

**TEKFEN HOLDİNG ANONİM ŞİRKETİ  
AND ITS SUBSIDIARIES**

CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS  
FOR THE THREE MONTH  
INTERIM PERIOD  
ENDED 31 MARCH 2014

(Translated into English from the report  
originally issued in Turkish)

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# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

ASSETS	Notes	Unaudited 31 March 2014	Audited 31 December 2013
<b>Current Assets</b>		<b>3.422.118</b>	<b>3.291.454</b>
Cash and cash equivalents	7	1.329.561	1.055.153
Financial investments		-	49.119
Trade receivables	8	684.495	789.689
- <i>Related party receivables</i>		9.775	9.081
- <i>Trade receivables</i>		674.720	780.608
Other receivables		9.883	2.999
- <i>Related party receivables</i>		5.729	-
- <i>Other receivables</i>		4.154	2.999
Inventories	9	477.748	521.174
Receivables from ongoing construction contracts	10	618.597	558.960
Prepaid expenses		161.659	151.152
Assets related with current tax		33.565	44.299
Other current assets		92.969	105.597
		<u>3.408.477</u>	<u>3.278.142</u>
Assets classified as held for sale		13.641	13.312
<b>Non Current Assets</b>		<b>1.485.434</b>	<b>1.405.966</b>
Financial investments		77.852	63.593
Trade receivables	8	73.207	84.225
- <i>Related party receivables</i>		-	-
- <i>Trade receivables</i>		73.207	84.225
Other receivables		6.902	6.733
- <i>Related party receivables</i>		-	-
- <i>Other receivables</i>		6.902	6.733
Investments valued by equity method	11	122.125	120.547
Investment property	12	78.415	78.775
Property, plant and equipment	12	984.785	904.712
Intangible assets	12	4.077	3.311
Prepaid expenses	4(b)	52.833	69.094
Deferred tax assets		44.020	38.359
Other non current assets		41.218	36.617
<b>TOTAL ASSETS</b>		<b><u>4.907.552</u></b>	<b><u>4.697.420</u></b>

The accompanying notes form an integral part of these condensed consolidated financial statements.  
Translated into English from the report originally issued in Turkish.

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

<b>LIABILITIES</b>	<b>Notes</b>	<b>Unaudited 31 March 2014</b>	<b>Audited 31 December 2013</b>
<b>Current Liabilities</b>		<b>2.435.905</b>	<b>2.326.434</b>
Short term financial debts	13	676.743	555.236
Short term portion of long term financial debts		51.761	58.029
Trade payables	8	1.091.551	1.145.610
- Related party payables		350	444
- Trade payables		1.091.201	1.145.166
Employee benefit payables		43.521	38.389
Other payables		26.077	16.478
- Related party payables		-	-
- Other payables		26.077	16.478
Advances received		279.894	255.196
Deferred revenue		8.210	5.278
Current tax liability		47.731	48.327
Ongoing construction progress payments	10	145.405	135.906
Short term provisions	14	63.576	66.988
- Short term provisions attributable to employee benefits		23.983	36.296
- Other short term provisions		39.593	30.692
Other short term liabilities		1.436	997
<b>Non Current Liabilities</b>		<b>389.962</b>	<b>448.789</b>
Long term financial debts	13	223.616	297.662
Trade payables	8	26.948	23.651
Other payables		20.165	20.662
Long term provisions	14	48.844	45.160
- Long term provisions attributable to employee benefits		48.774	45.090
- Other long term provisions		70	70
Deferred tax liabilities		70.389	61.654
<b>EQUITY</b>	<b>5</b>	<b>2.081.685</b>	<b>1.922.197</b>
<b>Equity Attributable To Owners Of The Parent</b>		<b>2.048.742</b>	<b>1.890.154</b>
Paid in capital		370.000	370.000
Capital structure adjustment		3.475	3.475
Premiums in capital stock		300.984	300.984
Accumulated other comprehensive income or loss that will not be reclassified in profit or loss		1.888	2.470
- Gain/(loss) on revaluation and remeasurement		1.888	2.470
Accumulated other comprehensive income or loss that will be reclassified in profit or loss		210.557	194.274
- Currency translation reserve		151.822	149.095
- Gain/(loss) on revaluation and reclassification		58.735	45.179
Legal reserves		130.952	120.830
Retained earnings		888.504	962.382
Net profit for the period		142.382	(64.261)
<b>Non-controlling Interests</b>		<b>32.943</b>	<b>32.043</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>4.907.552</b>	<b>4.697.420</b>

The accompanying notes form an integral part of these condensed consolidated financial statements.  
Translated into English from the report originally issued in Turkish.

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

	Notes	Unaudited 1 January - 31 March 2014	Unaudited Restated (Note 3) 1 January - 31 March 2013
Revenue		1.148.554	1.058.530
Cost of revenue (-)		(933.003)	(899.435)
<b>GROSS PROFIT</b>		<b>215.551</b>	<b>159.095</b>
General administrative expenses (-)		(31.914)	(28.771)
Marketing expenses (-)		(36.172)	(34.456)
Research and development expenses (-)		-	(122)
Other operating income	18	44.564	31.094
Other operating expenses (-)	18	(52.347)	(25.858)
Share on profit / loss of investments valued using equity method	11	225	6.112
<b>OPERATING PROFIT / (LOSS)</b>		<b>139.907</b>	<b>107.094</b>
Investment income		7.271	54.746
Investment expense (-)		(7)	(45)
<b>PROFIT / (LOSS) BEFORE FINANCIAL INCOME / (EXPENSE)</b>		<b>147.171</b>	<b>161.795</b>
Financial income	19	72.233	31.779
Financial expense (-)	19	(47.857)	(21.396)
<b>PROFIT BEFORE TAXATION</b>		<b>171.547</b>	<b>172.178</b>
<b>Tax expense</b>		<b>(29.100)</b>	<b>(25.142)</b>
Tax expense for the period		(27.498)	(18.802)
Deferred tax expense		(1.283)	(6.231)
Currency translation reserve		(319)	(109)
<b>PROFIT FOR THE PERIOD</b>		<b>142.447</b>	<b>147.036</b>
<b>Distribution of Net Profit For The Period</b>			
Non-controlling interests		65	(114)
Owners of the parent		142.382	147.150
<b>Earnings Per Share</b>	17	0,385	0,398

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# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

	<b>Unaudited 1 January - 31 March 2014</b>	<b>Unaudited 1 January - 31 March 2013</b>
<b>PROFIT FOR THE PERIOD</b>	<b>142.447</b>	<b>147.036</b>
<b>OTHER COMPREHENSIVE INCOME / (EXPENSE):</b>		
<b><u>Items that will not be reclassified to profit or loss</u></b>	<b>(582)</b>	<b>471</b>
Gain on revaluation of defined retirement benefit plans	(728)	587
Taxes based on other comprehensive income that will not be reclassified to profit or loss	146	(116)
<i>Deferred tax expense</i>	<i>146</i>	<i>(116)</i>
<b><u>Items that may be reclassified to profit or loss</u></b>	<b>17.118</b>	<b>(4.296)</b>
Gain / (loss) on revaluation of available for sale financial investments	14.269	(12.161)
Currency translation reserve differences	3.562	7.257
Taxes based on other comprehensive income that will be reclassified to profit or loss	(713)	608
<i>Deferred tax income / (expense)</i>	<i>(713)</i>	<i>608</i>
<b>OTHER COMPREHENSIVE INCOME / (LOSS)</b>	<b>16.536</b>	<b>(3.825)</b>
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>158.983</b>	<b>143.211</b>
<b>Distribution of Total Comprehensive Income / (Loss) For The Period</b>		
Non-controlling interests	900	266
Owners of the parent	158.083	142.945

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# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

