

DOĞUŞ OTOMOTİV SERVİS VE TİCARET A.Ş.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL
POSITION AS AT 31 MARCH 2016 AND 31 DECEMBER 2015
(Amounts expressed in thousands of TL unless otherwise indicated.)

		Reviewed	Audited
	Notes	31 March 2016	31 December 2015
ASSETS			
Current assets		2,661,514	2,489,232
Cash and cash equivalents	5	44,551	71,870
Trade receivables		911,703	1,103,939
Due from related parties	23.3	677,311	768,976
Trade receivables from third parties		234,392	334,963
Other receivables		70,046	43,716
Due from related parties	23.4	1,617	1,639
Other receivables from third parties	9	68,429	42,077
Inventories	10	1,527,397	1,214,122
Prepayments	15.1	97,088	19,198
Other current assets		10,729	20,403
Current income tax assets		-	15,984
Non-current assets		1,558,130	1,490,671
Available-for-sale financial assets	6	533,196	511,815
Other receivables		337	260
Other receivables from third parties		337	260
Investments in equity accounted investees	11	260,780	239,010
Property and equipment	12	675,319	664,043
Intangible assets		21,914	20,848
Investment property	13	20,119	20,222
Prepayments	15.2	32,455	28,811
Deferred tax assets	21	14,010	5,662
TOTAL ASSETS		4,219,644	3,979,903

Accompanying notes are an integral part of these condensed consolidated interim financial information.

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POSITION AS AT 31 MARCH 2016 AND 31 DECEMBER 2015
(Amounts expressed in thousands of TL unless otherwise indicated.)

	Notes	Reviewed 31 March 2016	Audited 31 December 2015
LIABILITIES			
Current liabilities		2,789,782	2,304,035
Short-term borrowings	7	1,604,831	1,619,581
Short-term portion of long-term borrowings	7	39,287	25,335
Trade payables		711,813	509,411
Due to related parties	23.7	27,885	23,565
Trade payables to third parties	8.2	683,928	485,846
Other payables		300,000	-
Due to related parties-other	23.10	300,000	-
Payables related to employee benefits		29,816	13,894
Income tax payable	21	4,755	3,166
Short-term provisions		56,332	54,983
Short-term provisions related to employee benefits	14.1	5,198	5,193
Other short-term provisions	14.1	51,134	49,790
Deferred income	15.3	19,102	13,604
Other current liabilities	16	23,846	64,061
Non-current liabilities		298,360	312,985
Long-term borrowings	7	280,618	296,208
Long-term provisions		14,701	13,937
Long-term provisions related to employee benefits		14,701	13,937
Deferred tax liabilities	21	476	2,625
Other non-current liabilities		2,565	215
TOTAL LIABILITIES		3,088,142	2,617,020
EQUITY			
Equity attributable to equity holders of the Company		1,127,048	1,358,516
Share capital	17	220,000	220,000
Inflation adjustment to share capital	17	23,115	23,115
<i>Accumulated other comprehensive income/expense that will not be reclassified through profit or loss</i>			
Actuarial losses on employee benefits		(7,675)	(7,248)
<i>Accumulated other comprehensive income/expense that will be reclassified through profit or loss</i>			
Value increase reserves		452,421	430,890
Fair value reserve	17	452,421	430,890
Translation reserve	17	6,336	6,033
Restricted reserve	17	226,009	146,889
Retained earnings	17	159,717	235,916
Profit for the period		47,125	302,921
Non-controlling interests	17	4,454	4,367
TOTAL EQUITY		1,131,502	1,362,883
TOTAL EQUITY AND LIABILITIES		4,219,644	3,979,903

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DOĞUŞ OTOMOTİV SERVİS VE TİCARET A.Ş.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF PROFIT OR LOSS
FOR THE THREE MONTH PERIODS ENDED 31 MARCH
(Amounts expressed in thousands of TL unless otherwise indicated.)

		Reviewed	Reviewed
	Notes	31 March 2016	31 March 2015
Revenue		2,252,445	2,175,042
Direct cost of revenue (-)		(1,999,670)	(1,907,684)
GROSS PROFIT		252,775	267,358
General administration expenses (-)	18	(86,143)	(65,423)
Marketing expenses (-)	18	(71,023)	(56,647)
Warranty expenses (-)	18	(18,722)	(9,872)
Other income from operating activities		24,221	14,975
Other expenses from operating activities (-)		(10,913)	(6,888)
RESULTS FROM OPERATING ACTIVITIES		90,195	143,503
Income from investing activities	19	-	33,190
Share of profit of equity accounted investees	11	20,551	12,634
OPERATING PROFIT BEFORE FINANCE EXPENSE		110,746	189,327
Finance expense (-)	20	(54,248)	(28,273)
OPERATING PROFIT BEFORE INCOME TAX		56,498	161,054
Tax expense		(9,286)	(28,529)
Income tax expense	21	(20,745)	(36,817)
Deferred tax income	21	11,459	8,288
PROFIT FOR THE PERIOD		47,212	132,525
Attributable to			
Non-controlling interests		87	315
Equity holders of the Company		47,125	132,210
Earnings per share	22		
Earnings per share from continuing operations		0.2142	0.6010
Diluted earnings per share			
Diluted earnings per share from continuing operations		0.2142	0.6010

