	544,021
Short-Term Provisions	[13]	116,935	178,503
- Other Short-Term Provisions		198,503	178,503
Other Short-Term Liabilities	[16]	1,598,192	2,299,661
Long-Term Liabilities		26,762,852	14,767,090
Long-Term Borrowings	[5]	13,959,889	4,637,616
Deferred Income	[16]	589,925	2,513,050
Long-Term Provisions		1,006,628	888,079
- Provisions for Employee Benefit	[15]	1,006,628	888,079
Current Period Tax Related Payables	[16]	10,046,989	5,292,224
Deferred Tax Liability	[24]	1,159,421	1,436,121
Equity		60,521,217	59,956,119
Parent's Company Equity	[17]	59,437,076	59,562,207
Paid Capital		24,000,000	16,000,000
Premiums		0	7,694,861
Other comprehensive revenue and expenses that are not reclassified in profit / loss		28,173,852	28,528,434
- Valuation Increases of Tangible Assets		29,062,701	29,062,701
- Identified Benefit Plans of Remeasurement Gain / Losses		-888,849	-534,267
Other comprehensive revenue and expenses that are reclassified as profit / loss		-532,808	-32,004
- Foreign Currency Translation Differences		-532,808	-32,004
Restricted Reserves from Profit		947,880	748,826
Previous Year Profit/Losses		5,153,542	5,470,242
Net Profit/Loss		1,694,610	1,151,848
Non-Controlling Shares	[17]	1,084,141	393,912
Total Liabilities and Equity		129,681,325	126,855,600

Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş.

Consolidated Statement of Income

For the period 1 January 2014 – 31 December 2014

(Amounts are expressed in Turkish Lira unless otherwise stated)

	Notes	01.01.2014 31.12.2014	01.01.2013 31.12.2013
Comprehensive Income Statement			
Revenue	[18]	125,031,619	107,445,940
Cost of Goods Sold (-)	[18]	-113,919,978	-102,016,503
Gross Profit/Loss		11,111,642	5,429,437
General Administrative Expenses (-)	[19]	-4,240,535	-3,323,348
Selling & Marketing Expenses (-)	[19]	-891,522	-973,722
Other Operational Revenues and Income	[20]	1,904,339	1,919,321
Other Operational Expenses and Losses (-)	[21]	-2,063,705	-856,807
Operational Profit (Loss)		5,820,219	2,194,881
Operating Profit/Loss Before Financing Expenses		5,545,113	2,194,881
Financial Income	[22]	1,796,390	1,555,694
Financial Expenses (-)	[23]	-5,317,980	-4,426,841
Before Tax Profit/Loss		2,298,629	-676,266
Tax Income/Expenses		-275,895	-47,859
Current Period Tax Expense	[24]	-463,950	0
Deferred Tax Income/Expense	[24]	-188,055	-47,859
Net Profit/Loss		2,022,734	-724,125
Earnings Per Share	[25]	0,084281	-0,045258
Distribution of Net Profit/Loss	[17]	2,022,734	-724,125
Non-Controlling Shares		332,865	-1,875,973
Parent Company Shares		1,694,610	1,151,848
		1,1,2014	1,1,2013
Other Comprehensive Income Statement		31,12,2014	31,12,2013
Net Profit/Loss		2,022,734	-724,125
Not-Reclassified In Profit / Loss	[17]	-354,582	-152,762
Increasing/Decreasing in valuation of tangible assets		-443,227	-190,952
Identified benefits plan and remeasurement of gain and loss		88,645	38,190
Other comprehensive income's tax revenue / loss that are not reclassified in profit / loss			
Reclassified in Profit / Loss		-500,804	0
Changes in Currency Translation Differences		-500,804	0
Other Comprehensive Income (After Tax)		-855,386	-152,762
Total Comprehensive Income		1,167,348	-876,887
Distribution of Comprehensive Income	[17]	1,167,348	-876,887
Non-Controlling Shares		2,510	
Parent Company Shares		1,164,838	

Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş.

Consolidated Statement of Changes in Shareholders' Equity

For the period 1 January 2014 – 30 September 2014

(Amounts are expressed in Turkish Lira unless otherwise stated)

Notes	Shared capital	Share premium	Accumulated comprehensive revenue / expenses that are not reclassified in profit / loss		Accumulated comprehensive revenue / expenses that are not reclassified in profit / loss		Accumulated Profit		Non-controlling shares	TOTAL
			Gain / Loss of Tangible Assets revaluation and remeasurement	Identified Benefits Plan and Remeasurement of Gain and (Loss)	Currency exchange differences	Restricted Reserve Throug profit	Previous Years Profit / loss	Net Profit / Loss		
1.1.2013	16,000,000	7,694,861	7,855,933	-	-	577,588	2,274,180	5,172,680	2,224,494	41,799,736
Adjustment related change in accounting policy				-152,762				194,619	-41,857	-
01.01.2013 (Adjusted)	16,000,000	7,694,861	7,855,933	-152,762	-	577,588	2,274,180	5,367,299	2,182,637	41,799,736
Change in Tangible Assets Revaluation Funds (net)	[17]		21,206,768							21,206,768
Foreign Currency Translation Differences					-32,004					-32,004
Identified Benefits Plan and Remeasurement of Gain and (Loss)				-381,505						-381,505
Transfer of Current Period Profit						171,238	5,196,061	-5,367,299		-
Dividend Payments							-2,000,000			-2,000,000
From Consolidation									87,249	87,249
Minority Shares	[18]									-
Current Period Net Profit /Loss								1,151,848	-1,875,973	-724,125
31.12.2014	16,000,000	7,694,861	29,062,701	-534,267	-32,004	748,826	5,470,241	1,151,848	393,913	59,956,119
1.1.2014	[17]	16,000,000	7,694,861	29,062,701	-534,267	-32,004	748,826	5,470,241	1,151,848	59,956,118
Bonus Issue		8,000,000	-7,694,861					-305,139		0,00
Foreign currency translation differences					-500,804					-500,804,00
Identified benefits plan and remeasurement of gain and (loss)				-443,227						-443,227,00
Transfer of current profit							1,151,848	-1,151,848		0,00
Tax Income / Expenses				88645						88,645,00
Transfers						199,054	-193,654		-5,400	0,00
Cash Divident Payments							-969,754			-969,754,00
Minority Shares									367,505	367,505,00
Current Period Net Profit / Loss								1,694,610	328,124	2,022,734,00
31.12.2014	24,000,000	-	29,062,701	-888,849,00	-532,808	947,88	5,153,542	1,694,610	1,084,141	60,045,481

Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş.

Consolidated Cash Flow Statement
For the period 1 January 2014 –30 September 2014
(Amounts are expressed in Turkish Lira unless otherwise stated)

	Notes	01.01.2014 31.12.2014	01.01.2013 31.12.2013
A. Cash Flows from Operating Activities		6,198,806,00	8,173,531,94
Cash Inflow Through Sale of Goods and Services	[18]	125,740,002	103,583,984
Change in Trade Receivables	[7]	(7,656,737)	(273,219)
Payments to Suppliers for Goods and Services	[18]	(107,266,960)	(97,211,820)
Change in Inventories	[9]	1,590,413	(3,478,679)
Change in Trade Payables	[7]	(1,519,471)	6,890,128
Cash Outflow from Operating Activities	[19]	(5,132,057)	(4,297,070)
Net Cash Flow From Operating Activities ;		5,755,190	5,486,543
Cash Inflow From Other Profit and Revenues	[20]	1,854,469	1,919,132
Cash Outflow From Other Expenses and Losses	[21]	(1,814,913)	(871,673)
Cash Inflow From Financial Revenues	[22]	715,392	1,358,563
Cash Outflow From Financial Expenses	[23]	(2,799,932)	1,358,563
Cash Flow From Other Assets and Liabilities	[8, 15]	3,656,013	4,279,120
Tax Refund	[24]	(463,950)	(132,566)
B. Cash Flows From Investment Activities		(5,914,552)	(16,459,642)
Cash Inflow Through Sale of Tangible Assets	[10,11]	358,143	85,011
Cash Outflow From Sale of Tangible /Intangible Assets	[10,11]	(6,272,695)	(16,544,653)
C. Cash Flows From Financing Activities		189,626	8,025,491
Cash Outflows/Inflow From Short-Term Financial Liabilities (net)		(8,465,213)	10,133,884
Cash Outflows/Inflow From Long-Term Financial Liabilities (net)		10,185,348	(5,541,822)
Net Change in Leasing Activities		(560,755)	3,433,429
Cash Outflows From Short-Term Financial Liabilites	[6]	-	-
Cash Outflows From Long-Term Financial Liabilites	[6]	-	-
Paid Divended		(969,754)	-
D. Effects of Currency Differences on Cash and Cash Equivalents		-	-
E. Cash Flow From Operating Activities		473,880	(260,619)
F. Cash and Cash Equivalents at the Beginning of the Period	[3]	1,952,102	2,212,721
G. Cash and Cash Equivalents at the End of the Period	[3]	2,425,982	1,952,102

Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş.

Notes to the Consolidated Financial Statements

At 31 December 2014

(Amounts are expressed in Turkish Lira unless otherwise stated)

1. Company's Organization and Main Activity

Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş. ("Parent Company", "Group", or "Company") was established in Ankara in 1996. Firstly, it started to operate sale of medical stuff and procurement of medical equipment.

Company amended the main contract in the meeting which was conducted on May 23 2010 after the 2009 Ordinary General Assembly Meeting. Company's title of "Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş." was changed as "Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş." relying on this amendment.

Company's recorded adress is General Tevfik Sağlam Caddesi No: 119 Etlik/Ankara.

Main partnership' capital and partnership structureis;

	31.12.2014		31.12.2013	
	TL	%	TL	%
Group A	193,208	0,81	128,805	0,81
Group B	23,806,792	99,19	15,871,195	99,19
Total	24,000,000	100	16,000,000	100

A category shares are registered and cannot be sold in the stock exchange market. They cannot be transferred partially to 3rd parties. A category shareholder has priority for sale of shares relying on real value (the value which is set jointly between parties). In the situation of conflict, valuation of share will be made during a month by independent auditing firm which is jointly decided. At the transfer of A category share, in the situation that there is one or more than one A category shareholder which will take over, shares are transferred equally. When there is no A category shareholder to take over A category shares which are settled its value, shareholder is free to sell his shares to 3rd parties over its settled value.