	Paid in capital	Capital structure adjustment	Premiums in capital stock	Gain / (loss) on revaluation and remeasurement	Gain / (loss) on revaluation and reclassification	Currency translation reserve	Restricted profit reserves	Retained earnings	Net profit for the period	Equity attributable to owners of the parent	Non controlling interests	Total
<b>Opening balances as of 1 January 2013</b>	370.000	3.475	300.984	-	74.273	91.270	98.255	843.918	299.305	2.081.480	29.785	2.111.265
<i>Other comprehensive income</i>	-	-	-	471	(11.553)	6.877	-	-	-	(4.205)	380	(3.825)
<i>Net profit for the period</i>	-	-	-	-	-	-	-	-	147.150	147.150	(114)	147.036
Total comprehensive income	-	-	-	471	(11.553)	6.877	-	-	147.150	142.945	266	143.211
Change in non-controlling interests	-	-	-	-	-	-	-	(527)	-	(527)	(3.532)	(4.059)
Transfers to retained earnings	-	-	-	-	-	-	-	299.305	(299.305)	-	-	-
Transfers to reserves from retained earnings	-	-	-	-	-	-	12.940	(12.940)	-	-	-	-
<b>Balance as of 31 March 2013</b>	370.000	3.475	300.984	471	62.720	98.147	111.195	1.129.756	147.150	2.223.898	26.519	2.250.417
<b>Opening balances as of 1 January 2014</b>	370.000	3.475	300.984	2.470	45.179	149.095	120.830	962.382	(64.261)	1.890.154	32.043	1.922.197
<i>Other comprehensive income</i>	-	-	-	(582)	13.556	2.727	-	-	-	15.701	835	16.536
<i>Net profit for the period</i>	-	-	-	-	-	-	-	-	142.382	142.382	65	142.447
Total comprehensive income	-	-	-	(582)	13.556	2.727	-	-	142.382	158.083	900	158.983
Fair value of redeemed shares	-	-	-	-	-	-	-	505	-	505	-	505
Transfers to retained earnings	-	-	-	-	-	-	-	(64.261)	64.261	-	-	-
Transfers to reserves from retained earnings	-	-	-	-	-	-	10.122	(10.122)	-	-	-	-
<b>Balance as of 31 March 2014</b>	370.000	3.475	300.984	1.888	58.735	151.822	130.952	888.504	142.382	2.048.742	32.943	2.081.685

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# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

	Notes	Unaudited 1 January - 31 March 2014	Unaudited Restated 1 January - 31 March 2013
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		<b>318.320</b>	<b>81.727</b>
Profit for the period		142.447	147.036
Adjustments to reconcile net profit		51.618	(11.111)
- Depreciation and amortization	12	21.120	18.682
- Impairment / reversed provision	9, 12	(52)	-
- Provision adjustments	8, 14	21.821	14.751
- Interest expense and income	19	(12.882)	(8.876)
- Difference between capital in kind and fair value		-	(49.083)
- Loss on sale of associaton accounted by equity method	11	-	42
- Group's share on net assets of investments in associates accounted by equity method	11	(225)	(6.112)
- Dividend income		(5.765)	(4.927)
- Gain / Loss on fair valuation		5	3
- Allowance for taxation		29.100	25.142
- Gain / Loss on sale of fixed assets	12	(1.504)	(733)
Movements in working capital		150.943	1.142
- Changes in inventories	9	53.920	84.822
- Changes in trade receivables	8	109.372	(246.947)
- Changes in other assets		(3.376)	39.822
- Changes in receivables from ongoing construction contracts	10	(59.637)	(36.841)
- Changes in trade payables	8	(50.762)	92.005
- Changes in other liabilities		42.808	(7.418)
- Changes in receivables from ongoing construction progress payments	10	9.499	75.699
- Other changes in working capital		49.119	-
Cash generated by operating activities		345.008	137.067
Interest paid		(6.328)	(8.033)
Interest received		20.060	16.052
Tax paid / return		(17.360)	(45.094)
Penalty of litigation paid	14	(36)	(439)
Retirement pay provision and premiums paid	14	(20.040)	(15.208)
Unused vacation paid	14	(2.525)	(2.086)
Other provision paid	14	(459)	(532)

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# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

	Notes	Unaudited 1 January - 31 March 2014	Unaudited Restated 1 January - 31 March 2013
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		<b>(61.854)</b>	<b>(37.826)</b>
Proceeds from sale of tangible and intangible assets	12	2.431	1.354
Acquisition of tangible and intangible assets	12	(85.883)	(12.668)
Advances and debts given		15.833	(33.506)
Proceeds from sale of association		-	6.126
Acquisition of non-controlling interests' shares		-	(4.059)
Dividend received		5.765	4.927
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		<b>8.302</b>	<b>66.510</b>
Proceeds from borrowings		240.754	218.004
Repayments of borrowings		(217.903)	(142.707)
Payments of financial lease obligations		(14.549)	(8.787)
<b>CHANGE IN CASH AND CASH EQUIVALENTS BEFORE CURRENCY TRANSLATION RESERVE EFFECT</b>		<b>264.768</b>	<b>110.411</b>
<b>D. CURRENCY TRANSLATION RESERVE EFFECT ON CASH AND CASH EQUIVALENTS</b>		9.640	12.133
<b>NET INCREASE / DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>274.408</b>	<b>122.544</b>
<b>E. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>		1.055.153	1.063.761
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<b>1.329.561</b>	<b>1.186.305</b>

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# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

### 1. ORGANIZATION AND OPERATIONS OF THE GROUP

Majority shares of Tekfen Holding A.Ş. (“the Company”) are controlled by Akçağlılar, Berker and Gökyiğit families. The Company and its subsidiaries are referred as “the Group” in the accompanying condensed consolidated financial statements.

As of 31 March 2014, the Group has 14.981 employees (31 December 2013: 15.514) including the personnel of subcontractors. Registered address of the Company is Kültür Mahallesi, Budak Sokak, Tekfen Sitesi A Blok, No: 7, Beşiktaş, İstanbul, Türkiye.

The Company shares are being publicly traded in Borsa İstanbul since 23 November 2007.

#### Changes in the subsidiaries and associates of the Company as of 31 March 2014:

The Company granted its subsidiary, Tekfen Kültür Sanat Ürünleri Yapım ve Yayın San. Tic. A.Ş., which is consolidated with the full consolidation method, to Tekfen Eğitim Sağlık Kültür Sanat ve Doğal Varlıkları Koruma Vakfı based on board of directors’ resolution dated 31 January 2014. The amount of total net assets of Tekfen Kültür is 153 in the financial statements as of 31 January 2014.

Toros Tarımsal Ürünler Pazarlama Hizmet ve Ticaret A.Ş., a subsidiary wholly owned by the Group, is established and published in trade registry gazette on 25 March 2014.

TGO İnşaat Taahhüt Ticaret Sanayi Ltd. Şti, which is recognised in the consolidated financial statements as of 31 December 2013 in relation to Group’s interest in the joint operation, is not included in consolidation due to the completion of the project.

#### Approval of condensed consolidated financial statements:

The condensed consolidated financial statements are approved and published by the Board of Directors as of 8 May 2014.

### 2. BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The Company and its subsidiaries registered in Turkey maintain their books of account and prepare their statutory financial statements in accordance with the accounting principles in line with the Turkish Commercial Code (“TCC”) and Tax Legislation. Subsidiaries those are registered in foreign countries maintain their books of account and prepare their statutory financial statements in accordance with the prevailing accounting principles in their registered countries.

The accompanying condensed consolidated financial statements have been prepared in accordance with the Communiqué Series II, 14.1 “Communiqué on the Principles of Financial Reporting In Capital Markets” (“the Communiqué”) announced by the Capital Markets Board (“CMB”) on 13 June 2013 which is published on Official Gazette numbered 28676. Turkish Accounting Standards/Turkish Financial Reporting Standards and additions and interpretations regarding these standards as adopted by the Public Oversight Accounting and Auditing Standards Authority (“POA”) are predicated on in accordance with article 5th of the Communiqué.

Additionally, the financial statements and notes are presented in accordance with the formats complying with CMB’s announcement dated 7 June 2013.

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 2. BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

The Group has preferred to disclose its interim consolidated financial statements as of 31 March 2014 in condensed format in accordance with TAS 34 "Interim Financial Reporting" standard. The descriptions and disclosures which are needed in the financial statements prepared annually complying with TAS/IFRS are summarized appropriately in accordance with TAS 34 or not mentioned.

