

GARANTİ FAKTORİNG A.Ş.

BALANCE SHEET AS OF 30 JUNE 2016

(Amounts expressed in thousands of Turkish lira ("Thousands of TL") unless otherwise indicated.)

ASSETS	Notes	Reviewed 30 June 2016			Audited 31 December 2015		
		TL	FC	TOTAL	TL	FC	TOTAL
I. CASH, CASH EQUIVALENTS AND CENTRAL BANK		-	-	-	-	-	-
II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS (Net)	3	14,363	-	14,363	11,783	86	11,869
2.1 Financial Assets Held for Trading		-	-	-	-	-	-
2.2 Financial Assets at Fair Value Through Profit and Loss		-	-	-	-	-	-
2.3 Derivative Financial Assets Held for Trading	3.1	14,363	-	14,363	11,783	86	11,869
III. BANKS	4	2,170	4,318	6,488	31,695	8,724	40,419
IV. AGREEMENTS		-	-	-	-	-	-
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	5	-	2	2	-	2	2
VI. FACTORING RECEIVABLES	6	2,062,535	727,601	2,790,136	1,927,127	923,076	2,850,203
6.1 Discount Factoring Receivables		660,113	64,066	724,179	689,163	48,680	737,843
6.1.1 Domestic		675,283	2,424	677,707	704,478	15,183	719,661
6.1.2 Foreign		-	62,188	62,188	-	34,058	34,058
6.1.3 Unearned Income (-)		(15,170)	(546)	(15,716)	(15,315)	(561)	(15,876)
6.2 Other Factoring Receivables		1,402,422	663,535	2,065,957	1,237,964	874,396	2,112,360
6.2.1 Domestic		1,402,422	278,692	1,681,114	1,237,964	463,550	1,701,514
6.2.2 Foreign		-	384,843	384,843	-	410,846	410,846
VII. FINANCIAL LOANS		-	-	-	-	-	-
7.1 Consumer Loans		-	-	-	-	-	-
7.2 Credit Cards		-	-	-	-	-	-
7.3 Installment Commercial Loans		-	-	-	-	-	-
VIII. LEASE RECEIVABLES		-	-	-	-	-	-
8.1 Lease Receivables		-	-	-	-	-	-
8.1.1 Financial lease receivables		-	-	-	-	-	-
8.1.2 Operational lease receivables		-	-	-	-	-	-
8.1.3 Unearned income (-)		-	-	-	-	-	-
8.2 Leased Construction in Progress		-	-	-	-	-	-
8.3 Advances Given for Leasing Operations		-	-	-	-	-	-
IX. OTHER RECEIVABLES		-	-	-	-	-	-
X. NON-PERFORMING RECEIVABLES	7	25,920	-	25,920	21,659	11,746	33,405
10.1 Non-Performing Factoring Receivables		103,262	-	103,262	84,548	12,883	97,431
10.2 Non-Performing Financial Loans		-	-	-	-	-	-
10.3 Non-Performing Leasing Receivables		-	-	-	-	-	-
10.4 Specific Provisions (-)		(77,342)	-	(77,342)	(62,889)	(1,137)	(64,026)
XI. DERIVATIVE FINANCIAL ASSETS FOR HEDGING PURPOSES		-	-	-	-	-	-
11.1 Fair Value Hedging		-	-	-	-	-	-
11.2 Cash Flow Hedging		-	-	-	-	-	-
11.3 Net Foreign Investment Hedging		-	-	-	-	-	-
XII. INVESTMENTS HELD TO MATURITY (Net)		-	-	-	-	-	-
XIII. SUBSIDIARIES (Net)		-	-	-	-	-	-
XIV. ASSOCIATES (Net)		-	-	-	-	-	-
XV. JOINT VENTURES (Net)		-	-	-	-	-	-
XVI. TANGIBLE ASSETS (Net)	8	1,462	-	1,462	1,354	-	1,354
XVII. INTANGIBLE ASSETS (Net)	9	4,098	-	4,098	3,751	-	3,751
17.1 Goodwill		-	-	-	-	-	-
17.2 Other		4,098	-	4,098	3,751	-	3,751
XVIII. PREPAID EXPENSES	11	2,722	14	2,736	3,210	-	3,210
IXX. TAX ASSETS	10	2,767	-	2,767	9,118	-	9,118
XX. DEFERRED TAX ASSETS	10	12,413	-	12,413	14,365	-	14,365
XXI. OTHER ASSETS	11	4,803	197	5,000	2,807	1	2,808
SUB TOTAL		2,133,253	732,132	2,865,385	2,026,869	943,635	2,970,504
XXII. ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)		13	-	13	17	-	17
22.1 Held For Sale		13	-	13	17	-	17
22.2 Discontinued Operations		-	-	-	-	-	-
TOTAL ASSETS		2,133,266	732,132	2,865,398	2,026,886	943,635	2,970,521