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DOĞUŞ OTOMOTİV SERVİS VE TİCARET A.Ş.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF OTHER
COMPREHENSIVE INCOME FOR THE THREE MONTH PERIODS
ENDED 31 MARCH

(Amounts expressed in thousands of TL unless otherwise indicated.)

	<u>Notes</u>	<u>Reviewed</u> <u>31 March 2016</u>	<u>Reviewed</u> <u>31 March 2015</u>
PROFIT FOR THE PERIOD		47,212	132,525
Other comprehensive income/(loss):			
Items that will not be reclassified through profit or loss			
Actuarial losses on employee benefits		(534)	(1,947)
Tax income related to other comprehensive income items that will not be reclassified through profit or loss	21	107	389
Items that will be reclassified through profit or loss			
Foreign currency translation differences		303	3,368
Change in fair value of available-for-sale financial assets	6	21,381	(2,241)
Change in fair value of available-for-sale financial assets and hedge reserves held by equity accounted investees, net	11	1,219	(417)
Tax income/(expense) related to other comprehensive income items that will be reclassified through profit or loss	21	(1,069)	151
OTHER COMPREHENSIVE INCOME/(LOSS)		21,407	(697)
TOTAL COMPREHENSIVE INCOME		68,619	131,828
Attributable to			
Non-controlling interests		87	315
Equity holders of the Company		68,532	131,513

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DOĞUŞ OTOMOTİV SERVİS VE TİCARET A.Ş.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY
FOR THE THREE MONTH PERIODS ENDED 31 MARCH

(Amounts expressed in thousands of TL unless otherwise indicated.)

	Share capital (Note 17)	Inflation adjustment to share capital (Note 17)	Accumulated other comprehensive income/expense that will not be reclassified through profit or loss	Accumulated other comprehensive income/expense that will be reclassified through profit or loss			Restricted reserves (Note 17)	Accumulated earnings		Total	Non- controlling interests (Note 17)	Equity
			Actuarial losses on employee benefits	Fair value reserve (Note 17)	Hedge reserve (Note 17)	Translation Reserve (Note 17)		Retained Earnings	Net profit / loss for the period			
Balance at 1 January 2015 (Audited)	220,000	23,115	(5,637)	450,352	8,414	2,442	132,704	148,466	251,635	1,231,491	4,844	1,236,335
Profit for the period	-	-	-	-	-	-	-	-	132,210	132,210	315	132,525
Transfers	-	-	-	-	-	-	-	251,635	(251,635)	-	-	-
Change in fair value of available-for-sale financial assets, net	-	-	-	(2,090)	-	-	-	-	-	(2,090)	-	(2,090)
Change in hedge reserve of joint ventures	-	-	-	-	(289)	-	-	-	-	(289)	-	(289)
Change in fair value of available-for-sale assets held by associates, net	-	-	-	(128)	-	-	-	-	-	(128)	-	(128)
Transfer to legal reserves	-	-	-	-	-	-	13,900	(13,900)	-	-	-	-
Foreign currency translation differences	-	-	-	-	-	3,368	-	-	-	3,368	-	3,368
Actuarial losses on employee benefits	-	-	(1,558)	-	-	-	-	-	-	(1,558)	-	(1,558)
Total comprehensive income for the period	-	-	(1,558)	(2,218)	(289)	3,368	13,900	237,735	(119,425)	131,513	315	131,828
Profit distribution	-	-	-	-	-	-	-	(150,000)	-	(150,000)	-	(150,000)
Transactions with owners of the Company, recognized directly in equity	-	-	-	-	-	-	-	(150,000)	-	(150,000)	-	(150,000)
Balance at 31 March 2015 (Reviewed)	220,000	23,115	(7,195)	448,134	8,125	5,810	146,604	236,201	132,210	1,213,004	5,159	1,218,163
Balance at 1 January 2016 (Audited)	220,000	23,115	(7,248)	430,890	-	6,033	146,889	235,916	302,921	1,358,516	4,367	1,362,883
Profit for the period	-	-	-	-	-	-	-	-	47,125	47,125	87	47,212
Transfers	-	-	-	-	-	-	-	302,921	(302,921)	-	-	-
Change in fair value of available-for-sale financial assets, net	-	-	-	20,312	-	-	-	-	-	20,312	-	20,312
Change in fair value of available-for-sale assets held by associates, net	-	-	-	1,219	-	-	-	-	-	1,219	-	1,219
Transfer to legal reserves	-	-	-	-	-	-	79,120	(79,120)	-	-	-	-
Foreign currency translation differences	-	-	-	-	-	303	-	-	-	303	-	303
Actuarial losses on employee benefits	-	-	(427)	-	-	-	-	-	-	(427)	-	(427)
Total comprehensive income for the period	-	-	(427)	21,531	-	303	79,120	223,801	(255,796)	68,532	87	68,619
Profit distribution	-	-	-	-	-	-	-	(300,000)	-	(300,000)	-	(300,000)
Transactions with owners of the Company, recognized directly in equity	-	-	-	-	-	-	-	(300,000)	-	(300,000)	-	(300,000)
Balance at 31 March 2016 (Reviewed)	220,000	23,115	(7,675)	452,421	-	6,336	226,009	159,717	47,125	1,127,048	4,454	1,131,502