The accompanying condensed consolidated financial statements have to be considered with the consolidated financial statements which are independently audited as of 31 December 2013 and the related disclosures. Interim periods' financial statements cannot be the sole indicator of the year-end results by themselves.

The Group continues to apply the same accounting policies and accounting estimate methods which are mentioned in the consolidated financial statements as of 31 December 2013.

Exchange rates used in the consolidation process as of 31 March 2014 are; 1 USD= 2,1898 TL, 1 EUR= 3,0072 TL, 1 MAD= 0,2692 TL, 1 SAR= 0,5839 TL, 1 QAR= 0,5999 TL (Exchange rates as of 31 December 2013 are; 1 USD= 2,1343 TL, 1 EUR= 2,9365 TL, 1 MAD= 0,26277 TL, 1 SAR= 0,56915TL, 1 QAR= 0,58474 TL).

### 3. ADOPTION OF NEW AND REVISED STANDARDS

The following new and revised standards and interpretations are presented below.

#### (a) Amendments in TASs affecting the notes and amounts in the financial statements

None.

#### (b) Standards and interpretations and amendments to existing standards that are effective as of the year 2014, but not affecting the financial statements of the Group:

- TFRS 10, TFRS 11 and TAS 27 (amendments), "Investment Entities", will be effective for annual periods beginning on or after 1 January 2014.
- TAS 32 (amendments), "Offsetting Financial Assets and Financial Liabilities", will be effective for annual periods beginning on or after 1 January 2014.
- TAS 36 (amendments), "Recoverable Amount Disclosures for Non-Financial Assets", will be effective for annual periods beginning on or after 1 January 2014.
- TAS 39 (amendments), "Novation of Derivatives and Continuation of Hedge Accounting", will be effective for annual periods beginning on or after 1 January 2014.
- TFRS Interpretation 21, "Levies", will be effective for annual periods beginning on or after 1 January 2014.

#### (c) Standards and interpretations and amendments to existing standards that are issued but not yet effective and have not been early adopted by the Group:

- TFRS 9, "Financial Instruments", will be effective for annual periods beginning on or after 1 January 2015.
- TFRS 9 and TFRS 7 (amendments), "Mandatory Effective Date of TFRS 9 and Transition Disclosures", on November 2013, it is tentatively decided that the mandatory effective date of IFRS 9 will be no earlier than annual periods beginning on or after 1 January 2017. This amendment has not been published by POA yet.

#### (d) The effect of restating the financial statements due to applying the formats complying with CMB's announcement dated 7 June 2013:

Group has restated condensed consolidated financial statements in accordance with the formats complying with CMB's announcement dated 7 June 2013 and made some reclassifications.

The effects of changes in the formats of financial statements announced by CMB on 7 June 2013 on the unaudited condensed consolidated statement of profit or loss for the three month interim period ended 31 March 2013 are presented below.

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 3. ADOPTION OF NEW AND REVISED STANDARDS (cont'd)

(d) The effect of restating the financial statements due to applying the formats complying with CMB's announcement dated 7 June 2013 (cont'd):

	Unaudited 1 January- 31 March 2013	Reclassifications made due to the announcement by CMB on 7 June 2013	Unaudited Restated 1 January- 31 March 2013
Revenue	1.058.530	-	1.058.530
Cost of revenue (-)	(899.435)	-	(899.435)
<b>GROSS PROFIT / (LOSS)</b>	<b>159.095</b>	<b>-</b>	<b>159.095</b>
General administrative expenses (-)	(28.771)	-	(28.771)
Marketing expenses (-)	(34.456)	-	(34.456)
Research and development expenses (-)	(122)	-	(122)
Other operating income	55.861	(24.767)	31.094
Other operating expenses (-)	(4.494)	(21.364)	(25.858)
Share on profit / loss of investments valued using equity method	6.112	-	6.112
<b>OPERATING PROFIT / (LOSS)</b>	<b>153.225</b>	<b>(46.131)</b>	<b>107.094</b>
Investment income	-	54.746	54.746
Investment expense (-)	-	(45)	(45)
<b>PROFIT / (LOSS) BEFORE FINANCIAL INCOME / (EXPENSE)</b>	<b>153.225</b>	<b>8.570</b>	<b>161.795</b>
Financial income	61.758	(29.979)	31.779
Financial expense (-)	(42.805)	21.409	(21.396)
<b>PROFIT / (LOSS) BEFORE TAXATION</b>	<b>172.178</b>	<b>-</b>	<b>172.178</b>
<b>Tax expense</b>	<b>(25.142)</b>	<b>-</b>	<b>(25.142)</b>
Tax expense for the period	(18.802)	-	(18.802)
Deferred tax expense	(6.231)	-	(6.231)
Currency translation reserve	(109)	-	(109)
<b>PROFIT / (LOSS) FOR THE PERIOD</b>	<b>147.036</b>	<b>-</b>	<b>147.036</b>

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 4. EVENTS AND TRANSACTIONS MATERIALLY AFFECTING CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

#### (a) Developments in Libya

Tekfen-TML J.V., a joint operation of which 67% is owned by the Group, had to suspend its operations and evacuate its sites in Libya for an uncertain period of time due to the civil unrest in the country. As of 31 March 2014, the negotiations are continuing to be held about the outlook of the operations and the accompanying condensed consolidated financial statements include total assets of 225.624 (USD 103.034 thousand), total debt of 50.619 (USD 23.116 thousand), resulting a net asset of 175.005 (USD 79.918 thousand) (31 December 2013: asset: 220.003 (USD 103.080 thousand), debt: 49.516 (USD 23.200 thousand), net asset: 170.487 (USD 79.880 thousand)).

Additionally, letters of guarantees given related to such projects to various institutions amount to 35.706 (USD 16.306 thousand). In accordance with the Council of Ministers' decree no: 2011/2001 issued on 21 June 2011 and until a new resolution replaces resolutions no:1970 and 1973 of the United Nations Security Council and their requirements, resolution no:1973 requires disregarding compensation claims of guarantees given to the contractor, hence the expired letter of guarantees do not bear any risk exposure for the Group.

#### (b) Other

With Toros Tarım's Board of Directors' resolution dated 20 June 2012, it is decided that an investment amounting to 508.033 (USD 232 million) will be made and 40% of this amount will be met by shareholders' equity. With Toros Tarım's Board of Directors' resolution dated 7 January 2013, the amount of the investment is increased by 148.906 (USD 68 million) and the total amount of the investment is 656.939 (USD 300 million). As of the balance sheet date, ongoing investments are worth around 208 Million TL, besides 44.950 amounting advance payment classified under prepaid expenses is done for these investments. ECA (SACE) bank loan is obtained from Unicredit Bank Austria AG for related investments in August 2013. The amount used until the balance sheet date is 126.041 (EUR 41.913 thousand). In the subsequent period, an additional bank loan worth 13.511 (EUR 4.493 thousand) is borrowed.

### 5. SIGNIFICANT CHANGES IN EQUITY

#### Gain/(Loss) on Revaluation and Reclassification:

The positive change of 13.556 in the fair values of the financial investments of the Group, which have been traded in the stock exchange market, has been directly recognized in equity (31 March 2013: negative change of 11.553).

#### Restricted Profit Reserves:

In accordance with the resolutions taken during the Ordinary General Assemblies of Group companies as of 31 March 2014, 10.122 of restricted reserves were transferred from retained earnings in the condensed consolidated financial statements (31 March 2013: 12.940).

#### Profit Distribution:

Upon the resolution of the Ordinary General Assembly held on 15 April 2014, it is decided not to distribute any dividend for the operations of the year 2013 due to the occurrence of loss for the year in accordance with the CMB standards. (For the operations of the year 2012, profit shares of 132.220 and 6.055 in the aggregate 138.275 were distributed respectively to owners of the parent and Tekfen Eğitim Sağlık Kültür Sanat ve Doğal Varlıkları Koruma Vakfı which holds redeemed share.)