Affairs and management of company are conducted by board of directors consisted of minimum 7 or 9 people which are elected by General Board. If board of directors will consist of 7 people elected by General Board, 5 of it; and if board of directors will consist of 9 people, 6 of it will be elected by General Board between candidates jointly nominated by shareholders who have more than 51 percent of A category shares.

There is no granted privilege to B category shares.

Subsidiaries which are in the group, are subjected to consolidation, are direct, and sphere of activities of these subsidiaries with its rate of share are like below;

Companies	Principle activity	Participation rate (%)	
		31.12.2014	31.12.2013
Lokman Hekim Van Sağlık Hizmetleri ve İnşaat Taahhüt A.Ş.	Health	50,99	50,99
Hay Süt ve Süt Ürünleri Hayvancılık Gıda ith. İhr. A.Ş	Livestock, Dairy	73,62	73,62
Engürüsağ Genel Ticaret Ltd. Şti. (Erbil) (Iraq) *	Health	95,00	70,00

Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş.

Notes to the Consolidated Financial Statements

At 31 December 2014

(Amounts are expressed in Turkish Lira unless otherwise stated)

Lokman Hekim Etlik Hospital:

5 floor hospital building which is on the indoor area of 2.900 m2 in the district of Etlik in Ankara, has been rented for 15 years in 1999 and this contract has been renewed as 5+5 years. There are 2 operating room, 2 delivery room, 3 newborn intensive care incubator, 3 intensive care bed and hospital has 37 inpatient bed availability in total.

The hospital has TUV-CERT ISO 9001:2008 Certificate of Quality Management System and it supports the project of Baby -Friendly Hospital which is conducted by UNİCEF and Ministry of Health. In this scope, hospital has Certificate of Baby - Friendly Hospital.

Lokman Hekim Sincan Hospital:

8 floor hospital building with 17.500 m2 indoor area in Sincan district in Ankara is Company's own asset. The hospital has 6 operation room and one heliport for air ambulance. The hospital has 38 intensive care room, 10 intensive care for cardiology department, 1 coronary room with 4 beds and 15 newborn intensive care incubator with a total capacity of 201 beds.

The hospital has granted with the TSE EN ISO 9001: 2008 Quality Management System Certificate in August, 2008 by Turkish Institute of Standards.

The hospital has a Baby-Friendly-Hospital certificate from a project of Unicef and Ministry of Health in 12.07.2010.

Lokman Hekim Van Hospital:

The 9 floor hospital building in Van city centre with 12.500 m2 indoor area The hospital has 5 operating room, 21 general intensive care beds, 3 beds for intensive care for cardiology department, 20 coronary rooms, 64 newborn intensive care incubators, 9 beds for child intensive care and 99 patient beds with a total capacity of 207 beds.

Lokman Hekim Hayat Hospital:

The hospital which is In Van and has 4.500m2 indoor area has 52 bed capacity. The hospital has 5 general care room, 17 newborn intensive care incubator, 2 operating room and total capacity of 52 beds. The hospital has started to operate on 25.02.2013.

Engürüsağ Genel Ticaret Ltd. Şti.

The center was established to provide imaging and diagnostic facilities in Erbil, Iraq on 13.05.2013 with an owners' equity of 12.000\$ (15 million Iraqi Dinars). The group has %70 percent of the shares and titled as co-founder. The company will operate in an indoor area of approximately 2,000 m2. which includes Radiology and Laboratory units located in the center. Company's participation rate has increased %70 to %95 at 08.09.2014

Laboratories

The lab centres in the hospitals are members of Bio – Rad Laboratories Egas, College of American Pathologists Cap in America and Randox Laboratories in London, Rigas External Quality Control Programs and UK Megas and reliabilities of the results and laboratory equipment are checked periodically.

Medical Units

Anaesthesia and Reanimation, Nutrition and Diet, Brain and Neurosurgery, Child Care and Paediatric, Child Neurology, Dermatology, Physical Med and Rehabilitation, Gastroenterology, General Surgery, Pulmonology, Eye Diseases, Internal Diseases, Gynaecological Diseases and Delivery, Cardiology, Cardiovascular Surgery,

Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş.

Notes to the Consolidated Financial Statements

At 31 December 2014

(Amounts are expressed in Turkish Lira unless otherwise stated)

Otorhinolaryngology, Neurology, Nephrology Orthopaedics and Traumatology, Medical Oncology, IVF Unit, Urology, Dental Services

Personnel:

Position	31.12.2014	31.12.2013
Doctor	168	159
Health services (Nurse, ATT, Health Officer, Health Tech., Pharmacist, Dietician etc.)	542	472
Health support services (Health Support Personnel, Patient Relations)	346	322
Management support service	271	256
Management	75	62
Veterinary and laborers	9	12
Construction engineers and construction worker	12	14
Total	1.423	1.297

2. PRINCIPLES REGARDING TO THE PRESENTATION OF FINANCIAL STATEMENTS**2.1. Main Principles regarding to the Presentation****2.1.1. Legal Books and Financial Statements**

Within the scope of standards as TMS/IFRS respectively; Turkish Accounting Standard and Turkish Financial Reporting System, Public oversight, Accounting and Auditing Standards Authority ("KGK") 5411 numbered Banking Law, Turkish Capital Markets Board of Turkey ("SPK") 6362 numbered Capital Markets Law and with 5684 numbered Insurance Law and also 4683 numbered Individual Retirement and Investment Law are published on 20.05.2013, on Official Journal in 28652.

According to the Principles of Financial Reporting in Capital Markets Notification (II-14.1) of Capital Markets Board of Turkey (SPK), financial market institutions, with exclusion of exported capital market tools, the transactions in the stock market of investment funds and partnership, housing finance and asset finance funds, has to prepare its financial statement appropriately to the TMS/IFRS.

In the number of the meeting 20/670 of Capital Markets Board of Turkey (SPK), the number of notification II-14.1 for the financial market institutions, with exclusion of exported capital market tools, the transactions in the stock market of investment funds and partnership, housing finance and asset finance funds after the interim periods of 31.03.2013, the methods came into force. This methods announced in the weekly newsletter at the date 07.07.2013 and in the number of 2013/19. The company prepared its consolidated financial statement after 30.07.2013 according to this standards.

The decision taken on 17 March 2005, operating in Turkey and preparing their financial statements in accordance with Capital Markets Board("CMB") Financial Reporting Formats for companies with effect from 1 January 2005, application of inflation accounting is no longer required. The financial statements for 1 January 2005, provided that the No. 29 "Financial Reporting in Hyperinflationary Economies" Standard ("IAS 29") applied.

The Group prepare its Financial Statements in according to Turkish Commercial Code ("TCC") and Ministry of Finance Standards. And the currency is Turkish Lira(s).

The consolidated financial statements are prepared in accordance with the historical cost basis records for the purpose of fair presentation in accordance with TMS/IFRS.

2.1.2Principles of Consolidation:

Company	Principal Activity	Participation rate (%)	
		31.12.2014	31.12.2013
Lokman Hekim Van Sağlık Hizmetleri ve İnşaat Taahhüt A.Ş.	Health	50,99	50,99
Hay Süt ve Süt Ürünleri Hayvancılık Gıda ith. İhr. A.Ş.	Milk production and livestock	73,62	73,62
Engürüsağ Genel Ticaret Ltd. Şti. (Erbil-Iraq)	Health	95,00	70,00

All the companies above is consolidated accordance to the principles below.

Consolidation Method

- Consolidated balance sheets and income statement items of the partnerships are consolidated through adding up to each other. Book values of the shares owned by Main Partnership in consolidated subsidiaries are set off from the shareholders' equity accounts of the subsidiary.
- Receivables and payables , sale of good and services and income and loss items resulting from the transactions between the partnerships from each other which are within the scope of consolidation are set off.
- Tangible and intangible assets purchased between the partnerships which are subject to consolidation method are presented in the consolidated balance sheet through their costs of acquisition after the necessary adjustments are made.
- The amounts equal to the external shares of main partnership and subsidiaries are deducted from all shareholders' equity items, including the paid/issued capitals of the subsidiaries which are within the scope of consolidation, and are presented as "Minority Shares" before the shareholders' equity account group in the balance sheet.
- Cost of acquisition of shares in the capital of subsidiary by main partnership as of the date when the partnership within the scope of consolidation become subsidiary and just for the one time for the following share purchases, is set off from the value in the shareholders' equity in the re-valued balance sheet of the subsidiary based on the fair value as of the purchase date.
- Acquisition of the Group is accounted through purchase method. In this method, acquisition is registered based on cost. The group, starting from the acquisition date, includes the operation results of the company which is acquired in its income statement and also presents each definable asset and liability of the acquired company as well as the goodwill or negative goodwill aroused as a result of the acquisition in the balance sheet as of this date.

2.1.3. Functional Currency:

Functional currency of the Group is Turkish Lira (TL) and attached financial statements and footnotes are presented in Turkish Lira (TL).

2.1.4. Declaration of Conformity:

Attached financial statements of Group have been confirmed by the Board of Directors of the Company as of 23.02.2015 The right to change the attached financial statements belongs to the General Assembly of the Company or legal authorities

2.1.5. Netting / Set Off

Financial assets and liabilities are presented at their net values in cases of a required legal right, related assets and liabilities are intended to be netted or acquisition of assets are followed by the performing of the liabilities.

2.1.6. Financial Statement of Partnerships in Foreign Countries

Financial statements of partnerships and subsidiaries in foreign countries are prepared in accordance with the host countries' standards and law. The accounting principles of the Group are adjusted according to these laws and standards.

If the currencies of the Group companies are different from reporting currency. Then the conversion method is below;

- All the assets and liabilities are converted with the exchange rate on the date of balance sheet.
- Revenues and expenses are converted with the exchange rate on the date of balance sheet. And the difference of conversion is stated in the comprehensive income statement.

2.1.7. New and Revised Turkish Accounting / Financial Reporting Standards:

The Group applied new and revised standards which are published by Public Oversight ("KGK"). in the current period and related to its field of business.

2.2. Changes and Mistakes in the Accounting Policies

An enterprise can only changes its accounting policies only in case of following conditions and apply backwards;

- Required by a standard or an interpretation
- If it is in a character which provides a more appropriate and trustable way to present the effects of the transactions and events on the financial statement, performance or cash flow of the enterprise

Parties who use the financial statements should have the opportunity to compare the financial statements throughout the time in order to find out the trends of the financial position, performance and cash flow. Therefore, as long as a change in an accounting policy does not meet one of the criteria described above, same accounting policies should be used in every period and financial period.