The accompanying notes form an integral part of these financial statements.

GARANTİ FAKTORİNG A.Ş.

BALANCE SHEET AS OF 30 JUNE 2016

(Amounts expressed in thousands of Turkish lira ("Thousands of TL") unless otherwise indicated.)

LIABILITIES	Notes	Reviewed 30 June 2016			Audited 31 December 2015		
		TL	FC	Total	TL	FC	Total
I. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	3.2	423	89	512	1.292	12	1.304
II. FUNDS BORROWED	12	1,693,767	500,765	2,194,532	1,395,798	691,304	2,087,102
III. FACTORING PAYABLES	6	777	3,330	4,107	767	2,532	3,299
IV. LEASING PAYABLES		-	-	-	-	-	-
4.1 Financial lease payables		-	-	-	-	-	-
4.2 Operational lease payables		-	-	-	-	-	-
4.3 Other		-	-	-	-	-	-
4.4 Deferred Financial Leasing Expenses		-	-	-	-	-	-
V. MARKETABLE SECURITIES ISSUED (Net)	13	476,487	-	476,487	702,552	-	702,552
5.1 Bills		476,487	-	476,487	702,552	-	702,552
5.2 Asset-backed Securities		-	-	-	-	-	-
5.3 Bonds		-	-	-	-	-	-
VI. OTHER LIABILITIES	14	3,250	446	3,696	3,411	765	4,176
VII. OTHER FOREIGN LIABILITIES	14	-	158	158	-	34	34
VIII. DERIVATIVE FINANCIAL LIABILITIES FOR HEDGING PURPOSES		-	-	-	-	-	-
8.1 Fair Value Hedging		-	-	-	-	-	-
8.2 Cash Flow Hedging		-	-	-	-	-	-
8.3 Net Foreign Investment Hedging		-	-	-	-	-	-
IX. TAXES PAYABLE	15	1,831	-	1,831	2,384	-	2,384
X. PROVISIONS	16	4,297	283	4,580	3,573	335	3,908
10.1 Reserves for Restructuring		-	-	-	-	-	-
10.2 Reserves For Employee Benefits		3,804	-	3,804	3,154	-	3,154
10.3 Other Provisions		493	283	776	419	335	754
XI. DEFERRED RECEIVABLES		-	-	-	-	-	-
XII. TAX LIABILITY		-	-	-	-	-	-
XIII. DEFERRED TAX LIABILITY		-	-	-	-	-	-
XIV. SUBORDINATED LOANS		-	-	-	-	-	-
SUB TOTAL		2,180,832	505,071	2,685,903	2,109,777	694,982	2,804,759
XV. PAYABLES RELATED TO ASSETS FOR SALE AND DISCONTINUED OPERATIONS		-	-	-	-	-	-
15.1 Held for Sale		-	-	-	-	-	-
15.2 Discontinued Operations		-	-	-	-	-	-
XVI. SHAREHOLDERS' EQUITY	17	179,495	-	179,495	165,762	-	165,762
16.1 Paid-in Capital		79,500	-	79,500	79,500	-	79,500
16.2 Capital Reserves		-	-	-	-	-	-
16.2.1 Share Premium		-	-	-	-	-	-
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		-	-	-	-	-	-
16.3 Other comprehensive income or expense that will not be reclassified subsequently to profit or loss:		(497)	-	(497)	(497)	-	(497)
16.4 Other comprehensive income or expense that will be reclassified subsequently to profit or loss:		-	-	-	-	-	-
16.5 Profit Reserves		86,759	-	86,759	61,329	-	61,329
16.5.1 Legal Reserves		6,896	-	6,896	5,639	-	5,639
16.5.2 Statutory Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		79,863	-	79,863	55,690	-	55,690
16.5.4 Other Profit Reserves		-	-	-	-	-	-
16.6 TO OWNERS OF ORDINARY SHARES		13,733	-	13,733	25,430	-	25,430
16.6.1 Retained Earnings / (Accumulated Losses)		-	-	-	-	-	-
16.6.2 Current Year Profit/Loss		13,733	-	13,733	25,430	-	25,430
TOTAL LIABILITIES AND EQUITY		2,360,327	505,071	2,865,398	2,275,539	694,982	2,970,521