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

### 6. SEGMENTAL REPORTING

#### a) Segmental results

	1 January - 31 March 2014				
	Contracting	Agriculture	Real Estate	Other	Total
Revenue	608.967	513.688	6.692	19.207	1.148.554
Cost of revenue (-)	(556.312)	(358.403)	(5.752)	(12.536)	(933.003)
<b>GROSS PROFIT / (LOSS)</b>	<b>52.655</b>	<b>155.285</b>	<b>940</b>	<b>6.671</b>	<b>215.551</b>
General administrative expenses (-)	(18.167)	(6.060)	(937)	(6.750)	(31.914)
Marketing expenses (-)	(245)	(33.593)	(131)	(2.203)	(36.172)
Research and development expenses (-)	-	-	-	-	-
Other operating income	15.914	28.299	113	238	44.564
Other operating expenses (-)	(15.995)	(35.849)	(3)	(500)	(52.347)
Share on profit / loss of investments valued using equity method	51	175	(1)	-	225
<b>OPERATING PROFIT / (LOSS)</b>	<b>34.213</b>	<b>108.257</b>	<b>(19)</b>	<b>(2.544)</b>	<b>139.907</b>
Investment income	739	1.239	31	5.262	7.271
Investment expense (-)	-	(2)	-	(5)	(7)
<b>PROFIT / (LOSS) BEFORE FINANCIAL INCOME / (EXPENSE)</b>	<b>34.952</b>	<b>109.494</b>	<b>12</b>	<b>2.713</b>	<b>147.171</b>
Financial income	13.266	24.597	126	34.244	72.233
Financial expense (-)	(16.687)	(16.885)	(18)	(14.267)	(47.857)
<b>PROFIT / (LOSS) BEFORE TAXATION</b>	<b>31.531</b>	<b>117.206</b>	<b>120</b>	<b>22.690</b>	<b>171.547</b>
Tax expense	(7.722)	(16.077)	(20)	(5.281)	(29.100)
<b>PROFIT / (LOSS) FOR THE PERIOD</b>	<b>23.809</b>	<b>101.129</b>	<b>100</b>	<b>17.409</b>	<b>142.447</b>

The Group has 20.771 of revenue and 11.303 of operating income from terminal operations classified as agricultural operation for the period of 1 January - 31 March 2014.

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 6. SEGMENTAL REPORTING (cont'd)

#### a) Segmental results (cont'd)

	1 January - 31 March 2013				
	Contracting	Agriculture	Real Estate	Other	Total
Revenue	554.217	476.646	9.593	18.074	1.058.530
Cost of revenue (-)	(502.421)	(377.748)	(7.881)	(11.385)	(899.435)
<b>GROSS PROFIT</b>	<b>51.796</b>	<b>98.898</b>	<b>1.712</b>	<b>6.689</b>	<b>159.095</b>
General administrative expenses (-)	(14.400)	(6.743)	(1.209)	(6.419)	(28.771)
Marketing expenses (-)	(313)	(32.260)	(35)	(1.848)	(34.456)
Research and development expenses (-)	-	(122)	-	-	(122)
Other operating income	16.620	13.063	953	458	31.094
Other operating expenses (-)	(13.844)	(11.130)	(102)	(782)	(25.858)
Share on profit / loss of investments valued using equity method	5.959	212	(86)	27	6.112
<b>OPERATING PROFIT</b>	<b>45.818</b>	<b>61.918</b>	<b>1.233</b>	<b>(1.875)</b>	<b>107.094</b>
Investment income	706	30	-	54.010	54.746
Investment expense (-)	-	(3)	-	(42)	(45)
<b>PROFIT BEFORE FINANCIAL INCOME / (EXPENSE)</b>	<b>46.524</b>	<b>61.945</b>	<b>1.233</b>	<b>52.093</b>	<b>161.795</b>
Financial income	4.335	5.682	278	21.484	31.779
Financial expense (-)	(12.010)	(3.167)	(37)	(6.182)	(21.396)
<b>PROFIT BEFORE TAXATION</b>	<b>38.849</b>	<b>64.460</b>	<b>1.474</b>	<b>67.395</b>	<b>172.178</b>
Tax expense	(6.893)	(12.600)	(311)	(5.338)	(25.142)
<b>PROFIT FOR THE PERIOD</b>	<b>31.956</b>	<b>51.860</b>	<b>1.163</b>	<b>62.057</b>	<b>147.036</b>

The Group has 16.896 of revenue and 6.205 of operating income from terminal operations as under agricultural operation for the period of 1 January - 31 March 2013.

Translated into English from the report originally issued in Turkish.

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

### 6. SEGMENTAL REPORTING (cont’d)

b) As of 31 March 2014 and 31 December 2013 segmental assets and liabilities are as follows:

Balance sheet	31 March 2014				
	Contracting	Agriculture	Real Estate	Other	Total
Total assets	2.241.867	1.443.508	138.183	1.083.994	4.907.552
Current and non-current liabilities	1.870.280	693.331	117.290	144.966	2.825.867
Equity attributable to owners of the parent	161.809	550.493	20.356	1.316.084	2.048.742
Non-controlling interests	32.667	210	-	66	32.943

  

Balance sheet	31 December 2013				
	Contracting	Agriculture	Real Estate	Other	Total
Total assets	2.217.424	1.312.260	129.460	1.038.276	4.697.420
Current and non-current liabilities	1.882.713	652.739	107.544	132.227	2.775.223
Equity attributable to owners of the parent	143.702	451.509	20.295	1.274.648	1.890.154
Non-controlling interests	31.789	189	-	65	32.043

Translated into English from the report originally issued in Turkish.



# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 6. SEGMENTAL REPORTING (cont'd)

c) Segmental information related to property, plant and equipment, intangible assets and investment property for the three month interim periods ended 31 March 2014 and 2013 is as follows:

	1 January - 31 March 2014				
	Contracting	Agriculture	Real Estate	Other	Total
Capital expenditures (*)	13.963	78.991	93	262	93.309
Depreciation and amortization expense for the period (**)	17.652	2.280	74	1.114	21.120
Intra-segment revenue	49.670	5.899	50	53	55.672
Inter-segment revenue	20	367	141	1.763	2.291

  

	1 January - 31 March 2013				
	Contracting	Agriculture	Real Estate	Other	Total
Capital expenditures (*)	5.903	6.672	43	50	12.668
Depreciation and amortization expense for the period (**)	14.325	3.030	62	1.265	18.682
Intra-segment revenue	20.078	5.115	7	45	25.245
Inter-segment revenue	9	332	95	1.722	2.158

(\*) Fixed assets purchases through financial lease amounting to 2.242 (2013: None) and capitalized borrowings costs amounting to 5.184 (2013:None) are also included.

(\*\*) Depreciation expense of 3.068 is added to the cost of inventory (31 March 2013: 1.263).

Translated into English from the report originally issued in Turkish.

**TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014**

(Amounts are expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

**6. SEGMENTAL REPORTING (cont'd)**

d) Geographical segmental information is as follows:

	Turkey	CIS	Northern Africa	Middle Eastern Countries	Other	Eliminations	Total
Revenue (1 January - 31 March 2014)	750.800	232.332	57.328	165.071	986	(57.963)	1.148.554
Total assets (31 March 2014)	5.647.412	1.808.240	387.012	770.227	78.755	(3.784.094)	4.907.552
Capital expenditures (1 January - 31 March 2014)	80.342	2.973	-	9.994	-	-	93.309
	Turkey	CIS	Northern Africa	Middle Eastern Countries	Other	Eliminations	Total
Revenue (1 January - 31 March 2013)	791.501	167.527	55.437	70.385	1.083	(27.403)	1.058.530
Total assets (31 December 2013)	5.382.474	1.726.942	385.965	722.194	78.812	(3.598.967)	4.697.420
Capital expenditures (1 January - 31 March 2013)	9.898	353	78	2.339	-	-	12.668

Translated into English from the report originally issued in Turkish.

