ULUSOY UN SANAYİ VE TİCARET A.Ş.
AND ITS SUBSIDIARY

CONSOLIDATED FINANCIAL STATEMENTS OF INTERIM PERIOD BETWEEN 1 JANUARY 2016 AND 30 SEPTEMBER 2016

TABLE OF CONTENTS Page

CONSOLIDATED FINANCIAL POSITION STATEMENT 1-2
CONSOLIDATED PROFIT OR LOSS STATEMENT 3
CONSOLIDATED OTHER COMPREHENSIVE INCOME STATEMENT 4
CONSOLIDATED EQUITY CHANGE STATEMENT 5
CONSOLIDATED CASH FLOW STATEMENT 6
CONSOLIDATED FINANCIAL STATEMENT FOOTNOTES 7-64

1. COMPANY ORGANIZATION AND BUSINESS SEGMENT 6
2. PRINCIPLES OF SUBMITTING FINANCIAL STATEMENTS 9
3. COMPANY MERGERS 19
4. SHARES IN OTHER COMPANIES 20
5. REPORTING BASED ON DEPARTMENTS 20
6. CASH AND CASH EQUIVALENTS 20
7. FINANCIAL INVESTMENTS 22
8. FINANCIAL LIABILITIES 22
9. OTHER FINANCIAL LIABILITIES 25
10. TRADE RECEIVABLES AND PAYABLES 25
11. OTHER RECEIVABLES AND PAYABLES 25
12. RECEIVABLES AND DEBTS FROM ACTIVITIES IN FINANCE SECTOR 26
13. DERIVATIVE INSTRUMENTS 27
14. STOCKS 28
15. BIOLOGICAL ASSETS 28
16. PREPAID EXPENSES AND DEFERRED INCOMES 29
17. RECEIVABLES RELATED TO ONGOING CONSTRUCTION CONTRACTS 29
18. INVESTMENTS VALUED BY EQUITY METHOD 29
19. INVESTMENT RELATED REAL ESTATES 31
20. ASSETS RELATED TO CURRENT PERIOD TAX 33
21. TANGIBLE FIXED ASSETS 34
22. INTANGIBLE FIXED ASSETS 37
23. GOVERNMENT INCENTIVES AND SUBSIDIES 38
24. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES 38
25. COMMITMENTS 40
26. EMPLOYEE BENEFITS 40
27. PENSION PLANS 41
28. OTHER ASSETS AND LIABILITIES 42
29. CAPITAL, RESERVES AND OTHER EQUITY ITEMS 42
30. REVENUE AND SALES COST 49
31. GENERAL ADMINISTRATION EXPENSES, MARKETING EXPENSES, RESEARCH AND DEVELOPMENT EXPENSES 49
32. OTHER REAL OPERATING INCOME AND EXPENSES 52
33. PROFIT / LOSS SHARES ON INVESTMENT VALUED BY EQUITY METHOD 53
34. FINANCIAL INCOMES AND EXPENSES 54
35. FIXED ASSETS RETAINED TO BE SOLD AND SUSPENDED ACTIVITIES 54
36. TAX ASSETS AND LIABILITIES 54
37. EARNINGS PER SHARE 58
38. RELATED PARTY STATEMENTS 58
39. NATURE AND LEVEL OF RISKS RELATED TO FINANCIAL INSTRUMENTS 61
40. FINANCIAL INSTRUMENTS (FAIR VALUE STATEMENTS AND STATEMENTS RELATED TO HEDGE ACCOUNTING) 62
41. POST-REPORTING PERIOD EVENTS 66
42. OTHER PARTICULARS THAT HAVE SIGNIFICANT IMPACT ON FINANCIAL STATEMENTS
43. OR THAT SHOULD BE DISCLOSED FOR ASSURING FINANCIAL STATEMENTS ARE CLEAR,
44. INTERPRETABLE AND COMPREHENSIBLE 66

ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARY
CONSOLIDATED FINANCIAL POSITION STATEMENT DATED SEPTEMBER 30, 2016
(Unless stated otherwise, currency is Turkish Liras)