GARANTİ FAKTORİNG A.Ş.

STATEMENT OF OFF - BALANCE SHEET ITEMS AS OF 30 JUNE 2016

(Amounts expressed in thousands of Turkish lira ("Thousands of TL") unless otherwise indicated.)

OFF-BALANCE SHEET ITEMS	Notes	Reviewed 30 June 2016			Audited 31 December 2015		
		TL	FC	Total	TL	FC	Total
I. IRREVOCABLE FACTORING OPERATIONS		217.443	407.405	624.848	211.153	433.619	644.772
II. REVOCABLE FACTORING OPERATIONS		507.063	101.993	609.056	436.056	431.728	867.784
III. GUARANTEES TAKEN	26.1	55.076	17.268.920	17.323.996	49.289	18.148.957	18.198.246
IV. GUARANTEES GIVEN	26.2	998.350	278	998.628	447.468	235	447.703
V. COMMITMENTS	26.3	21.307	21.388	42.695	3.688	3.676	7.364
5.1 Irrevocable Commitments		21.307	21.388	42.695	3.688	3.676	7.364
5.2 Revocable Commitments		-	-	-	-	-	-
5.2.1 Lease Commitments		-	-	-	-	-	-
5.2.1.1 Finance Lease Commitments		-	-	-	-	-	-
5.2.1.2 Operational Lease Commitments		-	-	-	-	-	-
5.2.2 Other Revocable Commitments		-	-	-	-	-	-
VI. DERIVATIVE FINANCIAL INSTRUMENTS	26.4	651.894	692.611	1.344.505	765.034	866.407	1.631.441
6.1 Derivative Financial Instruments for Hedging Purposes		-	-	-	-	-	-
6.1.1 Fair Value Hedges		-	-	-	-	-	-
6.1.2 Cash Flow Hedges		-	-	-	-	-	-
6.1.3 Net Investment Hedges		-	-	-	-	-	-
6.2 Derivative Financial Instruments Held For Trading		651.894	692.611	1.344.505	765.034	866.407	1.631.441
6.2.1 Forward Buy/Sell Transactions		-	-	-	-	-	-
6.2.2 Swap Buy/Sell Transactions		651.894	692.611	1.344.505	765.034	866.407	1.631.441
6.2.3 Options Buy/Sell Transactions		-	-	-	-	-	-
6.2.4 Futures Buy/Sell Transactions		-	-	-	-	-	-
6.2.5 Other		-	-	-	-	-	-
VII. ITEMS HELD IN CUSTODY	26.5	509.981	125.843	635.824	556.017	126.852	682.869
TOTAL OFF BALANCE SHEET ITEMS		2.961.114	18.618.438	21.579.552	2.468.705	20.011.474	22.480.179

The accompanying notes form an integral part of these financial statements.

GARANTİ FAKTORİNG A.Ş.
INCOME STATEMENT FOR THE PERIOD ENDED 30 JUNE 2016

(Amounts expressed in thousands of Turkish lira ("Thousands of TL") unless otherwise indicated.)