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 7. CASH AND CASH EQUIVALENTS

Time deposits with maturity of three months or less constitute the part of the cash and cash equivalents amounting to 1.145.724 (31 December 2013: 996.633). Demand deposits and other cash equivalents with maturity of three months or less constitute the rest of the cash and cash equivalents.

### 8. TRADE RECEIVABLES AND PAYABLES

a) Trade Receivables:

As at balance sheet date, details of trade receivables of the Group are as follows:

	31 March 2014	31 December 2013
<b>Short term trade receivables</b>		
Receivables from Contracting group operations	379.425	500.337
Receivables from Agriculture group operations	212.017	159.088
Receivables from Real Estate group operations	2.213	1.106
Other trade receivables	26.592	24.706
Provision for doubtful receivables	(33.786)	(32.675)
Retention receivables (Note: 10)	84.027	123.337
Due from related parties	9.775	9.081
Other	4.232	4.709
	<u>684.495</u>	<u>789.689</u>
<b>Long term trade receivables</b>		
Retention receivables (Note: 10)	73.207	84.225
	<u>73.207</u>	<u>84.225</u>

Post dated cheques amounting to 120.900 (31 December 2013: 131.370), notes receivables amounting to 7 (31 December 2013: 45), foreign currency differences amounting to 1.192 (31 December 2013: (10)) are included in short and long term trade receivables, and there is no due date differences (31 December 2013: 88).

Average maturity date for trade receivables varies between the segments. Average maturity date for Contracting segment, for projects in abroad is 71 days (31 December 2013: 81 days), for domestic projects is 49 days (31 December 2013: 43 days), for Agriculture segment is 38 days (31 December 2013: 37 days), for Real Estate segment is 30 days (31 December 2013: 15 days), and for other segments is 80 days (31 December 2013: 80 days).

The movement of the Group's provision for doubtful trade receivables is as follows:

	2014	2013
Provision as at 1 January	(32.675)	(17.090)
Charge for the year	(747)	(1.763)
Collected	53	533
Currency translation effect	(417)	22
Provision as at 31 March	<u>(33.786)</u>	<u>(18.298)</u>

747 of doubtful receivable charge for the period has been charged to general administration expenses (2013: 1.763).

## TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

#### 8. TRADE RECEIVABLES AND PAYABLES (cont’d)

b) Trade Payables:

As at balance sheet date, details of trade payables of the Group are as follows:

	31 March 2014	31 December 2013
<b>Short term trade payables</b>		
Trade payables from Contracting group operations	555.570	663.618
Trade payables from Agriculture group operations	497.430	440.831
Trade payables from Real Estate group operations	2.289	1.641
Due to related parties	350	444
Retention payables (Note: 10)	21.354	23.954
Other trade payables	14.558	15.122
	<u>1.091.551</u>	<u>1.145.610</u>
	31 March 2014	31 December 2013
<b>Long term trade payables</b>		
Retention payables (Note: 10)	26.865	23.569
Trade payables from Contracting group operations	83	82
	<u>26.948</u>	<u>23.651</u>

Notes payables amounting to 7.266 (31 December 2013: 18.123), post dated cheques amounting to 377 (31 December 2013: 248), and foreign currency differences amounting to 100.505 (31 December 2013: 86.049) are included in short and long term trade payables.

For Agriculture Group, payables attributable to inventory supplied through imports constitute 96% (31 December 2013: 96%) of trade payables as at balance sheet date and average payable period for these import purchases is 204 days (31 December 2013: 131 days) whereas average payable period for domestic purchases is 30 days (31 December 2013: 30 days).

For Contracting segment, import purchases through letter of credit constitute 4% (31 December 2013: 4%) of trade payables as at balance sheet date. The average payable period for these import purchases is 79 days (31 December 2013: 76 days) whereas the average payable period for other purchases is 100 days (31 December 2013: 84 days).

The average payable period for Real Estate segment is 43 days (31 December 2013: 11 days).

For the other operations of the Group, the average payable period is 38 days (31 December 2013: 35 days).

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

### 9. INVENTORIES

	31 March 2014	31 December 2013
Raw materials	57.330	48.741
Work in progress	37.561	46.487
Finished goods	5.919	41.734
Trading goods	16.655	38.169
Goods in transit	57.750	52.066
Inventory from real estate projects	119.112	110.936
Inventory at construction sites	152.174	149.679
Other inventories	31.247	33.429
Allowance for impairment on inventory (-)	-	(67)
	<u>477.748</u>	<u>521.174</u>

During the three month interim period ended 31 March 2014, borrowing costs capitalized in inventory amount to 7.359 (31 December 2013: 11.454).

<u>Movement of allowance for impairment of inventory</u>	<u>2014</u>	<u>2013</u>
Provision as of 1 January	(67)	(983)
Currency translation effect	(1)	(14)
Provision released	68	14
Provision as of 31 March	<u>-</u>	<u>(983)</u>

During the current period, there is not any inventory whose net realizable value is less than its current cost. As of 31 March 2013, the amount of 983 has been determined as provision for allowance for impairment on inventory and included in cost of revenue. As of 31 March 2013, total amount of the inventory shown at net realizable value is 1.949.

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 10. CONSTRUCTION CONTRACTS

	31 March 2014	31 December 2013
Cost incurred on uncompleted contracts	8.170.534	7.531.560
Recognised gain less losses (net)	520.788	481.652
	<u>8.691.322</u>	<u>8.013.212</u>
Less: Billings to date (-)	(8.218.130)	(7.590.158)
	<u>473.192</u>	<u>423.054</u>

Costs and billings incurred on uncompleted contracts in condensed consolidated financial statements are as follows:

	31 March 2014	31 December 2013
From customers under construction contracts	618.597	558.960
To customers under construction contracts	(145.405)	(135.906)
	<u>473.192</u>	<u>423.054</u>

	31 March 2014	31 December 2013
<u>Receivables from uncompleted contracts</u>		
Contracts undersigned abroad	562.419	513.876
Contracts undersigned in Turkey	56.178	45.084
	<u>618.597</u>	<u>558.960</u>
<u>Payables to uncompleted contracts</u>		
Contracts undersigned abroad	(145.405)	(135.906)
	<u>(145.405)</u>	<u>(135.906)</u>
	<u>473.192</u>	<u>423.054</u>

The Group has 140.403 of advances given to subcontractors and other suppliers for construction projects classified in short term prepaid expenses (31 December 2013: 130.772). Also, the Group has 267.230 of advances received for contracting projects classified in advances received (31 December 2013: 189.065).

As of 31 March 2014, the Group has 48.219 of retention payables to subcontractors (31 December 2013: 47.523). Also, the amount of retention receivables is 157.234 (31 December 2013: 207.562) (Note: 8).

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 11. INVESTMENTS VALUED BY EQUITY METHOD

Joint Ventures	Location of foundation and operation	31 March 2014		31 December 2013		Power to appoint	Industry
		%	Amount	%	Amount		
H-T Fidecilik	Turkey	50%	5.698	50%	5.610	50%	Agriculture
Azfen	Azerbaijan	40%	54.279	40%	52.841	40%	Construction
Black Sea Gübre	Turkey	30%	813	30%	727	30%	Fertilizer Trade
Florya Gayrimenkul	Turkey	50%	61.335	50%	61.369	50%	Real Estate
			<u>122.125</u>		<u>120.547</u>		

Movements of Group's joint ventures during the period is as follows:

	2014	2013
Opening balance as at 1 January	120.547	42.539
Group's share on profit/(loss)	225	6.112
Effect of the newly established joint ventures	-	61.560
Effect of the joint ventures sold	-	(6.168)
Transactions of the joint ventures sold during the year	-	(8.200)
Currency translation effect	1.387	436
Profit eliminations	(34)	-
Closing balance as at 31 March	<u>122.125</u>	<u>96.279</u>

Group's share on profit/loss of joint ventures is as follows:

H-T Fidecilik	89	69
Azfen	51	5.959
Black Sea Gübre	86	143
Florya Gayrimenkul	(1)	(86)
Tekfen Oz (*)	-	27
Joint ventures consolidated by equity method	<u>225</u>	<u>6.112</u>

(\*) Group has sold its shares in Tekfen Oz, which is consolidated by equity method, to Omurga Konya Gayrimenkul Yatırım A.Ş. on 29 March 2013.

**TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014**

(Amounts are expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

**11. INVESTMENTS VALUED BY EQUITY METHOD (cont’d)**

Information related to financial position:

31 March 2014	H-T Fidecilik	Azfen	Black Sea Gübre	Florya Gayrimenkul	Total
Cash and cash equivalents	9	98.308	11.585	51	109.953
Other current assets	20.083	95.755	55.985	56.332	228.155
Other non current assets	9.333	46.122	545	68.887	124.887
<b>Total Assets</b>	<b>29.425</b>	<b>240.185</b>	<b>68.115</b>	<b>125.270</b>	<b>462.995</b>
Short term financial debts	6.976	-	-	-	6.976
Other short term liabilities	9.094	104.487	65.325	157	179.063
Long term financial debts	1.600	-	-	-	1.600
Other long term liabilities	359	-	81	2.444	2.884
<b>Total Liabilities</b>	<b>18.029</b>	<b>104.487</b>	<b>65.406</b>	<b>2.601</b>	<b>190.523</b>
Net Assets	11.396	135.698	2.709	122.669	272.472
Group's Ownership Rate	50,00%	40,00%	30,00%	50,00%	
<b>Group's share on Net Assets</b>	<b>5.698</b>	<b>54.279</b>	<b>813</b>	<b>61.335</b>	<b>122.125</b>

Translated into English from the report originally issued in Turkish.



**TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014**

(Amounts are expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

**11. INVESTMENTS VALUED BY EQUITY METHOD (cont’d)**

Information related to financial position (cont’d):

31 December 2013	H-T Fidecilik	Azfen	Black Sea Gübre	Florya Gayrimenkul	Total
Cash and cash equivalents	7	8.997	1.744	261	11.009
Other current assets	16.293	160.474	605	56.603	233.975
Other non current assets	9.285	37.873	393	68.376	115.927
<b>Total Assets</b>	<b>25.585</b>	<b>207.344</b>	<b>2.742</b>	<b>125.240</b>	<b>360.911</b>
Short term financial debts	6.534	-	-	-	6.534
Other short term liabilities	5.906	75.096	318	67	81.387
Long term financial debts	1.600	-	-	-	1.600
Other long term liabilities	325	145	-	2.435	2.905
<b>Total Liabilities</b>	<b>14.365</b>	<b>75.241</b>	<b>318</b>	<b>2.502</b>	<b>92.426</b>
<b>Net Assets</b>	<b>11.220</b>	<b>132.103</b>	<b>2.424</b>	<b>122.738</b>	<b>268.485</b>
Group's Ownership Rate	50,00%	40,00%	30,00%	50,00%	
<b>Group's share on Net Assets</b>	<b>5.610</b>	<b>52.841</b>	<b>727</b>	<b>61.369</b>	<b>120.547</b>

Translated into English from the report originally issued in Turkish.

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 11. INVESTMENTS VALUED BY EQUITY METHOD (cont'd)

Information related to profit or loss statement:

31 March 2014	H-T Fidecilik	Azfen	Black Sea Gübre	Florya Gayrimenkul	Total
Revenue	6.529	122.167	66.729	-	195.425
Depreciation and amortization expense	204	2.702	28	-	2.934
Operating profit / (loss)	429	164	126	-	719
Financial income	1	-	5	7	13
Financial expense	(205)	-	-	-	(205)
Tax income / (expense)	(47)	(37)	155	(9)	62
Profit / (Loss) for the year	178	127	286	(2)	589
Group's Ownership Rate	50,00%	40,00%	30,00%	50,00%	
Group's share on Profit / (Loss) for the period	89	51	86	(1)	225
31 March 2013	H-T Fidecilik	Azfen	Black Sea Gübre	Florya Gayrimenkul	Total
Revenue	4.767	64.071	14.702	-	83.540
Depreciation and amortization expense	207	1.819	28	-	2.054
Operating profit / (loss)	226	18.588	415	144	19.373
Financial income	201	52	91	2	346
Financial expense	(268)	(52)	(1)	(360)	(681)
Tax income / (expense)	(21)	(3.691)	(26)	42	(3.696)
Profit / (Loss) for the year	138	14.897	479	(173)	15.341
Group's Ownership Rate	50,00%	40,00%	30,00%	50,00%	
Tekfen OZ (*)					27
Group's share on Profit / (Loss) for the period	69	5.959	143	(86)	6.112

(\*) Group has sold its shares in Tekfen Oz, which is consolidated by equity method, to Omurga Konya Gayrimenkul Yatırım A.Ş. on 29 March 2013.

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## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

12. PROPERTY, PLANT AND EQUIPMENT, INTANGIBLE ASSETS AND INVESTMENT PROPERTY	Property, plant and	Intangible assets	Investment
	equipment		property
<b>Cost Value</b>			
Opening balance as of 1 January 2014	2.370.090	19.580	105.249
Currency translation effect	30.854	370	114
Additions	92.468	623	218
Disposals	(8.656)	-	-
Disposals due to the grant of subsidiary	(250)	(202)	-
Transfers	(399)	399	-
Closing balance as of 31 March 2014	2.484.107	20.770	105.581
<b>Accumulated Depreciation and Amortization</b>			
Opening balance as of 1 January 2014	(1.465.378)	(16.269)	(26.474)
Currency translation effect	(18.734)	(303)	-
Disposals due to the grant of subsidiary	250	186	-
Charge for the period	(23.189)	(307)	(692)
Disposals	7.729	-	-
Closing balance as of 31 March 2014	(1.499.322)	(16.693)	(27.166)
Carrying value as of 31 March 2014	984.785	4.077	78.415
	Property, plant and	Intangible assets	Investment
	equipment		property
<b>Cost Value</b>			
Opening balance as of 1 January 2013	2.015.079	16.692	119.291
Currency translation effect	12.767	164	56
Additions	12.245	408	15
Disposals	(7.149)	(78)	-
Transfers as capital in kind	-	-	(15.191)
Transfers	(91)	91	-
Closing balance as of 31 March 2013	2.032.851	17.277	104.171
<b>Accumulated Depreciation and Amortization</b>			
Opening balance as of 1 January 2013	(1.266.574)	(14.001)	(26.466)
Currency translation effect	(7.472)	(144)	-
Charge for the period	(19.104)	(174)	(667)
Disposals	6.529	77	-
Transfers as capital in kind	-	-	2.714
Closing balance as of 31 March 2013	(1.286.621)	(14.242)	(24.419)
Carrying value as of 31 March 2013	746.230	3.035	79.752

Property, plant and equipment includes fixed assets with carrying value of 155.143 purchased through financial lease (31 March 2013: 143.115). This property, plant and equipment purchased through financial lease consists of various prefabricated buildings, machinery, equipment and vehicles employed in construction sites. During the current period, property, plant and equipment purchases through financial lease amount to 2.242 (31 March: None).

The fair value of the Group's investment property has been arrived based on a valuation carried out by independent expertise not connected with the Group which is one of the accredited independent valuers by Capital Market Board. Valuation work is concluded with regard to the market purchase and sale prices of similar properties. The fair value of the investment properties as of 31 March 2014 is 393.097 (31 March 2013: 339.490) according to the valuation carried out by independent expert.

During the year ended 31 March 2014, borrowing costs capitalized in property, plant and equipment amount to 5.184 (31 March 2013: None). The rate used to determine the amount of borrowing costs eligible for capitalization is 18,35%.

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# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 13. SHORT AND LONG TERM FINANCIAL DEBTS

The Company's bank loans, utilized to finance its working capital flow are reclassified as long term whose maturities passed 31 March 2015 according to their opening dates. Annual weighted average interest rate of the existing short term loans in terms of US Dollars is 3,20% (31 December 2012: 3,38%). Annual weighted average interest rate of the existing long term loans in terms of US Dollars is 4,06% (31 December 2013: 4,05%).