Comparative information and restatement of prior period financial statements

Company reclassified its deferred tax liabilities which was classified as other long term liabilities before. 5.292.224 TL is stated in the Liabilities Related Current Period Tax under the Long-term Liabilities, before 31.12.2013 it is was stated in Other Short-term Liabilities. This tax liabilities are deferred regarding to announcement of force majeure by Revenue Administration in Van because of earthquake in 23.11.2013. The end date of force majeure will be announced by administration.

Capital Markets Board of Turkey (SPK) issued financial statement samples and user guide at the date of 07.07.2013 and in the 20/670. Meeting for the financial market institutions which is covered in Principles of Financial Reporting in Capital Markets Notifications, after the interim period of March 31, 2013. According to this enacted methods, various classifications are made in the consolidated financial statement, consolidated profit/loss and other comprehensive income statement.

2.3. Summary of Important Accounting Policies

2.3.1. Revenue:

Revenue means – in exchange of the health services provided – invoice amount of the invoiced services, the amount to be invoiced for the performed but not invoiced services and the amount calculated based on the completion level for not invoiced but still continuing services, less returns and discounts.

In case an uncertainty arises to collect a revenue amount which was presented in the financial statements, uncollectable or the amount which becomes impossible to collect are considered as cost in the financial statements rather than adjusting the first registered revenue.

2.3.2. Inventories:

Costs of inventories are compromise of cost of all purchases, conversion costs and other costs burdened to perform the current position and condition of the inventories. For the inventory purchases with interim payments, the differences between the cash value and future value are recognised as finance costs in the period it occurred. Inventory method is weighted average cost method.

Inventories are valued with the lowest of cost and net realisable value. Net realisable value is the value expected sales value under normal conditions less the total of expected costs of completion and expected sales costs in order to perform the sale.

It is assumed that the production activities would be at normal capacity on the distribution of fixed general production costs to conversion costs. Normal capacity is the expected average production amount under normal conditions within one or a few periods or sessions considering the loss of capacity due to the planned repair and maintenance works. If the real production level is close to the normal capacity, then this capacity is considered as normal capacity. If the actual production level is continuously below from the pre-determined normal capacity, then the normal capacity is accepted as realized actual capacity and all the fixed production costs add into the production costs of services.

The Company's actual capacity in Ankara Hospital of Sincan continued for periods, and has been accepted as the normal capacity and this capacity calculations were made accordingly. Therefore, the cost of an idle capacity has not been occurred.

2.3.3. Biological Assets

Biological assets are registered with their costs at the time of purchase. At the end of each reporting period, they are evaluated based on fair value. In cases where fair value cannot be calculated or determined clearly, so-called biological asset is re-valued through its cost less all related accumulated depreciation and accumulated provisions for loss. Gains or losses on the values are linked with the period profit or loss

2.3.4. Tangible Fixed Assets

Tangible assets which are expected to be used within the company for more than one year are registered with their costs at the time of purchase. In the following periods, revaluation method for lands and buildings are revalued based on the method for cost of other tangible assets. Costs of other tangible assets which were purchased prior to 01.01.2005 are costs which are adjusted for inflation effects.

The group used pro rata depreciation for tangible assets according to normal depreciation method. When the

Group determines the depreciation lives for its tangible assets, it considers the useful life of the asset.

Costs of tangible assets which are purchased through leasing are the costs less the interest and foreign exchange difference. Interests and foreign exchange differences are registered as financial costs in the relevant period.

Group's beneficial life for tangible assets are ;

Buildings	50 Years
Machinery, plants and equipment	5 – 20 Years
Vehicles	5 Years
Fixtures	2 – 20 Years
Assets Purchased Through Leasing	5 – 15 Years
Other non-tangible fixed assets	5 – 20 Years

2.3.5. Non-Tangible Fixed Assets

Non-tangible assets which are expected to be used within the company for more than one year are registered with its costs at the time of purchase. They are re-valued based on the cost model in the following periods. Cost of non-tangible assets which were purchased prior to 01.01.2005 are costs which are adjusted for the inflation effect.

Doctor staff costs and hospital license are reported in non tangible assets as Rights for Lokman Hekim Van Hospital and Lokman Hekim Hayat Hospital.

According to the issued change in the Official Gazette in 11.07.2013, transfer of staff and licence is allowed with article 6 of Private Hospital Regulation.

The Group takes the useful lives of the assets into consideration when determining the depreciation lives of the non-tangible assets.

The Group determined useful lives for its non-tangible assets 3 to 15 years.

2.3.6. Goodwill

Purchase price burdened related to the purchase of a company is distributed to the identifiable assets, liabilities and conditional liabilities at the time of purchase of the purchased company. The difference between purchase price and fair value of the identifiable assets, liabilities and conditional liabilities of the purchased company is registered as goodwill in the consolidated financial statements. In the mergers, assets, non-tangible assets and conditional liabilities which are not stated in the financial statements of the purchased company/enterprise but can be separated from the goodwill are reflected to the consolidated financial statements with their fair values. Goodwill in the financial statements of purchased company are not considered as identifiable assets.

In case of the buyers' share of the fair values of the purchased identifiable assets, liabilities and conditional liabilities exceeds the purchase price, then the difference is linked with the consolidated income statement.

In case any value decline in the goodwill amount, its effect is reflected to the period results. Test for the value decline at the same time every year to determine whether there is a value decline in the goodwill amount or not.

Legal mergers among the enterprises which are under the control of the Group are considered within the scope of UFRS 3. Therefore, no goodwill is calculated in such mergers. Moreover, transactions occurred during legal mergers are subject to adjustment process during the preparation of consolidated financial statements.

2.3.7. Decline in the Values of Assets

According to IAS 36 – Decline in the Values of Assets standard, book values of tangible and intangible assets and their recoverable values can be compared if it is deemed necessary due to domestic and international economic indications. If it is forecasted that the book value of the asset exceeds the recoverable value, then it is accepted that there is decline in the value of the asset. Recoverable value is the lesser of the exercise price and market price. Forecasted decline in the value is registered as loss at the term in which it is determined.

However, existence of such decline in value is out of question.

2.3.8. Financial Instruments

a) Cash and Cash Equivalents

Cash on hand of the Group consists of cash and bank deposits. Cash equivalents consist of receivables from credit card.

Bank deposit balances of foreign currencies are re-valued from the foreign exchange rate of TC Central Bank at the date of balance sheet. Current values of the cash in the balance sheet and deposits in the bank and receivables from credit card are the fair value of these assets.

b) Trade Receivables and Payables

Trade receivables and payables resulting from providing a service to a customer by the Group or purchasing a good or service from a supplier are presented after clarified from deferred financing revenues and costs.

It is assumed that the discounted values of trade receivables and provision for doubtful receivables are equivalent to the fair values of the assets.

The group, in case there is an objective proof that the collecting is impossible, makes provisions for doubtful receivables. The amount of this provision is registered value of the receivable less the guarantees and warranties.

Following making a provision for the doubtful receivables, in case all or a portion of the doubtful receivable is not collected, the collected amount is written off from doubtful receivables and registered as other revenues.

It is assumed that the discounted values of the trade receivables are equivalent to the fair values of the assets.

c) Other Receivables, Payables and Liabilities

Registered based on accrual basis and it is assumed that the registered values are equivalent to fair values.

2.3.9. Benefits for Employees / Termination Indemnity

According to applicable Labour Law, the company shall pay a termination indemnity not less than 30 days for each year for the employee who is fired from the company except those fired due to bad behaviours. For this reason, the company has to estimate the total cost to be paid and discount the estimated payments so that find the net present value. Therefore, the company reports its total liability at the date of balance sheet which is discounted to net present value.

It is assumed that man who has worked 25 years and woman who has worked 20 years would be retired and termination indemnity would be paid at that time. Accordingly, the company tries to find out the expected termination indemnity liability which it would pay at the time of retirement or firing its employees in the future. Net present value of the portion of the termination indemnity right hold by the employee at the date of balance sheet within this total liability which is expected to be paid is registered into the balance sheet as provision for termination indemnity. It is assumed that ratio of the number of employees who were fired or leave the company in the previous periods without getting any termination indemnity to the total number of employees would be the same in the following periods and total liability is declined at this rate.

The difference of the total termination indemnity between the two periods is distributed to cost of interest, cost of service for the current period and actuarial income / loss. Cost of interest is the cost of use of the liability in the previous period's balance sheet during the period and equals to the liability amount at the beginning of the period for the employees who are still working multiplied by discount rate used in that year. The cost of service for the current period is the portion of the termination indemnity at the time of it is going to be paid which the employees get the right for termination indemnity for their services at the time of balance sheet through discount rate. All other differences are reflected to actuarial income and loss. Actuarial income / loss, cost of interest and cost of services for the current period are presented in the comprehensive income statement.

Except from the wages, bonuses and other social benefits provided to employees, there is not any contribution plan to be paid after the retirement or resigning period.

2.3.10. Taxation

Tax payable in the attached financial statements is consist of tax provision for the current period and deferred tax. The provision for the liabilities regarding to the corporate tax to be resulted from the activities in the current period is set based on the legal tax rates at the time of balance sheet. Deferred tax asset/liability is the difference between account value and tax value (timing difference). Current tax rate is considered on the calculation of deferred tax asset.

Deferred tax liability is presented in the financial statements for all taxable or deductible provisional differences but deferred tax asset is presented in the financial statements provided that there are taxable profits are possible from which the deductible provisional differences can be set off. Net deferred tax assets resulting from the timing differences are reduced at the rate of the tax deductions provided that it is not certain that they can be used in the following years according to the information on hand.

2.3.11. Related Parties

Parallel to the aim of these financial statements, related parties are considered and defined as the companies which are linked to the shareholders, important managerial employees and board members, their families and controlled by them or related to them, subsidiary and partnerships and minority partners of the affiliates.