Accompanying notes are an integral part of these condensed consolidated interim financial information.

DOĞUŞ OTOMOTİV SERVİS VE TİCARET A.Ş.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
FOR THE THREE MONTH PERIODS ENDED 31 MARCH
(Amounts expressed in thousands of TL unless otherwise indicated.)

		Reviewed	Reviewed
	Notes	31 March 2016	31 March 2015
A. CASH FLOWS FROM OPERATING ACTIVITIES:		67,651	(106,484)
Profit for the period		47,212	132,525
<i>Adjustments for profit for the period reconciliation:</i>			
Adjustments for gain on sales of property and equipment		(5,468)	(1,985)
Adjustments for income tax expense	21	9,286	28,529
Adjustments for depreciation and amortization	18.2	14,694	11,249
Adjustments for share of profit of equity accounted investees	11	(20,551)	(12,634)
Adjustments for interest income		(106)	(167)
Adjustments for interest expense		53,490	24,792
Adjustments for unrealized foreign currency translation differences		-	(1,299)
Adjustments for warranty provision expense	18	18,722	9,872
Adjustments for provision for unused vacation		292	(17)
Adjustments for provision for dealer premium accrual	8.2	45,334	51,873
Adjustments for provision for employee benefits		728	590
Adjustments for legal provision expenses		428	1,054
Adjustments for provision for doubtful receivables		172	566
Adjustments for provision for diminution in the value of inventories	10	434	323
Adjustments for gain from sale of shares of equity accounted investees	19	-	(21,805)
Adjustments for dividend income	19	-	(11,636)
Changes in working capital			
Adjustments for changes in trade receivables		100,269	(20,221)
Adjustments for changes in due from related parties		91,665	(28,492)
Adjustments for changes in due to related parties		4,320	5,818
Adjustments for changes in inventories		(313,709)	(513,390)
Adjustments for changes in trade payables		155,061	324,347
Adjustments for changes in other assets/liabilities		(97,111)	(63,705)
Cash flows from operations			
Legal penalties paid		(266)	(1,437)
Employee termination benefits paid		(498)	(555)
Warranty claims paid		(17,540)	(15,943)
Unused vacation paid		(287)	(44)
Income tax paid		(19,156)	(5,317)
Collection of doubtful receivables, net		130	458
Interest received		106	167
B. INVESTING ACTIVITIES		(24,613)	70,116
Cash outflow by acquisition of property and equipment		(39,523)	(14,200)
Cash inflow by proceeds from sales of property and equipment		19,299	8,650
Cash outflow by acquisition of intangible assets		(4,389)	(3,263)
Cash inflow by sale of shares of equity accounted investees		-	67,293
Dividend received	19	-	11,636
C. FINANCING ACTIVITIES		(70,934)	52,733
Interest paid		(37,604)	(48,701)
Repayment of borrowings		(671,240)	(722,403)
Proceeds from issuance of borrowings		639,527	823,837
Cash outflows arising from financing of related parties		(1,617)	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECTS OF FOREIGN EXCHANGE RATE FLUCTUATIONS (A+B+C)		(27,896)	16,365
D. EFFECTS OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS		577	(8,275)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C+D)	5	(27,319)	8,090
E. CASH AND CASH EQUIVALENTS AT 1 JANUARY		71,870	40,621
CASH AND CASH EQUIVALENTS AT 31 MARCH (A+B+C+D+E)	5	44,551	48,711

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