INCOME STATEMENT	Notes	Reviewed 1 January - 30 June 2016	Reviewed 1 January - 30 June 2015	Not Reviewed 1 April - 30 June 2016	Not Reviewed 1 April - 30 June 2015
I. OPERATING INCOME					
FACTORING INCOME					
1.1 Factoring Interest Income		129,098	107,773	64,303	55,559
1.1.1 Discount		118,493	97,920	58,946	50,282
1.1.2 Other		41,734	33,313	21,276	16,761
1.2 Factoring Commission Income		76,759	64,607	37,670	33,521
1.2.1 Discount		10,605	9,853	5,357	5,277
1.2.2 Other		8,210	5,749	4,193	3,165
1.2.3 Other		2,395	4,104	1,164	2,112
RECEIVABLES FROM FINANCIAL LOANS					
1.3 Financial Loans Interest Income		-	-	-	-
1.4 Financial Loans Fees and Commissions Receivables		-	-	-	-
OPERATING RECEIVABLES					
1.5 Financial Leasing Receivables		-	-	-	-
1.6 Operational Leasing Receivables		-	-	-	-
1.7 Leasing Operations Fees and Commissions Receivables		-	-	-	-
II. FINANCIAL EXPENSES (-)	19	(112,621)	(97,667)	(56,279)	(50,983)
2.1 Interest Expense on Funds Borrowed		(70,903)	(68,001)	(37,023)	(34,827)
2.2 Interest Expense on Factoring Payables		-	-	-	-
2.3 Finance Lease Expense		-	-	-	-
2.4 Interest Expense on Securities Issued		(36,546)	(28,008)	(16,356)	(15,191)
2.5 Other Interest Expenses		(17)	(10)	-	-
2.6 Other Fees and Commissions		(5,155)	(1,648)	(2,900)	(965)
III. GROSS PROFIT/LOSS (I+II)		16,477	10,106	8,024	4,576
IV. OPERATING EXPENSES (-)	20	(19,686)	(18,955)	(9,498)	(10,183)
4.1 Personnel Expenses		(11,679)	(10,983)	(5,864)	(5,855)
4.2 Retirement Pay Provision Expenses		(346)	(229)	(133)	(129)
4.3 Research and Development Expenses		-	-	-	-
4.4 General Administrative Expenses		(7,618)	(7,709)	(3,501)	(4,196)
4.5 Other		(43)	(34)	-	(3)
V. OPERATING GROSS PROFIT/LOSS		(3,209)	(8,849)	(1,474)	(5,607)
VI. OTHER OPERATION INCOME	21	143,141	321,292	64,432	158,312
6.1 Interest income from Deposits		52	13	3	5
6.2 Interest income from Reverse Repurchase Agreements		-	-	-	-
6.3 Interest income from Marketable Securities		-	-	-	-
6.3.1 Interest Income from Financial Assets Held for Trading		-	-	-	-
6.3.2 Interest Income from Financial Assets at Fair Value Through Profit and Loss		-	-	-	-
6.3.3 Interest Income from Financial Assets Available For Sale		-	-	-	-
6.3.4 Interest Income from Financial Assets Held to Maturity		-	-	-	-
6.4 Dividend Income		-	-	-	-
6.5 Interest Received from Money Market Placements		41,925	42,136	7,017	28,494
6.5.1 Derivative Financial Transactions		41,925	42,136	7,017	28,494
6.5.2 Other		-	-	-	-
6.6 Foreign Exchange Gains		97,223	277,078	54,576	128,894
6.7 Other		3,941	2,065	2,836	919
VII. SPECIFIC PROVISION FOR NON-PERFORMING RECEIVABLES (-)	22	(14,555)	(8,126)	(4,911)	(3,523)
VIII. OTHER OPERATION EXPENSES	23	(106,122)	(288,418)	(46,716)	(140,823)
8.1 TO OWNERS OF ORDINARY SHARES		-	-	-	-
8.1.1 Financial Assets at Fair Value Through Profit and Loss		-	-	-	-
8.1.2 Financial Assets Available For Sale		-	-	-	-
8.1.3 Financial Assets Held to Maturity		-	-	-	-
8.2 Expense from Impairment on Tangible and Intangible Assets		-	-	-	-
8.2.1 Impairment on Tangible Assets		-	-	-	-
8.2.2 Impairment on Assets Held for Sale and Discontinued Operations		-	-	-	-
8.2.3 Impairment on Goodwill		-	-	-	-
8.2.4 Impairment on Intangible Assets		-	-	-	-
8.2.5 Impairment on Subsidiaries, Associates and Joint Ventures		-	-	-	-
8.3 Losses from Derivative Financial Transactions		(1,098)	(4,533)	(460)	16,309
8.4 Foreign Exchange Losses		(104,908)	(283,373)	(46,183)	(157,133)
8.5 Other		(116)	(512)	(73)	1
IX. NET OPERATING INCOME (I+...+VI)		19,255	15,899	11,331	8,359
X. AMOUNT IN EXCESS RECORDED AS GAIN AFTER MERGER		-	-	-	-
XI. NET MONETARY GAIN/LOSS		-	-	-	-
XII. PROFIT/LOSS ON CONTINUING OPERATIONS BEFORE TAX (VII+VIII+IX)		19,255	15,899	11,331	8,359
XIII. TAX PROVISION FOR CONTINUING OPERATIONS (-)	10	(5,522)	(3,192)	(3,708)	(1,625)
13.1 Current Tax Charge		(3,570)	(3,645)	(3,570)	3,236
13.2 Deferred Tax Charge (-)		(1,952)	-	(138)	-
13.3 Deferred Tax Benefit (+)		-	453	-	(4,861)
XIV. NET PERIOD PROFIT/LOSS FROM CONTINUING OPERATIONS		13,733	12,707	7,623	6,734
XV. INCOME ON DISCONTINUED OPERATIONS		-	-	-	-
15.1 Income on Assets Held for Sale		-	-	-	-
15.2 Gain on Sale of Associates, Subsidiaries and Joint Ventures		-	-	-	-
15.3 Other Income on Discontinued Operations		-	-	-	-
XVI. EXPENSE ON DISCONTINUED OPERATIONS (-)		-	-	-	-
16.1 Expenses on Assets Held for Sale		-	-	-	-
16.2 Losses on Sale of Associates, Subsidiaries and Joint Ventures		-	-	-	-
16.3 Other Expenses on Discontinued Operations		-	-	-	-
XVII. PROFIT/LOSS ON DISCONTINUED OPERATIONS BEFORE TAX		-	-	-	-
XVIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (-)		-	-	-	-
18.1 Current Tax Charge		-	-	-	-
18.2 Deferred Tax Charge (+)		-	-	-	-
18.3 Deferred Tax Benefit (-)		-	-	-	-
XIX. NET PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS		-	-	-	-
XX. NET PERIOD PROFIT/LOSS		13,733	12,707	7,623	6,734
Earnings/Loss Per Share (Kuruş (0.01 TL) per thousand shares)	24	172,74	159,84	95,89	84,70