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Shareholders, major managers of these companies and members of the board of the Company and their families are also considered as related parties. Transactions made with the related parties are generally in accordance with the market conditions. Key managerial employees are also defined as the related parties of the company. The companies which are considered as related parties and the level of relation are as follows:

- Owner of Afşar Matbaacılık is shareholder of Lokman Hekim A.Ş.
- Owner of Akgül Grup Gıda Ltd. Şti. is shareholder of Lokman Hekim A.Ş.
- Owner of B Ajans Medya Yayın ve Org. San. Tic. Ltd. Şti. is indirectly shareholder of Lokman Hekim A.Ş.
- Owner of Bilgen İnşaat Konf. Taah. Tic. Ltd. Şti. is shareholder of Lokman Hekim
- Owner of Çetin Matbaacılık is shareholder of Lokman Hekim A.Ş.
- Owner of Lokman Hekim Tıbbi Hizmetler Tic. Ltd. Şti is shareholder of Lokman Hekim A.Ş.
- Owner of Özdemir İnşaat is shareholder of Lokman Hekim A.Ş.
- Owner of Pozitron Sağlık Hizmetleri San. ve Tic. Ltd. Şti. is shareholder of Lokman Hekim A.Ş.
- Owner of Şekerciler Gıda Tic. Ltd. Şti. is shareholder of Lokman Hekim A.Ş.
- Owner of Koç Medikal is shareholder of Lokman Hekim A.Ş.
- Owner of Özkanlar Paz. İth. İhr. Gıda Mad. Tic. Ltd. Şti. is shareholder of Lokman Hekim A.Ş.
- Owner of Medisina Sağlık A.Ş. is shareholder of Lokman Hekim A.Ş.
- Owner of Van Divan Sağlık Eğitim Turizm Sanayi Ticaret A.Ş. is related party of Lokman Hekim Van A.Ş.
- Owner of Safi Sağlık Sanayi Ticaret A.Ş. is related party of Lokman Hekim Van A.Ş.

2.3.12. Costs of Borrowing

Bank loans with interest are registered at their net amounts after deducting the cost of borrowing. Revenues or costs which are arising at the time of amortization or registration of the liabilities are linked to income statement. Costs of borrowings are also registered based on accruals even if the maturities have not become due yet at the time they arise.

2.3.13. Earnings (Loss) Per Share

Earnings (Loss) per share are calculated through net profit or loss of the period divided by the weighted average of the number of commons share in the current period.

In Turkey companies, can increase their owners' equity by distributing accumulated profits arise from inflation adjustments with shares (free) to their existing stockholders.

2.3.14. Events after the Balance Sheet Date

In case there are some events after the balance sheet date which require adjustment entries, these amounts in the financial statements are adjusted according to the new situation; but in case there are events after the balance sheet date which do not require any adjustment entry, there are explanations in the related period if the events are important.

2.3.15. Provisions, Conditional Liabilities and Conditional Assets

Provisions:

Provisions are the accruals provided that there would be a liability (legal or structural liability) resulting from the events happened in the past, and it is probable that this liability will cause a decline in the asset items and the liability amount can be determined reliably. Accrued provisions are reviewed in every balance sheet period and revised in order to reflect the current expectations.

Conditional Liabilities and Conditional Assets

Transactions which cause commitment and conditional liability mean the conditions which are linked to the result of one or more than one event that may happened in the future. Therefore, since some transactions have possible damage, risk and uncertainty in the future, they are defined as items out of balance sheet. In case there is a forecast for possible obligations or losses to be occurred in the future, these liabilities are considered as costs and debt for the Company. However, income and profits which are probable to occur in the future are presented in the financial statements.

2.3.16. Assets and Liabilities In terms of Foreign Currency

Assets in the balance sheet in terms of foreign currencies are converted to Turkish Lira based from buying rate of foreign exchange and liabilities from selling rate of foreign exchange published by T.C. Central Bank. Transactions with foreign currencies within the period are converted to Turkish Lira from the actual rates at the date of transaction. Foreign exchange gains and losses arising from these transactions are presented in the income statements. Rates used in the financial statements in 31.12.2014 and 31.12.2013 reports are as follows

	30.12.2014	31.12.2013
Dollar	2,3189	2,1343
Euro	2,8207	2,9365

2.3.17. Important Accounting Review, Forecast and Assumptions

Preparation of financial statements requires management to apply policies and make decisions, forecasts and assumptions which affect the assets, liabilities, incomes and losses which are reported. Real outcomes may be different from these forecasts.

Forecasts and assumptions which are the basis of the forecasts should be revised all the time.

Important forecasts and assumptions used by the Company during the preparation of the financial statements are as follows:

- Useful lives of tangible and intangible assets
- Discount rate used for trade receivables and payables
- Provision rates for the receivable from SSI
- Regarding to the employee benefits, retirement term, increase rate, discount rate, rate for not to get any termination indemnity
- Rates used for deferred tax calculation

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3. OPERATION SEGMENT

The Company prepared its sales based on hospitals, based on large customers, based on operation kind and based on outpatient care – inpatient treatment.

	01.01.2014 – 31.12.2014		01.01.2013 31.12.2013	
	Amount	%	Amount	%
Etlik Hospital service sales	24,072,296	21	22,820,525	22
Sincan Hospital service sales	49,294,243	43	44,963,859	44
Van Hospital service sales	36,354,216	32	32,558,462	32
Hayat Hospital service sales	4,892,603	4	1,656,958	2
Erbil Diagnosis Center service sales	701,337	1	180,402	-
Total Sales	115,314,695	100	102,180,206	100

	01.01.2014 – 31.12.2014		01.01.2013 31.12.2013	
	Amount	%	Amount	%
Sales to SSI	80,883,666	70	71,202,961	70
Other sales	34,431,029	30	30,977,245	30
Total Sales	115,314,695	100	102,180,206	100

	01.01.2014 – 31.12.2014		01.01.2013 31.12.2013	
	Amount	%	Amount	%
Health service sales revenue	115,314,695	93	102,180,206	95%
Biological assets and milk sales	1,548,309	2	2,765,734	2%
House incomes	7,606,079	2	2,500,000	3%
Total	124,469,083	96	107,445.940	100

	01.01.2014 – 31.12.2014		01.01.2013 31.12.2013	
	Amount	%	Amount	%
Receivables from SSI (*)	25,763,519	96	19,148,544	97
Other receivables	1,200,464	4	622,467	3
Total Receivables	26,963,984	100	19,771,011	100

(*)The biggest client of the company is ISS.

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Revenue based on treatment sort is as follows

	01.01.2014 – 31.12.2014			01.01.2013 – 31.12.2013		
	Number of patient	Net Sales	Net Sales (%)	Number of patient	Net Sales	Net Sales (%)
Outpatient	762,874	51,423,606	0,95	765,621	56,571,756	45
Inpatient	42,222	64,166,198	0,05	41,684	45,608,450	55
Total	805,096	115,589,804	100	807,305	102,180,206	100

4. Cash and Cash Equivalents

	31.12.2014	31.12.2013
Cash	341,504	39,633
Banks	122,302	442,192
Credit card receivables	1,962,176	1,470,277
Total	2,425,982	1,952,102

Average maturity date of credit cards receivables is 40 days, (31.12.2013– 20 days)

5. Financial Liabilities

Short-term Financial Liabilities	31.12.2014	31.12.2013
Short-term loans	11,173,543	17,737,992
Short term portion of long term borrowings	5,366,450	7,152,840
Financial leasing borrowings	2,544,465	2,211,601
- Financial leasing borrowings	2,907,903	2,641,620
- Deferred interest cost	-363,438	-430,019
Total	19,084,458	27,102,433

Long Term Financial Liabilities	31.12.2014	31.12.2013
Long term loans	11,961,395	1,776,047
Financial leasing borrowings	1,998,494	2,861,569
- Financial leasing borrowings	2,265,170	3,088,108
- Deferred interest cost	-266,676	-226,539
Total	13,959,889	4,637,616

Bank loans and leasing liabilities' maturities are as below;

Bank Loans	31.12.2014	31.12.2013
0 - 3 Months	2,040,646	885,545
3 - 12 Months	3,325,858	4,518,962
1 - 5 Year	486,915	1,776,047
Undated	22,647,968	19,486,325
Total	28,501,388	26,666,879

Leasings	31.12.2014	31.12.2013
0 - 3 Months	656,950	580,983
3 - 12 Months	1,861,859	1,630,618
1 - 5 Year	2,024,149	2,861,569
Total	4,542,959	5,073,170

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All of leasing payment is in TL term.(31.12.2013– 176,036 is in Euro term)

Mortgages and gurantees are given for credit as the amount of 15,626,148 TL (31.12.2013– 40,441,544 TL),

6. Trade Receivables / Trade Payables

	31.12.2014	31.12.2013
Trade receivables	26,625,641	19,455,781
Notes receivables	475,446	724,606
Rediscount	-806,158	-521,317
Doubtful trade receivables	1,147,438	968,515
Provisions for doubtful trade receivables	-1,147,438	-968,515
Receivables from related parts	669,055	111,941
Total	26,963,984	19,771,011

The interest rate that is used for discounting the receivables is 10%, (31.12.2013– %11),

Current term transactions of doubtful receivables is like below and provision is made for all of it,

	31.12.2014	31.12.2013
Beginning	968,515	1,071,918
Uncollectible receivables, Collections / Cancelation	-56,051	-353,316
Additions	175,857	249,913
End of Term	1,147,438	968,515

945,082 TL of provisions which is separated for doubtful receivables are provisions which is separated for receivables from SSI (31.12.2013–731,825 TL),

Company's receivables based on large receivables are as below;

	01.01.2014 – 31.12.2014		01.01.2013-31.12.2013	
	Amount	%	Amount	%
Receivables from SSI	25,763,519	96	19,148,544	97
Receivables from others	1,200,464	4	622,467	3
Total Receivables	26,963,984	100	19,771,011	100

	31.12.2014	31.12.2013
Trade payables	8,273,692	7,692,610
Notes payables	5,484,162	5,033,354
Rediscount	-489,932	-402,156
Payables to related parties	3,013,601	5,564,962
Total	16,281,523	17,888,770

The interest rate that is used for discounting the receivables is 10%, (31.12.2013– %11),

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7. Other Receivables / Other Payables

Other short-term receivables	31.12.2014	31.12.2013
Deposits and guarantees given	-	27,956
Receivables from Tax Office	503,125	253,007
Receivables from SSI with reservation	40,207	62,000
Total	543,332	342,963

Other long-term receivables	31.12.2014	31.12.2013
Deposits and guarantees given	57,224	35,596
Total	57,224	35,596

Other short-term payables	31.12.2014	31.12.2013
Deposits and guarantees given	-	6,984
Due to shareholders	203,110	52,667
Due to related parties	133,966	163,256
Other payables	173,798	55,755
Total	510,874	278,662

8. Inventories

	31.12.2014	31.12.2013
Medical inventories	1,649,830	1,628,546
Financial expenses	-68,813	-69,749
Feedstocks	391,177	415,524
Housing constructions (*)	3,568,070	6,703,080
Other inventories	27,016	-
Total	5,567,279	8,677,401