One of the Group's subsidiaries, Toros Tarım has borrowed ECA (SACE) bank loan from Unicredit Bank Austria in August, 2013 for sulfuric acid facility in Samsun factory. The credit amount used until 31 March 2014 is 126.041 (EUR 41.913 thousand). The duration of repayments will last 7 years, including no principal payment within the first two years. The loan carries weighted average effective interest at 2% plus Euribor. Toros Tarım fulfilled the financial performance criteria obliged due to the agreement as of 31 March 2014.

### 14. SHORT AND LONG TERM PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

	31 March 2014	31 December 2013
Short term provisions	63.576	66.988
Long term provisions	48.844	45.160
<b>Total provisions</b>	<b>112.420</b>	<b>112.148</b>
Retirement pay provision	52.401	50.824
Unused vacation pay liability provision	17.213	17.933
Premium provision	3.143	12.629
<b>Total provisions attributable to employee benefits</b>	<b>72.757</b>	<b>81.386</b>
Provision for litigation	7.886	8.112
Other liability provisions	31.777	22.650
<b>Total other provisions</b>	<b>39.663</b>	<b>30.762</b>
<b>Total provisions</b>	<b>112.420</b>	<b>112.148</b>

  

	Retirement Pay Provision	Premium Provision	Unused vacation pay liability provision	Total provisions attributable to employee benefits
Opening balance as of 1 January 2014	50.824	12.629	17.933	81.386
Currency translation effect	579	41	322	942
Charge for the period	7.340	3.069	1.483	11.892
Interest expense	335	-	-	335
Provision paid	(7.444)	(12.596)	(2.525)	(22.565)
Actuarial loss	767	-	-	767
<b>Closing balance as of 31 March 2014</b>	<b>52.401</b>	<b>3.143</b>	<b>17.213</b>	<b>72.757</b>
Opening balance as of 1 January 2013	42.581	11.754	13.223	67.558
Currency translation effect	177	(54)	149	272
Charge for the period	4.947	2.804	4.492	12.243
Interest expense	122	-	-	122
Provision paid	(3.575)	(11.633)	(2.086)	(17.294)
Actuarial gain	(587)	-	-	(587)
<b>Closing balance as of 31 March 2013</b>	<b>43.665</b>	<b>2.871</b>	<b>15.778</b>	<b>62.314</b>

The amount payable to employee calculated by one month salary is limited to a maximum 3.438 TL (31 December 2013: 3.438) as of 31 March 2014.

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

### 14. SHORT AND LONG TERM PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (cont’d)

	Provision for litigation	Other liability provisions	Total Other Provisions
Opening balance as of 1 January 2014	8.112	22.650	30.762
Currency translation effect	2	494	496
Charge for the period	20	9.092	9.112
Provision paid	(36)	(459)	(495)
Provision released	(212)	-	(212)
Closing balance as of 31 March 2014	<u>7.886</u>	<u>31.777</u>	<u>39.663</u>
Opening balance as of 1 January 2013	8.248	877	9.125
Currency translation effect	(1)	22	21
Charge for the period	-	1.170	1.170
Provision paid	(439)	(532)	(971)
Closing balance as of 31 March 2013	<u>7.808</u>	<u>1.537</u>	<u>9.345</u>

#### Litigations:

As of 31 March 2014, lawsuit filed against the Group is totally 120.948 (31 December 2013: 114.085) and it has been decided to accrue 7.866 (31 December 2013: 8.112) of provision for lawsuits that might have high probability of potential outflow from the Group upon the consultation of legal advisors. Based on the legal advice of lawyers, no significant risks is foreseen regarding of lawsuit filed against the Group.

#### Toros Tarım Samsun Fertilizer Facility

Toros Tarım has acquired all of the public shares of Samsun Gübre Sanayi A.Ş. from the Privatization Administration on 4 July 2005. Following the issuance of the Article 2/B of the Forest Law in April 2012, restraints on some parcels transferred from Samsun Gübre Sanayi A.Ş. have become futile. Accordingly, revised construction plans with different scales and application zoning plans have been prepared by Samsun Metropolitan Municipality (Municipality). Upon the rejection of appeal for each construction plans, Toros Tarım has filed an annulment action against Municipality at Samsun 1. Administrative Court. Since the effect of Planning Partnership Interest prescribed at the Application Zoning Plan is considered to break the integrity of the facility; Toros Tarım has not been granted the operating license and Municipality Committee has announced enforcement on 5 February 2013 regarding the shutdown of the facility. Aforementioned transaction was not exercised upon interim suspension of the execution by the Administrative Court.

The process of shutdown is not executed in consequence of negotiations and correspondences done with the Municipality in despite of the suspension of the execution given by the court is removed after the Administration’s advocacy is taken; lawsuits filed at Samsun Administrative Court with the request for cancellation of construction plans prepared by the Municipality are not yet concluded.

On the other side, new title deeds are received as a result of construction plans prepared ex officio and parceling made by Ministry of Environment and Urbanization related to the parcels on which the facility is located.

After all these developments, the Entity has filed an application to Municipality for business license, the process of gathering documents requested by the Municipality for application is still going on.

#### Other:

31.079 of provision is recognized for the possible expenses of contracting group which may occur in the future under “Other liability provisions”.

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 15. COMMITMENTS AND OBLIGATIONS

The guarantee, pledge and mortgage ("GPM") position tables of the Group as of 31 March 2014 and 31 December 2013 are as follows:

	Equivalent of Thousands TL	Thousands of US Dollars	Thousands of EUR	Other (Equivalent of Thousands TL)
<b>31 March 2014</b>				
A. GPM given on behalf of its own legal entity	-	-	-	-
-Guarantee	-	-	-	-
-Pledge	-	-	-	-
-Mortgage	-	-	-	-
B. GPM given on behalf of subsidiaries that are included in full consolidation	4.678.703	1.803.073	65.579	533.125
-Guarantee	4.677.203	1.803.073	65.579	531.625
-Pledge	-	-	-	-
-Mortgage	1.500	-	-	1.500
C. GPM given in order to guarantee third parties' debts for the routine trade operations	-	-	-	-
-Guarantee	-	-	-	-
-Pledge	-	-	-	-
-Mortgage	-	-	-	-
D. Total amounts of other GPM given	-	-	-	-
i. Total amount of GPM given on behalf of parent company	-	-	-	-
ii. Total amount of GPM given on behalf of other group companies that are not included group B and C	-	-	-	-
iii. Total amount of GPM given on behalf of third parties that are not included group C	-	-	-	-
<b>Total as of 31 March 2014</b>	<b>4.678.703</b>	<b>1.803.073</b>	<b>65.579</b>	<b>533.125</b>
	Equivalent of Thousands TL	Thousands of US Dollars	Thousands of EUR	Other (Equivalent of Thousands TL)
<b>31 December 2013</b>				
A. GPM given on behalf of its own legal entity	-	-	-	-
-Guarantee	-	-	-	-
-Pledge	-	-	-	-
-Mortgage	-	-	-	-
B. GPM given on behalf of subsidiaries that are included in full consolidation	1.915.847	589.084	47.760	518.318
-Guarantee	1.914.347	589.084	47.760	516.818
-Pledge	-	-	-	-
-Mortgage	1.500	-	-	1.500
C. GPM given in order to guarantee third parties' debts for the routine trade operations	-	-	-	-
-Guarantee	-	-	-	-
-Pledge	-	-	-	-
-Mortgage	-	-	-	-
D. Total amounts of other GPM given	-	-	-	-
i. Total amount of GPM given on behalf of parent company	-	-	-	-
ii. Total amount of GPM given on behalf of other group companies that are not included group B and C	-	-	-	-
iii. Total amount of GPM given on behalf of third parties that are not included group C	-	-	-	-
<b>Total as of 31 December 2013</b>	<b>1.915.847</b>	<b>589.084</b>	<b>47.760</b>	<b>518.318</b>

Since there are not any GPMs mentioned under D item, the ratio to the total equity is not presented.

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

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### 16. SIGNIFICANT RELATED PARTY TRANSACTIONS

According to TAS 24, the shareholders, Group companies and their subsidiaries, management and other related parties are classified as related parties.