The accompanying notes form an integral part of these financial statements.

GARANTİ FAKTORİNG A.Ş.

**STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2016**

(Amounts expressed in thousands of Turkish lira ("Thousands of TL") unless otherwise indicated.)

	<i>Notes</i>	Reviewed 1 January - 30 June 2016	Reviewed 1 January - 30 June 2015	Not Reviewed 1 April - 30 June 2016	Not Reviewed 1 April - 30 June 2015
I. PERIOD INCOME/LOSS		13,733	12,707	7,623	6,734
II. OTHER COMPREHENSIVE INCOME					
2.1 ITEMS THAT WILL NOT BE RECLASSIFIED TO PROFIT OR LOSS					
2.1.1 Gains/(losses) on revaluation of tangible assets					
2.1.2 Gains/(losses) on revaluation of intangible assets					
2.1.3 Gains/(losses) on remeasurement of defined benefit pension plans					
2.1.4 Other items that will not be reclassified to profit or loss					
2.1.5 Taxation on comprehensive income that will not be reclassified to profit or loss					
2.1.5.1 Tax income/charge					
2.1.5.2 Deferred tax income/charge					
2.2 ITEMS THAT WILL BE RECLASSIFIED TO PROFIT OR LOSS					
2.2.1 Translation differences for transactions in foreign currencies					
2.2.2 Income/expenses on revaluation or reclassification of available for sale financial assets					
2.2.3 Gains/(losses) from cash flow hedges					
2.2.4 Gains/(losses) from net investment hedges					
2.2.5 Other items that will be reclassified to profit or loss					
2.2.6 Taxation on comprehensive income that will be reclassified to profit or loss					
2.2.6.1 Tax income/charge					
2.2.6.2 Deferred tax income/charge					
III. TOTAL COMPREHENSIVE INCOME (I+II)		13,733	12,707	7,623	6,734