Average cost is used for measurement of cost of stock and there is no stock which is demonstrated in net realizable value,

At the end of period, late charge of 68,813 TL in the current stocks is reported in the financial expenses, (31.12.2013– 69,749 TL),

(*)The company took a licence to build a Residential and Commercial construction in the 5,413 m2 area at Etimesgut/Ankara Bağlıca neighborhood in 2 May 2012, The construction is continuing,

9. Biological Assets

Biological Assets	31.12.2014	31.12.2013
Book value	2,961,856	2,077,381
Changes in the fair value	90,794	477,669
Total	3,052,650	2,555,050

Biological assets are recorded with its cost value firstly, At the end of each report period, it is evaluated on the basis of fair value, In the current period, the basis of the fair value decreased 630,505 TL, (31.12.2013: 48,771 TL increased)

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10. Tangible Assets

Tangible Assets	01.01.2014	Inputs	Outputs	31.12.2014
Lands	12,266,000			12,266,000
Buildings	35,183,482	2,014,775		37,198,257
Property, plant and equipment	11,010,091	161,900		11,171,991
Vehicles	665,529	150,722	-245,200	571,051
Furniture and fittings	18,799,828	1,500,081	-19,688	20,280,221
Leasing assets	11,165,138	1,800,735		12,965,873
Other fixed assets	555,801	11,837	-3,617	564,021
Ongoing Investments	89,639	-	-89,639	0
Total	89,735,508	5,640,050	-358,143	95,017,414
Birikmiş Amortismanlar	01.01.2013	Depreciation expense	Outputs	31.12.2014
Buildings	-229,779	-736,259		-966,038
Property, plant and equipment	-3,904,548	-920,284		-4,824,832
Vehicles	-117,604	-83,526	11,152	-189,978
Furniture and fittings	-6,528,448	-2,563,968	8,426	-9,083,990
Leasing assets	-3,369,139	-1,468,893		-4,838,032
Other tangible assets	-309,019	-51,351		-360,370
Total	-14,458,537	-5,824,280	19,578	-20,263,239
Net Value	75,276,971			74,754,175

Tangible Assets	01.01.2013	Inputs	Outputs	Valuation	31.12.2013
Lands	4,194,000	100,000	-	7,972,000	12,266,000
Buildings	22,052,013	330,113	-	12,802,483	35,183,482
Property, plant and equipment	10,848,378	161,713	-	-	11,010,091
Vehicles	411,007	339,533	-85,012	-	665,529
Furniture and fittings	11,729,569	7,070,259	-	-	18,799,828
Leasing assets	6,276,192	4,888,946	-	-	11,165,138
Other tangible assets	546,104	9,697	-	-	555,801
Ongoing investments	-	89,639	-	-	89,639
Total	56,057,263	12,900,262	-85,012	20,774,483	89,735,508
Depreciation	01.01.2013	Depreciation expense	Outputs	Valuation	31.12.2013
Buildings	-1,319,144	-459,066	-	1,548,432	-229,779
Property, plant and equipment	-3,009,932	-894,616	-	-	-3,904,548
Vehicles	-132,132	-56,281	70,809	-	-117,604
Furniture and fittings	-4,640,927	-1,887,521	-	-	-6,528,448
Leasing	-2,283,135	-1,086,004	-	-	-3,369,139
Other tangible assets	-250,346	-58,673	-	-	-309,019
	-	-	-	-	-
Total	11,635,616	-4,442,161	70,809	1,548,432	-14,458,537
Net Value	44,421,647				75.276.971

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Amount of mortgages over land and buildings is 59,825,000 TL (31.12.2013– 34,853,300 TL), Total amount of assurance of tangible assets is 153,775,350 TL (31.12.2013– 99,513,820 TL),

There is a rent annotation on the transformer over the company's land of hospital building with license and occupancy permit in the district of Sincan in the province of Ankara (Lokman Hekim Sincan Hospital) in favor of TEDAŞ for 99 years at the amount of 1 TL

The Company has taken a value assessment report from Zirve Real Estate Inc, As of the date of 26,06,2013 in order to determine the real value of the lands and buildings,

In the valuation according to valuation report of Zirve Real Estate Inc, ,total value of land and buildings raised 21,206,768TL from the recent financial statement records,

11. Intangible Assets

Intangible Assets	01.01.2014	Inputs	Outputs	31.12.2014
Special cost	2,155,826	632,645	-	2,788,471
Rights	8,024,237	-	-	8,024,237
Total	10,180,063	632,645	-	10,812,708
Depreciation	01.101.2014	Depreciation Costs	Outputs	31.12.2014
Special cost	-720,564	-386,018	-	-1,106,582
Rights	-587,808	-1,035,514	-	-1,623,322
Total	-1,308,372	-1,421,532	-	-2,729,904
Net Value	8,871,691			8,082,804

Intangible Assets	01.01.2013	Inputs	Outputs	31.12.2013
Special cost	1,521,766	634,060	-	2,155,826
Rights	5,270,000	2,754,237	-	8,024,237
Total	6,791,766	3,388,297	-	10,180,063
Depreciation	01.01.2013	Depreciation Cost	Outputs	31.12.2013
Special cost	-410,398	-310,166	-	-720,564
Rights	-103,141	-484,667	-	-587,808
Total	-513,539	-794,833	-	-1,308,372
Net Value	6,278,227			8,871,691

The amount appeared in rights of 8,043,446 TL composes costs of doctor's staff,

According to the issued change in the Official Gazette in 11,07,2013, transfer of staff and licence is allowed with article 6 of Private Hospital Regulation,,

12. Goodwill

	31.12.2014	31.12.2013
Goodwill	1,969,390	1,969,390

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13. Provisions, Conditional Assets and Liabilities

Lawsuits and Provisions;

Lawsuits and Provisions- 31.12.2014	Amount	Provision
Lawsuits to be filed by the Company, enforcement proceedings	-	-
Company against claims arising from labor service	68,670	-68,670
The case against SSI	129,833	-129,883

Lawsuits and Provisions- 31.12.2013	Amount	Provision
Lawsuits to be filed by the Company, enforcement proceedings	-	-
Company against claims arising from labor service	-	-
The case against SSI	-178,503	-178,503

Contingent Liabilities;

Type	Issued Place	31.12.2014	31.12.2013
Letter of Collaterals	Başkent Elkt Dağ, A.Ş,	44,218 TL	44,218 TL
Letter of Collaterals	Shell A.Ş,	-	40,000 TL
Letter of Collaterals	Enerjisa	60,000 TL	60,000 TL
Letter of Collaterals	Altı Mimarlık	5,000 TL	5,000 TL
Checks of collaterals	Aksa Jeneratör	-	180,000 TL
Letter of Collaterals	8, Asliye Hukuk Mahkemesi	69,581 TL	-
Letter of Collaterals	Mamak Belediyesi	70,100 TL	-
Letter of Collaterals	Keçiören Belediyesi	14,040 TL	-
Letter of Collaterals	Türk Telekom	9,448 TL	-
Letter of Collaterals	Başkent Doğalgaz	258,000 TL	258,000 TL
Letter of Collaterals	Alternatif İnşaat A.Ş,	100,000 €	100,000 €
Letter of Collaterals	Denizbank A.Ş	106.148 TL	-
Surety Bonds Issued (Leasing)	Finans Leasing	-	211,627 €
Checks of collaterals	Siemens A.Ş,	-	50,000 €
Checks of collaterals	Siemens A.Ş,	-	42,336 €
Surety Bonds Issued (Loan)	Kalkınma Bankası A.Ş,	-	2,200,000
Surety Bonds Issued (Loan)	Kalkınma Bankası A.Ş,	-	1,903,029 €
Mortgage (Loan)	Kalkınma Bankası A.Ş,	-	4,200,000 €
Mortgage (Loan)	Kalkınma Bankası A.Ş,	-	7,000,000 TL
Mortgage (Loan)	Ziraat Bankası A.Ş,	-	11,250,000 TL
Mortgage (Loan)	Türkiye Halk Bankası A.Ş,	4,030,000 TL	4,030,000 TL
Mortgage (Loan)	Albaraka Türk A.Ş,	-	5,000,000 TL
Mortgage (Loan)	Vakıfbank A.Ş,	52.240.000 TL	240,000 TL
Total TL Provision		57.189.115	44,449,486

Type	Issued Place	31.12.2014	31.12.2013
Guarantee checks and bonds	Costumer	1,874,119 TL	1,659,000 TL
Guarantee checks and bonds	Costumer	45,500 €	45,500 €
Letter of collaterals	Costumer	200,000 TL	200,000 TL
Total TL Provision		2,202,692	1,971,435

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14. Commitments

	31.12.2014	31.12.2013
A CPM's given for companies own legal personality	18,956,235	44,449,486
B CPM's given on behalf of fully consolidated companies		
C CPM's given for continuation of its activities on behalf of third parties		
D Total amount of other CPM's		
- - Total amount of CPM's given on behalf of the majority shareholder		
- Total amount of CPM's given to on behalf of other Group Companies which are not in scope of B and C,		
- Total amount of CPM's given on behalf of third parties which are not in scope of C,		
Total	18,956,235	44,449,486

There is a cross-sureties in favor to eachother for bank credit in the scope of consolidation of companies

15. Benefits Provided to Employees

	31.12.2014	31.12.2013
Severance pay provision	687,434	596,084
Provisions for days off	319,194	291,995
Total	1,006,628	888,079

The company assumes that the men will leave their jobs after working 25 years and women after 20 years, It is assumed as of the date of Balance Sheet Date that the termination indemnity will increase by %5 annually (increase on wages of employee) until the date of retirement(31.12.2013: %5 So that the termination indemnity is calculated on the retirement date at the time of balance sheet date, This amount is discount by %8 in accordance with the remaining time for retirement and net present value is calculated Cap for termination indemnity is 3,438 TL (31.12.2013– 3,438 TL)

Assumptions on the calculation of termination indemnity are as follows;

	31.12.2014	31.12.2013
Working period	F: 20years, M: 25 years	F: 20years, M: 25 years
Increase of wage	5%	5%
Not receive severance pay rate	90%	87%
Discount rate	8%	8%

Transactions within the period related to termination indemnity are as follows ;

	31.12.2014	31.12.2013
Beginning of the term	596,084	297,572
Payments	-578,666	-378,637
Interest cost	42,852	-
Period expense	183,938	200,268
Actuarial gain / loss	443,227	476,881
End of Period	687,434	596,084