For the interim period, there isn't any extraordinary transaction occurred besides the transactions with related parties and trade relations. Transactions with related parties are distinct and measurable.

### 17. EARNINGS PER SHARE

	1 January - 31 March 2014	1 January - 31 March 2013
Average number of ordinary shares outstanding during the period (in full)	370.000.000	370.000.000
Net profit / (loss) for the period attributable to owners of the parent (thousands TL)	142.382	147.150
Earnings / (loss) per share from operations (TL)	0,385	0,398

# TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

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### 18. OTHER OPERATING INCOME AND EXPENSES

	1 January - 31 March 2014	1 January - 31 March 2013
<u>Other Operating Income</u>		
Foreign exchange gains	36.419	19.574
Discount income	904	2.578
Due date difference income	3.427	2.900
Indemnity income	415	1.164
Scrap sale income	1.243	254
Rent income	817	871
Project management income	87	393
Government grants and incentives income	44	26
Reversal of litigation provision (Note: 14)	212	-
Other income	996	3.334
	<u>44.564</u>	<u>31.094</u>
<u>Other Operating Expenses</u>		
Foreign exchange losses	(45.408)	(21.133)
Grants and contributions	(206)	(494)
Due date difference expense	(764)	-
Discount expense	(3.452)	(276)
Litigation provision (Note: 14)	(20)	439
Additional tax expense	(16)	(18)
Damages subject to litigation	-	(415)
Other expenses	(2.481)	(3.961)
	<u>(52.347)</u>	<u>(25.858)</u>



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## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 19. FINANCIAL INCOME AND FINANCIAL EXPENSE

#### Financial Income:

	1 January - 31 March 2014	1 January - 31 March 2013
Foreign exchange gains	49.877	14.814
Interest income	22.353	16.963
Other finance income	3	2
	<u>72.233</u>	<u>31.779</u>

#### Financial Expense:

	1 January - 31 March 2014	1 January - 31 March 2013
Foreign exchange losses	(49.356)	(14.212)
Interest expense	(10.368)	(7.176)
Other finance expenses	(676)	(8)
Less: Financial expenses included in costs of property, plant and equipment and inventories	12.543	-
	<u>(47.857)</u>	<u>(21.396)</u>

## TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTH INTERIM PERIOD ENDED 31 MARCH 2014  
(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

### 20. FOREIGN CURRENCY POSITION

31 March 2014	Equivalent of Thousands of TL	Thousands of US Dollars	Thousands of EUR	Thousands of GBP	Other (Equivalent of Thousands of TL)
1. Trade Receivables	208.077	61.424	21.356	3	9.338
2. Monetary Financial Assets	494.794	217.303	3.739	8	7.671
3. Other	92.028	26.330	10.438	28	2.880
4. CURRENT ASSETS	794.899	305.057	35.533	39	19.889
5. Trade Receivables	8.916	2.887	464	-	1.199
6. Monetary Financial Assets	4.189	-	16	-	4.141
7. Other	66.426	18.899	8.327	-	-
8. NON CURRENT ASSETS	79.531	21.786	8.807	-	5.340
9. TOTAL ASSETS	874.430	326.843	44.340	39	25.229
10. Trade Payables	634.522	220.159	27.820	139	68.252
11. Financial Liabilities	43.022	8.630	5.523	-	7.515
12. Monetary Other Liabilities	154.520	37.817	3.789	-	60.314
12b. Non Monetary Other Liabilities	1.121	398	83	-	-
13. CURRENT LIABILITIES	833.185	267.004	37.215	139	136.081
14. Trade Payables	9.025	-	299	-	8.126
15. Financial Liabilities	106.606	44.003	3.408	-	-
16. Monetary Other Liabilities	16.923	482	-	-	15.868
17. NON CURRENT LIABILITIES	132.554	44.485	3.707	-	23.994
18. TOTAL LIABILITIES	965.739	311.489	40.922	139	160.075
19. Net foreign currency assets / liabilities position	(91.309)	15.354	3.418	(100)	(134.846)
20. Monetary items net foreign currency assets / liabilities position (1+2+5+6-10-11-12-14-15-16)	(248.642)	(29.477)	(15.264)	(128)	(137.726)

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**20. FOREIGN CURRENCY POSITION (cont’d)**

31 December 2013	Equivalent of Thousands of TL	Thousands of US Dollars	Thousands of EUR	Thousands of GBP	Other (Equivalent of Thousands of TL)
1. Trade Receivables	130.707	43.778	10.353	-	6.870
2. Monetary Financial Assets	374.626	171.720	1.476	6	3.769
3. Other	90.020	25.533	11.216	31	2.480
<b>4. CURRENT ASSETS</b>	<b>595.353</b>	<b>241.031</b>	<b>23.045</b>	<b>37</b>	<b>13.119</b>
5. Trade Receivables	41.194	1.912	12.242	-	1.165
6. Monetary Financial Assets	4.215	-	-	-	4.215
7. Other	75.505	19.607	11.462	-	-
<b>8. NON CURRENT ASSETS</b>	<b>120.914</b>	<b>21.519</b>	<b>23.704</b>	<b>-</b>	<b>5.380</b>
<b>9. TOTAL ASSETS</b>	<b>716.267</b>	<b>262.550</b>	<b>46.749</b>	<b>37</b>	<b>18.499</b>
10. Trade Payables	632.858	197.885	38.225	101	97.910
11. Financial Liabilities	185.510	41.125	5.908	-	80.388
12. Monetary Other Liabilities	132.074	22.256	7.054	-	63.859
12b. Non Monetary Other Liabilities	9	4	-	-	-
<b>13. CURRENT LIABILITIES</b>	<b>950.451</b>	<b>261.270</b>	<b>51.187</b>	<b>101</b>	<b>242.157</b>
14. Trade Payables	8.632	-	192	-	8.068
15. Financial Liabilities	117.027	2.096	38.329	-	-
16. Monetary Other Liabilities	12.999	464	-	-	12.009
<b>17. NON CURRENT LIABILITIES</b>	<b>138.658</b>	<b>2.560</b>	<b>38.521</b>	<b>-</b>	<b>20.077</b>
<b>18. TOTAL LIABILITIES</b>	<b>1.089.109</b>	<b>263.830</b>	<b>89.708</b>	<b>101</b>	<b>262.234</b>
19. Net foreign currency assets / liabilities position	(372.842)	(1.280)	(42.959)	(64)	(243.735)
20. Monetary items net foreign currency assets / liabilities position (1+2+5+6-10-11-12-14-15-16)	(538.358)	(46.416)	(65.637)	(95)	(246.215)

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### 20. FOREIGN CURRENCY POSITION (cont'd)

#### Foreign currency sensitivity

The Group is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to US Dollars and Euro.

The following table details the Group's sensitivity to a 5% increase and decrease in foreign currency rates. 5% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated items and adjusts their translation at the three month interim period end for a 5% change in foreign currency rates. This sensitivity analysis excludes the foreign currency denominated items presented on the balance sheet of the Group companies whose functional currency is other than TL. Positive number indicates an increase in profit or loss.

	31 March 2014	
	Profit / Loss	
	Appreciation of foreign currencies	Depreciation of foreign currencies
	If US Dollars changes 5% against TL	
US Dollars net assets / liabilities	1.681	(1.681)
	If Euro changes 5% against TL	
Euro net assets / liabilities	514	(514)
	If other foreign currencies changes 5% against TL	
Other foreign currency net assets / liabilities	(6.760)	6.760
TOTAL	(4.565)	4.565
	31 December 2013	
	Profit / Loss	
	Appreciation of foreign currencies	Depreciation of foreign currencies
	If US Dollars change 5% against TL	
US Dollars net assets / liabilities	(137)	137
	If Euro changes 5% against TL	
Euro net assets / liabilities	(6.307)	6.307
	If other foreign currencies change 5% against TL	
Other foreign currency net assets / liabilities	(12.198)	12.198
TOTAL	(18.642)	18.642

### 21. SUBSEQUENT EVENTS

None.