GARANTİ FAKTORİNG A.Ş.
STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY
FOR THE PERIOD ENDED 30 JUNE 2016
(Amounts expressed in thousands of Turkish lira ("Thousands of TL") unless otherwise indicated)

	Notes	Statement of Changes in Equity													Statement of Comprehensive Income				Statement of Financial Position						
		Paid-in Capital	Capital Reserves	Share Premium	Share Cancellation Profits	Other Capital Reserves	To Owners Of Ordinary Shares	Accumulated revaluation profits from defined benefit plans	Other (Other comprehensive income and expenses from equity method investments not to be reclassified on profit or loss) ¹	Other comprehensive income and expenses not to be reclassified on profit or loss	Foreign exchange conversion differences	Revaluation differences of available-for-sale financial assets	Other (Profits from cash flow hedges, other comprehensive income and expenses from equity method investments to be reclassified in profit or loss)	Other (Profits from cash flow hedges, other comprehensive income and expenses from equity method investments to be reclassified in profit or loss)	Profit Reserves	Legal Reserves	Statutory reserves	Extraordinary Reserves	Other Profits Reserves	Current Year Profit/(Loss)	Retained Earnings / (Accumulated Losses)	Current Year Profit/(Loss)	Non Controlling Interest	Total Shareholders' Equity	
PRIOR PERIOD																									
1 January - 30 June 2015																									
I. Reviewed		79,500	-	-	-	-	-	(446)	-	(446)	-	-	-	-	40,813	4,598	-	36,215	-	-	-	20,516	-	140,38	
1.1. Corrections made as per TAS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
1.2. Effect of corrections		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
1.2.1. Effect of changes in accounting policies		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
III. Adjusted balances		79,500	-	-	-	-	-	(446)	-	(446)	-	-	-	-	40,813	4,598	-	36,215	-	-	-	20,516	-	140,38	
IV. Total Comprehensive Income		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
V. Capital increases		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VI. Capital increase through internal resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VII. Inflation adjustments to paid-in capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VIII. Convertible bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
IX. Subordinated loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
X. Increase/decrease due to other changes		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XI. Current period net profit/loss		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	12,70	
XII. Profit distribution		-	-	-	-	-	-	-	-	-	-	-	-	-	20,516	1,041	-	19,475	-	-	-	(20,516)	-	-	
12.1. Dividends		-	-	-	-	-	-	-	-	-	-	-	-	-	-	20,516	1,041	-	19,475	-	-	-	(20,516)	-	-
12.2. Transfers to reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
12.3. Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Balance at the end of the period (30 June 2015) (III-IV+,...+XII-XII)		79,500	-	-	-	-	-	(446)	-	(446)	-	-	-	-	61,329	5,639	-	55,690	-	-	-	12,707	-	153,89	
CURRENT PERIOD																									
1 January - 30 June 2016																									
I. Reviewed		79,500	-	-	-	-	-	(497)	-	(497)	-	-	-	-	61,329	5,639	-	55,690	-	25,430	-	25,430	-	165,76	
1.1. Balances at the beginning of the prior period (31 December 2015)		79,500	-	-	-	-	-	(497)	-	(497)	-	-	-	-	61,329	5,639	-	55,690	-	25,430	-	25,430	-	165,76	
1.2. Corrections made as per TAS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
1.2.1. Effect of corrections		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
1.2.2. Effect of changes in accounting policies		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
III. Adjusted balances		79,500	-	-	-	-	-	(497)	-	(497)	-	-	-	-	61,329	5,639	-	55,690	-	25,430	-	25,430	-	165,76	
IV. Total Comprehensive Income		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
V. Capital increases		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VI. Capital increase through internal resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VII. Inflation adjustments to paid-in capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VIII. Convertible bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
IX. Subordinated loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
X. Increase/decrease due to other changes		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XI. Current period net profit/loss		-	-	-	-	-	-	-	-	-	-	-	-	-	-	25,430	1,257	-	24,173	-	25,430	-	(25,430)	-	13,733
XII. Profit distribution		-	-	-	-	-	-	-	-	-	-	-	-	-	-	25,430	1,257	-	24,173	-	(25,430)	-	(25,430)	-	13,733
12.1. Dividends		-	-	-	-	-	-	-	-	-	-	-	-	-	-	25,430	1,257	-	24,173	-	(25,430)	-	(25,430)	-	13,733
12.2. Transfers to reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	25,430	1,257	-	24,173	-	(25,430)	-	(25,430)	-	13,733
12.3. Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	86,759	6,896	-	79,863	-	13,733	-	13,733	-	179,49
Balance at the end of the period (30 June 2016) (III-IV+,...+XII-XII)		79,500	-	-	-	-	-	(497)	-	(497)	-	-	-	-	86,759	6,896	-	79,863	-	13,733	-	13,733	-	179,49	