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Actuarial income and losses are reported in income statement,

Provisions for Days Off

According to the applicable Code of Labour in Turkey, in case a labour agreement is terminated for any reason, the company has to pay wages for the annual days off which the employee did not take to the employee or his/her legal representatives at the time of termination,

In-period activities for days off are given as below:

	31.12.2014	31.12.2013
Beginning of the term	291,995	136,930
Payments / Cancellations	-	-93,653
Additional	27,199	248,718
End of period	319,194	291,995

Scope of Benefits Provided to Employee Liabilities	31.12.2014	31.12.2013
Accured fee to personnel	3,181,479	2,890,134
SSI premiums payable	1,108,805	950,207
Total	4,290,284	3,840,341

16. Other Current – Non-Current Assets / Other Liabilities, Prepaid Expenses, Current Period Tax-Related Assets, Payables under Employee Benefits, Deferred Revenues

Prepaid Expenses and Income Accruals	31.12.2014	31.12.2013
Advances given	736.111	1,143,655
Prepaid expenses	328.801	531,920
Unbilled service income accrual *	3.926.848	4,004,726
Total	4.991.760	5,680,301

*1,116,475 TL part of amount in 31.12.2013 is accrual income related with sales of office, All of the rest portion is accrual income of service provided to hospitalized patients

	01.01.2014	01.01.2013
Assets related current period tax	31.12.2014	31.12.2013
Prepaid tax and funds	-	118
Total	-	118

Other Current Asset	01.01.2014	01.01.2013
	31.12.2014	31.12.2013
Deferred VAT	459,512	1,081,054
Work advances	461,052	187,205
Advances to personnel	9,150	14,463
Total	929,714	1,282,722

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Prepaid expenses (long-term)	01.01.2014	01.01.2013
	31.12.2014	31.12.2013
Expenses of next years	343,032	440,284
Total	343,032	440,284

Deferred Incomes	01.01.2014	01.01.2013
	31.12.2014	31.12.2013
Advances Recieved (Short Term)	316,487	544,021
Total	316,487	544,021

Other Short-term Liabilities	01.01.2014	01.01.2013
	31.12.2014	31.12.2013
Taxes and funds payable	1,040,291	1,057,907
Restructured deferred tax and SSI liabilities		537,183
Prepaid salary promotional contract revenue	213,806	111,935
Doctor premiums	344,095	592,636
Total	1,598,192	2,299,661

Liabilities related current period tax	01.01.2014	01.01.2013
	31.12.2014	31.12.2013
Restructured deferred tax and SSI liabilities (*)	10,046,989	5,292,224
Total	10,046,989	5,292,224

(*)Restructured, deferren tax liabilities are deferred regarding to announcement of force majeure by Revenue Administration in Van because of earthquake in 23,11,2011, The end date of force majeure will be announced by administration

Deferred revenues (Long run)	01.01.2014	01.01.2013
	31.12.2014	31.12.2013
Advance premium of Bağkaya Konutları	589,925	2,508,283
Housing premium	-	4,767
Total	589,925	2,513,050

17. Shareholder's Equity

	31.12.2014	31.12.2013
Capital	24,000,000	16,000,000
Paid capital	24,000,000	16,000,000

The Companies capital from internal resources has been increased 8,000,000 TL to 24,000,000 Capital consists of 24,000,000 units each having a share which is 1TL. (31.12.2012 – Capital of the company is 16,000,000 TL and consists of 16,000,000 shares each has 1 TL value) Shareholders of the company and their capital .contributions are specified under Footnote 1)

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Share Issuance Premiums:

Share Issuance Premiums	31.12.2014	31.12.2013
Share Issuance premiums	-	8,709,225
Supply to public expenses	-	-1,014,364
Addings	-	-
Total	-	7,694,861

Share premiums consist of cash inflows caused as a result of the sale of the shares from market prices, These premiums are presented under shareholders' equity and cannot be distributed, However, they can be used for capital increase

The company offered its shares at an amount of 2,782,500 TL to public on 25.01.2011, Following public offering, the company gained share premium at an amount of 8,709,225 TL, 1,014,364 TL which has been burdened due to the offering of shares to public has been reported after deducting from share premiums gained,

The company decided to increase share capital to 24,000,000 TL. 7,694,861 TL of this capital made from share premium account

Revaluation Funds:

Revaluation funds	31.12.2014	31.12.2013
Revaluation fund on fixed assets	30,592,317	30,592,317
Effect of deferred tax	-1,529,616	-1,529,616
Total	29,062,701	29,062,701

Value increases contain the increases in the value which tangible assets with a fair value of land and buildings are displayed, In the calculation of the increase in value of deferred tax, the assumption of right to use 75% of exception has been considered which referred to in Article 5 of the Corporate Tax Law, Eventually, net of deferred tax effect has been 5%, The Company has taken a value assessment report from Zirve Real Estate Inc, for the land and buildings which include to tangible fixed assets, According to report, the real value of lands and buildings raised 21,206,768TL from value of recent financial statement records,

Defined Benefit Plans Re-measurement gains / losses (Actuarial Gain / Loss):

Defined Benefit Plans Re-measurement gains / losses (Actuarial Gain / Loss)	30.12.2014	31.12.2013
Beginning of the term	-534,267	-152,762
Additons within the period	-443,227	-476,881
Defferren tax	88,645	95,376
Total	-888,849	-534,267

The total burden of severance pay between the two periods is divided into interest expense, current period service cost and actuarial gains / losses, Interest expense is the cost of the use of the liability in the period that existed in the balance sheet of the previous accounting period and is the amount of liability of those who continue to work at the beginning of the period and also the one that was multiplied by the amount of the discount rate used in that year,

A total severance pay burden between the two periods, interest expense in the current period service cost and actuarial gains / losses are divided into sections, Interest cost of the previous fiscal year and the cost of the use of the balance sheet or in the period of the obligation to those who continue to work for the amount of the liability at the beginning of the period, multiplied by the amount of the discount rate used in that year, Current service cost in the current accounting period of the severance pay they deserve to be paid for work of employees in the amount of the discount rate, expected to reach the part resulting from the balance

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sheet day, Other than that the differences reflect the actuarial gains and losses, Actuarial gains / losses recognized in equity and current service cost and interest cost is recognized in the statement of comprehensive income,

Foreign Currency Translation Differences:

The Group's functional currency is the Turkish Lira, Iraq One of the Group companies Engürüsağ General Trading Co., Ltd., Sti, (Erbil) which operates in Iraq prepares its financial statements in U.S. dollars, Related company's financial statements are translated into the functional currency, Financial statements have been exchanged into Turkish Lira in accordance with the International Accounting Standards (IAS) No, 21, "The Effects of Changes in Foreign Exchange Rates",

In terms of exchange;

Asset items are converted to the functional currency with the exchange rates on the balance sheet, payables are converted to the functional currency with the exchange rates on the balance sheet, shareholders' equity is converted to the functional currency with the rate of date's exchange, income and expenses are exchanged to the functional currency with rates of the transaction date

Exchange differences	30.12.2014	31.12.2013
Beginning of term	-32,004	-32,004
Additions within period	-500,804	-
Total	-532,808	-32,004

Legal Reserves:

Restricted reserves	31.12.2014	31.12.2013
Legal reserves in beginning	748,826	577,588
Legal reserves from previous period' profit	199,054	171,238
Total	947,880	748,826

According to Turkish Commercial Code, legal reserves consist of first and second class legal reserves, First class legal reserves are reserved by %5 of the legal period profit until it reaches %20 of the company's capital,

Previous years Profit	31.12.2014	31.12.2013
Extraordinary reserves	3,492,171	985,042
- Beginning term	985,042	225,264
- coming from previous year profit	2,812,268	759,778
- Additions	-305,139	-
Previous year profit / loss	1,661,371	4,485,200
Total	5,153,542	5,470,242

The company decided to increase share capital to 24,000,000 TL. 305,139 TL of this capital consist of excess reserve.

In the 2012 General Assembly held on 28 May, it was decided to to distribute dividends the gross profit of 2,000,000 TL, (Gross per share is 0,125 TL)Dividend distribution has been completed on 03.06.2013. In the 2013 General Assembly held on 4 May, it was decided to to distribute dividends the gross profit of 969,854 TL, (Gross per share is 0,0606 TL)Dividend distribution has been completed on 30.06.2013.

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Non-controlling shares;

	31.12.2014	31.12.2013
Minority shares	1,412,673	1,045,168
Minority shares in previous year's profit		1,224,717
Minority shares in period's profit / loss	-656,656	-1,875,973
	328,124	
Total	1,084,141	393,912

18. Sales and Cost of Sales

	01.01.2014 31.12.2014	01.01.2013 31.12.2013
Sales of health care	115,589,804	102,180,206
Sales of biological assets and milk	2,396,231	2,716,963
Biological assets value rising/inpairment	-630,505	48,771
Sales of house	7,606,079	2,500,000
Total	124,961,605	107,445,940
Cost of sales health servicing	-105,905,294	-96,906,741
Cost of sales biological assets and milk	-1,539,629	-3,373,686
Cost of sales construction	-6,405,040	-1,736,076
Total	-113,849,963	-102,016,503
Gross Profit	11,111,642	5,429,437

Costs of service sales based on their character are as follows:

	01.01.2014 31.12.2014	01.01.2013 31.12.2013
Fees and fees related expenses	59,242,484	56,270,358
Raw material and supplies	30,363,553	27,576,549
Depreciation and amortization	6,645,258	5,406,333
Energy, fuel and water charges	4,378,097	3,319,897
Maintenance service expenses	3,415,859	2,367,694
Rental expenses	4,354,036	3,680,159
Representation and travel expenses	479,596	194,653
Miscellaneous expenses	4,971,080	3,200,860
Total	113,849,963	102,016,503

Late interest regarding to the stocks in the period at an amount of 371,037 TL is reported under financial costs. (31.12.2013-354,345 TL).

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19. Marketing, Sales and Distribution Costs, General Administrative Costs

	01.01.2014 31.12.2014	01.01.2013 31.12.2013
Marketing, sales and distribution expenses	-4,240,535	-3,323,348
Operating expenses	-891,522	-973,722
Total	-5,132,057	-4,297,070
Marketing, sales and distribution expenses	01.01.2014 31.12.2014	01.01.2013 31.12.2013
Advertising Expenses	-864,983	-967,149
Miscellaneous Expenses	-26,539	-6,573
Total	-891,522	-973,722
Operating expenses	01.01.2014 31.12.2014	01.01.2013 31.12.2013
Fees and similar expenses	-2,919,839	-1,855,922
Representation, travel and transportation expenses	-13,775	-110,585
Consultancy, advisory, litigation execution and notary expenses	-370,308	-277,915
Energy, fuel and water charges	-79,952	-104,051
Maintenance service expenses	-30,358	-140,843
Rent expenses	-242,441	-139,172
Communication expenses	-42,607	-67,959
Depreciation	-212,490	-111,600
Other	-328,765	-515,299
Total	-4,240,535	-3,323,346

20. Other Income

	01.01.2014 31.12.2014	01.01.2013 31.12.2013
Provisions no longer required	49,870	-
The revenues from the Bank's salary contracts	245,174	315,641
Sales of consumables	-	1,004,513
Rent income	538,964	264,657
Insurance income	163,938	131,080
Incentives and support revenue	16,215	31,256
Profit from sales of tangible assets	564,493	33,538
Profit from sales of electric	102,431	138,636
Other	223,253	-
Total	1,904,339	1,919,321

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21. Other Costs

	01.01.2014 31.12.2014	01.01.2013 31.12.2013
Provision expenses	-254,974	-226,964
Donations and grants	-68,507	-191,839
Sponsorship expenses	-	-175,000
Tax expenses	-56,175	-13,023
Loss from sales of tangible assets	-1,121,438	-40,967
Comission expenses	-16,031	-
Other	-546,580	-209,014
Total	-2,063,705	-856,807

22. Financial Income

	01.01.2014 31.12.2014	01.01.2013 31.12.2013
Interest revenue	5,360	287,833
Foreign exchange gains	710,032	825,645
Accrued interest revenue	1,080,998	442,216
Total	1,796,390	1,555,694

23. Financial Costs

	01.01.2014 31.12.2014	01.01.2013 31.12.2013
Foreign exchange losses	-450,974	-529,853
Accrued interest loss	-1,669,667	-825,965
Interest expenses – Short Term	-2,341,752	-2,336,043
Interest expenses – Long Term	-855,587	-734,980
Total	-5,317,980	-4,426,841

24. Tax Revenue / Expense**Corporate Tax**

The rate of corporate tax is %20 which is calculated on legal tax base that is the commercial income of the companies plus non-deductible costs which are not allowed according to tax regulations less the exemptions which are allowed according to tax codes.

There is withholding on the dividend payments and this withholding liability is accrued in the dividend payment period. Dividend payments made to limited liable tax payer institutions which gain income through a company in Turkey or permanent agent and corporations resides in Turkey are subject to withholding tax at a rate of %15. Double Taxation Agreements are also taken into consideration on the determination of withholding rates on the dividend payments made to limited liable tax payers and real persons. Contribution of previous years' profits to capital are not considered as dividend payment, therefore not subject to withholding tax.

Rules regarding to transfer pricing are set under Article 13 of Corporate Tax Law, section "Hidden dividend distribution through transfer pricing". General Communiqué on the hidden dividend distribution through transfer pricing dated 18 November 2007 includes regulations about the implementation. If a tax payer

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interacts with a related party through selling / buying of goods or services and prices cannot be determined in such a way that independent of both parties and each no has control on the other, then related profits are considered to be distributed in a hidden way through transfer pricing. Such hidden dividend distributions cannot be deducted from corporate tax calculation.

According to Turkish tax regulations, financial losses can be carried forward for 5 years in order to be written off from the future corporate profits. However, financial losses cannot be written off from previous years' profits. There is not any procedure like reaching a mutual agreement with the tax office for the taxes to be paid in Turkey. Corporate tax declarations are submitted in for months following end of financial year. Tax authorities can inspect the tax declarations and related documents for 5 consecutive years and make necessary adjustments based on the findings;

Tax income / expense as follows:

Current tax provision	31.12.2014	31.12.2013
Tax provision of current income	-463.950	-
Prepaid taxes	347.015	-
Net	116.935	-

Investment Deduction

It has been ruled that according to Provisional Article 69 which was added to Income Tax Law numbered 193 through Law numbered 5479 and become effective after 1 January 2006 and published in Official Gazette numbered 26133 and dated 8 April 2006, within the scope of this article tax payers can only deduct the calculated investment deduction amount – in accordance with the rules applicable on 31. December 2012 – (including the rules regarding the tax rates) from their corporate incomes for the financial years 2006, 2007 and 2008; therefore, implementation of investment deduction has abolished as of 31 January 2006. Under this frame, tax payers which have not used a portion or all of their right to deduct investment deduction incentive in three year period had lost their rights as of 31 December 2008. On the other hand, Article 2 and 15 of law numbered 5479 and Article 19 of Income Tax Law has been abolished as of 1 January 2006 and so that it is not allowed to use the investment deduction incentive on the investment costs which has been made between 1 January 2006 and 8 April 2006.

Contribution to Investment

(*) Corporate Tax Law Article 32 / A of the application with the reduced corporate tax came into force on 28.02.2009. The promotion of investment since 2009 has started on a different system than before. These systems are based on the 2009/15199 and 2012/3305 are described by the Council of Ministers Decision.

Reduced corporate tax investments to be made with the application of the proceeds from the contribution amount until it reaches the reduced corporate tax rate of taxation is intended. These investments contribute to the system by determining the rate and amount of investment gains in the amount of the contribution is based on the principle of less taxation. Defined contribution amount for each investment until the reduced corporate tax rate by applying the tax to be charged in the amount of the contribution of the investment is promoted.

Contribution to investment amount, reduced corporate tax to be applied for collection with the foregone tax through investments amount to be covered by the state. The investment contribution rate is represented by the division of total contribution amount by the total investment incentive.Reduced corporate tax contribution amount will be applied until it reaches to amount of contribution investment.. Therefore, reduction in corporate tax practice is not limited to a certain period.

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Deferred tax

Deferred Tax - 31.12.2014

	Temporary Differences	Tax assets	Tax liabilities
Contribution to investment	2,339,360	421,085	-
Valuation differences of biological assets	-152,837	30,567	-
Valuation increases in fixed assets (*)	30,592,317	-	1,529,616
Value adjustments of fixed assets (*)	-	-	-
Value adjustments of fixed assets (**)	6,951,951	-	1,390,390
Stock Adjustment	68,813	13,762	-
Doctor's progress payment premiums	137,084	27,417	-
Provisions for employee benefits	1,006,628	201,326	-
Receivable provision	1,076,662	215,333	-
Financial Losses	5,159,333	1,031,866	-
Credit rediscount	827,661	165,532	-
Dept rediscount	489,932	-	97,986
Accrued income related with ongoing treatment of patients	900,450	-	235,111
Case provisions	78,670	15,734	-
Maintenance expense adjustments	230,670	46,134	-
Exchange differences and interest accruals	453,014	7,764	82,838
Total		2,176,520	3,335,941
NET			1,159,421

Deferred tax - 31.12.2013

	Temporary Differences	Tax asset	Tax liabilities
Investment discount	1,049,075	209,815	-
Valuation differences of biological assets	1,580,864	-	316,173
Valuation increases in the fixed assets (*)	30,592,317	-	1,529,616
Value adjustments of fixed assets (**)	6,731,638	-	1,346,328
Stock adjustment	69,749	13,950	-
Doctor's progress payment premiums	502,051	100,410	-
Provisions for employee benefits	888,079	177,616	-
Receivable provision	951,452	190,290	-
Financial Losses	7,515,932	1,503,186	-
Credit rediscount	521,317	104,263	-
Dept rediscount	402,156	-	80,431
Accrued income related with ongoing treatment of patients	1,338,964	-	267,793
Case provision	178,503	35,701	-
Maintenance expense adjustments	230,667	-	46,133
Exchange differences and interest accruals	373,890	-	74,778
Income accruals	550,498	-	110,100
Total		2,335,231	3,771,352
NET			1,436,121

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(*)Company made the calculation of deferred tax of appreciation which occurred after the result of valuation of land and buildings with assumption of getting benefit from the exception at the rate of %75 which is indicated in Article 5 in Corporate Tax Law. Conditions for getting benefit from this exception are like below;

-
- Immovable will be in company's asset minimum for 2 years.
- Profits arising from sale of immovable will be held in a private fund account at liabilities during 5 years.
- Sale price will be collected at the end of following the second year after sale is made.

(**)This amount is net correction over the other intangible assets separated from intangible assets that valuation made for it (value correction which is made over its amortizations because of calculation of amortization according to its cost and useful life) and effect of deferred tax is considered as %20.

25. Earnings Per Share

	01.01.2014 30.12.2014	01.01.2013 31.12.2013
Profit / Loss	2,022,734	-724,125
Number of Shares	24,000,000	16,000,000
Earnings / Loss per share	0,084281	-0,045258

26. Explanations regarding to Related Parties

	31.12.2014		31.12.2013	
	Commercial	Non-commercial	Commercial	Non-commercial
Receivables from related parties	669,055		111.941	-
Payables to related parties	-3,013,601	-337,076	-5.564.962	-215.923
Total	-2,344,546	-337,076	-5.453.021	-215.923
NET	-2,681,622		-5,668,944	

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Revenue/ Expenses	31.12.2014		31.12.2013	
	Revenue	Expenses	Revenue	Expenses
Afşar Matbaacılık Ofset Ve Tipo Tesisleri		-293,583	-	-363.876
Akgül Grup Gıda	197,060	-20,843	204,156	-15.127
Çetin Matbaacılık Ofset Tipo		-1,400	-	-
Lokman Hekim Tıbbi Hizmetler Tic.Ltd.Şti.		-1,024,787	-	-1.039.279
Koç Medikal Tıbbi Hizmetler	5,140	-159,171	6,088	-174.103
Özdemir İnşaat Tah. Müh. Ve Orm. Ürün. Tic Ltd.Şti		-91,000	-	-84.300
Özkanlar Paz.İth. İhr. Gıda Mad. Tic. Ltd. Şti.		-9,049	-	-
Medisina Sağlık A.Ş.		-80,220	-	-44,315
Pozitron Sağlık Hiz. San. Ve Tic. Ltd. Şti.	324	-1,376,614	-	-1.584.676
Şekerciler Gıda Tic. Ltd. Şti.		-2,555	-	-1,107
Necmettin DİN		-579	-	-
Mustafa SARIOĞLU		-15	-	-
Mehmet BARCA	321		-	-
İrfan BEĞENDİ	222,772	-24,125	-	-
Hamdi ÖZKAN		-22	-	-
Celil GÖÇER		-15	-	-
Bilgen İnş.Konf.Taah.San.Tic.Ltd.Şti.	1,116,475		-1,383,525	-
B Ajans Medya Yayın Dan. Org San. Tic. Ltd. Şti			-	-36.000
Safi Sağlık Ticaret A.Ş.	10,320	-18,000	-	-18,000
Van Divan Sağlık Eğitim A.Ş.		-420,000	-	-420.000
Benefits provided for managing the top managerial staff		-1,157,070	-	-1.255.837
Benefits provided to Senior management for professional activities		-1,246,257	-	-1,261,868
Benefits to employed partners in the company		-1,323,219	-	-1.388.748
Total	1,552,412	-7,248,525	1,593,769	-7.687.236
NET		-5,696,112		-6,093,467

Carges paid to key managers are in the "providing benefits to top managerial staff because of the management". Key managerial personnel are not provided any other benefit aside from charge.