GARANTİ FAKTORİNG A.Ş.
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2016

(Amounts expressed in thousands of Turkish lira (“Thousands of TL”) unless otherwise indicated.)

STATEMENT OF CASH FLOWS	Notes	Reviewed	Reviewed
		1 January - 30 June 2016	1 January - 30 June 2015
A. CASH FLOWS FROM OPERATING ACTIVITIES			
1.1 Operating profit before changes in operating assets and liabilities		41.026	(2.669)
1.1.1 Interest/Leasing income received		116.770	92.288
1.1.2 Interest/Leasing expenses		(108.093)	(93.660)
1.1.3 Dividends received		-	-
1.1.4 Fees and commissions received		10.663	10.839
1.1.5 Other income		-	-
1.1.6 Collections from previously written off receivables	7	1.239	1.619
1.1.7 Payments to personnel and service suppliers		(18.830)	(18.194)
1.1.8 Taxes paid	10	-	(6.880)
1.1.9 Other		39.277	11.319
1.2 Changes in operating assets and liabilities		164.532	21.617
1.2.1 Net (increase) decrease in factoring receivables		55.011	(75.877)
1.2.2 Net (increase) decrease in other assets		1.230	(7.202)
1.2.3 Net increase (decrease) in factoring payables		808	1.937
1.2.4 Net increase (decrease) in funds borrowed		108.861	97.685
1.2.5 Net increase (decrease) in due payables		-	-
1.2.6 Net increase (decrease) in other liabilities		(1.378)	5.074
I. Net cash provided from operating activities		205.558	18.948
B. CASH FLOWS FROM INVESTING ACTIVITIES			
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries		-	-
2.2 Cash obtained from sale of joint ventures, associates and subsidiaries		-	-
2.3 Fixed assets purchases	8	(348)	(636)
2.4 Fixed assets sales	8	2	3
2.5 Cash paid for purchase of financial assets available for sale		-	-
2.6 Cash obtained from sale of financial assets available for sale		-	-
2.7 Cash paid for purchase of financial assets held to maturity		-	-
2.8 Cash obtained from sale of financial assets held to maturity		-	-
2.9 Other		(1.674)	(1.308)
II. Net cash provided from investing activities		(2.020)	(1.941)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
3.1 Cash obtained from funds borrowed and securities issued		488.999	957.149
3.2 Cash used for repayment of funds borrowed and securities issued		(726.240)	(969.649)
3.3 Capital increase		-	-
3.4 Dividends paid		-	-
3.5 Payments for finance leases		-	-
3.6 TO OWNERS OF ORDINARY SHARES		-	-
III. Net cash provided from financing activities		(237.241)	(12.500)
IV. Effect of change in foreign exchange rate on cash and cash equivalents		(63)	588
V. Net increase/decrease in cash and cash equivalents		(33.766)	5.095
VI. Cash and cash equivalents at the beginning of the period		40.254	4.815
VII. Cash and cash equivalents at the end of the period	2.5	6.488	9.910

The accompanying notes form an integral part of these financial statements.