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27. Levels and Characteristics of Risks Arising from Financial Instruments

Credit Risk: Company's credit risk can arise from its trade receivables. Company management evaluates its trade receivables considering past experiences and current economic situation. Company management does not envision additional risk about trade receivables.

31.12.2014	Receivables				Bank Deposits	Other
	Trade Receivables		Other Receivables			
	Related Parties	Other	Related Parties	Other		
Maximum exposed credit risk as of reporting date (A+B)	669,055	26,294,929		543,332	122,302	2,303,680
- Secured portion of the maximum credit risk by guarantees, etc						
A. Net book value of financial assets either are not due or not impaired	669,055	26,294,929		543,332	122,302	2,303,680
B. Net book value of impaired assets						
- Overdue (Gross book value)		1,147,438				
- Overdue (Gross book value)		-1,147,438				

31.12.2013	Receivables				Bank Deposits	Other
	Trade Receivables		Other Receivables			
	Related Parties	Other	Related Parties	Other		
Maximum exposed credit risk as of reporting date (A+B)	111,941	19,614,970	-	342,963	442,192	1,509,910
- Secured portion of the maximum credit risk by guarantees, etc						
A. Net book value of financial assets either are not due or not impaired	111,941	19,659,070	-	342,963	442,192	1,509,910
B. Net book value of impaired assets		-				
- Overdue (Gross book value)		968,515				
- Impairment (-)		-968,515				

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Liquidity Risk: Liquidity Risk is that company does not fulfill its obligation of net funding. Decrease in the fund resources such as breakdowns in the markets or reducing credit score causes emergence of liquidity risk. Company management manages the liquidity risk by means of distributing the fund resources and holding enough cash and cash equivalents to fulfill its current and possible obligations. Statement that demonstrates the company's current and previous liquidity risk is below.

31.12.2014							
Contractual maturities	Book value	Total of contract based cash outflow (=I+II+III+IV)	0-3 month (I)	3-12 months (II)	1-5 years (III)	5 - years (IV)	Demand deposit
Non-derivative financial liabilities							
Financial liabilities	28,501,388	28,501,388	2,040,646	3,325,858	486,915		22,647,968
Financial leasing liabilities	4,542,959	4,542,959	656,950	1,861,859	2,024,149		
Expected maturities	Book value	Total of contract based cash outflow (=I+II+III+IV)	0-3 month (I)	3-12 months (II)	1-5 years (III)	5 - years (IV)	Demand deposit
Non-derivative financial liabilities							
Trade payables	8,273,692	8,273,692					
Other payables	510,874	510,874					
Current income tax liabilities	-						
Debt provisions	198,503	198,503					198,503
Other liabilities		11,645,181	1,040,291	557,901	10,046,989		
Provisions related employee benefits	1,006,628	1,006,628					1,006,628
31.12.2013	8,273,692	8,273,692					
Contractual maturities	Book value	Total of contract based cash outflow (=I+II+III+IV)	0-3 month (I)	3-12 months (II)	1-5 years (III)	5 - years (IV)	Demand deposit
Non-derivative financial liabilities							
Financial liabilities	26,666,879	26,634,868	853,557	4,518,962	2,531,816		18,730,533
Financial leasing liabilities	5,073,170	5,521,846	556,765	1,614,627	3,350,454		
Expected maturities	Book value	Total of contract based cash outflow (=I+II+III+IV)	0-3 month (I)	3-12 months (II)	1-5 years (III)	5 - years (IV)	Demand deposit
Non-derivative financial liabilities							
Trade payables	17,888,770	17,888,770	17,070,508	818,262			
Other payables	278,662	278,662	203,495	75,167	0,27		
Current income tax liabilities	-	-	-				
Debt provisions	178,503	178,503					178,503
Other liabilities	7,591,885	7,591,885	3,678,173	3,654,759	258,952		
Provisions related employee benefits	888,079	888,079					888,079

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Currency Risk;

Foreign Currency Position Table - 31.12.2014	TL Equivalent (Functional currency)	Dollars	Euro
1. Trade receivables	39,396		8,028
2a. Monetary financial assets (Cash, Bank accounts included etc.)	464	200	
2b. Non-monetary financial assets			
3. Other	9,872		3,500
4. Current Assets (1 +2 +3)	49,732	200	11,528
5. Trade payables	2782	1200	
6a. Monetary financial liabilities			
6b. Non-monetary financial assets			
7. Other			
8. Fixed Assets (5 +6 +7)	2,782	1,200	0
9. Total Assets (4 +8)	52,514	1,400	11,528
10. Trade Payables	6,582	1150	1,364
11. Financial Liabilities			
12a. Other monetary liabilities			
12b. Other non-monetary liabilities			
13. Short-Term Liabilities (10+11+12)	6,582	1,150	1,364
14. Trade Payables			
15. Financial Liabilities			
16 a. Other monetary liabilities			
16 b. Other non-monetary liabilities			
17Long-Term Liabilities (14+15+16)			
18. Total Liabilities (13 +17)	6,582	1,150	1,364
19. Off-balance sheet foreign currency derivative instruments Net Asset / (Liability) Position (19a-19b)			
19a. Active-balance sheet foreign currency derivative assets			
19b. Off-balance Sheet Foreign Currency Derivative assets			
20. Net foreign currency asset / (liability) position (9-18+19)	45,932	250	10,164
21. Monetary accounts net foreign Currency Asset / (Liability) Position (=1+2a+5+6a-10-11-12a-14-15-16a)	36,060	250	6,664
22. Fair value of financial instruments used to manage foreign currency position			
23. Amount of Hedged Foreign Currency Assets			
24. Amount of Currency Hedged Liabilities			
25. Export			
26. Import			

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Foreign Currency Position Table - 31.12.2013	TL Equivalent (Functional currency)	Dollars	Euro	Islam Dinar
1. Trade receivables	324,003	102,406	35,906	-
2a. Monetary financial assets (Cash, Bank accounts included etc.)	960	449	-	-
2b. Non-monetary financial assets	-	-	-	-
3. Other	-	-	-	-
4. Current Assets (1 +2 +3)	324,963	102,855	35,906	-
5. Trade payables	-	-	-	-
6a. Monetary financial liabilities	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-
7. Other	3,628	1,700	-	-
8. Fixed Assets (5 +6 +7)	3,628	1,700	-	-
9. Total Assets (4 +8)	328,591	104,555	35,906	-
10. Trade Payables	-253,622	-59,281	-43,282	-
11. Financial Liabilities	-1,572,118	-	-49,070	-434,116
12a. Other monetary liabilities	-	-	-	-
12b. Other non-monetary liabilities	-	-	-	-
13. Short-Term Liabilities (10+11+12)	-1,825,740	-59,282	-92,352	-434,116
14. Trade Payables	-	-	-	-
15. Financial Liabilities	-3,995	-	-1,360	-
16 a. Other monetary liabilities	-	-	-	-
16 b. Other non-monetary liabilities	-	-	-	-
17Long-Term Liabilities (14+15+16)	-3,995	-	-1,360	-
18. Total Liabilities (13 +17)	-1,829,735	-59,282	-93,712	-434,116
19. Off-balance sheet foreign currency derivative instruments Net Asset / (Liability) Position (19a-19b)	-	-	-	-
19a. Active-balance sheet foreign currency derivative assets				
19b. Off-balance Sheet Foreign Currency Derivative assets				
20. Net foreign currency asset / (liability) position (9-18+19)	-1,501,143	45,274	-57,806	-434,116
21. Monetary accounts net foreign Currency Asset / (Liability) Position (=1+2a+5+6a-10-11-12a-14-15-16a)	-1,501,143	45,274	-57,806	-434,116
22. Fair value of financial instruments used to manage foreign currency position				
23. Amount of Hedged Foreign Currency Assets				
24. Amount of Currency Hedged Liabilities				
25. Export				
26. Import				

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Sensitivity analysis;

Sensitivity analysis is done with the assumption that all variables are constant such as in the situations of depreciation or appreciation of TL by %10 against exchange rate and interest rates as from the date of 31.12.2014 and 31.12.2013.

31.12.2014	Gain / Loss	
	Foreign exchange appreciation	Foreign exchange depreciation
In case +/-10% fluctuation of USD rate:		
1- U.S. Dollar net asset / liability	267	-267
2- Hedged portion from U.S. Dollar risk (-)		
3- U.S. Dollar Net Effect (1 +2)	267	-267
In case +/-10% fluctuation of EURO rate		
4- EURO net asset / liability	2,872	-2,872
5- Hedged portion from EURO risk (-)		
6- EURO Net Effect (4+5)	2,872	-2,872
TOTAL (3+6)	3,139	-3,139

31.12.2013	Gain / Loss	
	Foreign exchange appreciation	Foreign exchange depreciation
In case +/-10% fluctuation of USD rate:		
1- U.S. Dollar net asset / liability	392	-392
2- Hedged portion from U.S. Dollar risk (-)		
3- U.S. Dollar Net Effect (1 +2)	392	-392
In case +/-10% fluctuation of EURO rate		
4- EURO net asset / liability	-14,519	14,519
5- Hedged portion from EURO risk (-)		
6- EURO Net Effect (4+5)	-14,519	14,519
In case +/-10% fluctuation of Islam Dinar rate		
7- Islam Dinar net asset / liability	-348,415	348,415
8- Hedged portion from Islam Dinar risk (-)		
9- Islam Dinar Net Effect (7+8)	-348,415	348,415
TOTAL (3+6+9)	-362,542	362,542