ASSETS	**Footnote References**	**Not partially audited 30.09.2016**	**Externally audited 31.12.2015**
Current Assets		**430.498.369**	**430.476.542**
Cash and cash equivalents	6	35.250.113	44.688.907
Financial Investments	7	227.884	290.931
Trade Receivables	10	241.700.801	202.008.828
Receivables from Finance Sector Activities	12	-	-
Other Receivables	11	2.292.664	3.700.674
Derivative Instruments	13	4.715.377	8.869.096
Inventories	14	108.373.219	140.128.664
Biological Assets	15	-	-
Prepaid Expenses	16	28.627.972	27.564.094
Assets Related to Current Period Tax	20	1.930.155	15.987
Other Current Assets	28	7.380.184	3.209.361
(Sub Total)		*430.498.369*	*430.476.542*
Fixed Assets Classified for Sales	35	-	-
Fixed Assets		**84.264.153**	**72.630.710**
Financial Investments	7	15.000	15.000
Trade Receivables	10	9.019.547	7.795.160
Receivables from Finance Sector Activities	12	-	-
Other Receivables	11	31.013	26.882
Derivative Instruments	13	-	-
Investments valued by equity method	18	4.289.161	4.167.980
Biological Assets	15	-	-
Investment Real Estates	19	9.440.000	7.094.142
Tangible Fixed Assets	21	55.975.029	46.144.226
Intangible Fixed Assets	22	444.502	503.319
- *Goodwill*	22	-	-
- *Other Intangible Fixed Assets*	22	*444.502*	*503.319*
Prepaid Expenses	16	2.938.925	4.418.420
Deferred Tax Asset	36	2.110.976	2.465.581
Other Fixed Assets	28	-	-
TOTAL ASSETS		**514.762.522**	**503.107.252**

The consolidated financial statements issued for the period between the dates of January 1 and September 30, 2016 are approved by virtue of the Board of Directors Resolution dated 09.11.2016 and the financial statements are undersigned by Eren Günhan Ulusoy, Kamil Adem, Salih Zeki Murzioğlu, Vedat Ceyhan and Kemal Kitapli on behalf of the Board of Directors.

ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARY
CONSOLIDATED FINANCIAL POSITION STATEMENT DATED SEPTEMBER 30, 2016
(Unless stated otherwise, currency is Turkish Liras)

LIABILITIES	**Footnote References**	**Not partially audited 30.09.2016**	**Externally audited 31.12.2015**
Short Term Liabilities		**327.180.087**	**326.793.283**
Short Term Borrowings	8	59.844.419	74.314.521
Short Term Amounts of Long Term Borrowings	8	5.861.581	13.318.859
Other Financial Liabilities	9	-	-
Trade Payables	10	253.877.849	233.915.632
Payables from Finance Sector Activities	12	-	-
Payables Classified as Employee Benefits	26	704.138	753.913
Other Payables	11	31.234	38.120
Derivative Instruments	13	1.828.326	-
Government Incentives and Subsidies	23	-	-
Deferred Incomes	16	4.801.099	3.960.839
Tax Liabilities on Period Profit	36	-	279.760
Short Term Provisions	24	66.293	39.231
- Short Term Provisions for Employee Benefits	26/24	*66.293*	-
- Other Short Term Provisions	24	-	*39.231*
Other Short Term Liabilities	28	165.148	172.408
(Subtotal)		*327.180.087*	*326.793.283*
Liabilities on Asset Groups classified for Sales	35	-	-
Long Term Liabilities		**15.233.922**	**6.545.630**
Long Term Borrowings	8	10.369.539	651.463
Other Financial Liabilities	9	-	-
Trade Payables	10	-	-
Payables from Finance Sector Activities	12	-	-
Other Payables	11	-	-
Derivative Instruments	13	-	-
Government Incentives and Subsidies	23	-	-
Deferred Incomes	16	1.259.473	-
Long Term Provisions	24	890.618	719.701
- Long Term Provisions for Employee Benefits	26/24	*890.618*	*719.701*
- Other Long Term Provisions	24	-	-
Payables for Current Period Tax		-	-
Deferred Tax Liability	36	2.714.292	5.174.466
Other Long Term Liabilities	28	-	-
Shareholders' equity	**29**	**172.348.513**	**169.768.339**
Equity holders of the parent		**172.348.513**	**169.768.339**
Paid-in capital	29	84.500.000	84.500.000
Reacquired Stock	29	(2.296.465)	-
Share Issue Premiums/Discounts	29	38.607.992	38.607.992
Other Accumulated, Comprehensive Incomes or Expenses that cannot be reclassified as profit or loss	29	264.758	4.499.957
- Revaluation and Assessment Gains / Losses		*264.758*	*4.499.957*
- Revaluation Increases/(Decreases)		*565.860*	*4.780.452*
- Defined Benefit Plans Reassessment Earnings		*(301.102)*	*(280.495)*
Reserves on Retained Earnings	29	5.626.780	2.120.395
Previous Year Profits / (Losses)	29	38.915.831	31.736.786
Net Period Profit / (Loss)	29	6.729.617	8.303.209
Non-controlling interests		**-**	**-**
TOTAL LIABILITIES		**514.762.522**	**503.107.252**

Enclosed footnotes are supplementary to the consolidated financial statements.

ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARY

CONSOLIDATED PROFIT OR LOSS STATEMENT ISSUED FOR THE INTERIM PERIOD BETWEEN THE DATES OF JANUARY 1, 2016 AND SEPTEMBER 30, 2016

(Unless stated otherwise, currency is Turkish Liras)

	Footnote References	**Not partially audited**	**Not partially audited**	**Not partially audited***	**Not partially audited***
PROFIT OR LOSS ITEMS		**01.01.2016 30.09.2016**	**01.07.2016 30.09.2016**	**01.01.2015 30.09.2015**	**01.07.2015 30.09.2015**
Revenues	30	841.773.193	331.041.536	692.106.505	242.840.237
Cost of Sales (-)	30	(792.980.506)	(316.508.276)	(637.471.896)	(220.322.446)
Gross Profit / (Loss) from Commercial Activities		**48.792.687**	**14.533.260**	**54.634.609**	**22.517.791**
Revenues from Finance Sector Activities		-	-	-	-
Cost of Finance Sector Activities (-)		-	-	-	-
Gross Profit / (Loss) from Finance Sector Activities		**-**	-	-	-
GROSS PROFIT / (LOSS)		**48.792.687**	**14.533.260**	**54.634.609**	**22.517.791**
General Administration Expenses (-)	31	(4.894.701)	(1.641.676)	(4.598.962)	(1.353.433)
Marketing Expenses (-)	31	(21.365.019)	(7.068.679)	(22.552.905)	(10.922.717)
Research and Development Expenses (-)	31	-	-	-	
Other Real Operating Incomes	32	29.116.729	11.376.303	39.178.404	18.471.294
Other Real Operating Expenses (-)	32	(27.834.383)	(7.767.014)	(21.192.224)	(7.886.915)
REAL OPERATING PROFIT / (LOSS)		**23.815.313**	**9.432.194**	**45.468.922**	**20.826.020**
Income from Investing Activities	32	291.755	30.249	706.863	410.911
Expenses from Investing Activities	32	-	-	-	-
Profit / Loss Shares of Investments Valued by Equity Method	33	121.181	2.669	216.204	57.744
OPERATING PROFIT / LOSS BEFORE FINANCIAL EXPENSES		**24.228.249**	**9.465.112**	**46.391.989**	**21.294.675**
Financial Incomes	34	50.788.211	14.927.661	51.926.870	16.753.493
Financial Expenses (-)	34	(67.827.195)	(20.575.359)	(92.448.580)	(37.702.616)
PRETAX PROFIT / (LOSS) FROM CONTINUING OPERATIONS		**7.189.265**	**3.817.414**	**5.870.279**	**345.552**
Tax Expense / Income from Continuing Operations	**36**	**(459.648)**	**(429.210)**	**(4.247.028)**	**(1.223.228)**
Period Tax Expense / Income		(1.506.416)	275.547	(25.242)	(15.714)
Deferred Tax Expense / Income		1.046.768	(704.757)	(4.221.786)	(1.207.514)
PERIOD PROFIT / (LOSS) FROM CONTINUING OPERATIONS		**6.729.617**	**3.388.204**	**1.623.251**	**(877.676)**
PERIOD PROFIT / (LOSS) FROM DISCONTINUING OPERATIONS		-	-	-	-
Period Profit / (Loss) from Discontinuing Operations After Tax		-	-	-	-
PERIOD PROFIT / (LOSS)		**6.729.617**	**3.388.204**	**1.623.251**	**(877.676)**
Distribution of Period Profit / (Loss)					
Non-controlling Interest					
Equity holders of the parent		6.729.617	3.388.204	1.623.251	(877.676)
Earnings per share	**37**				
Earnings per share from continuing operations		0,081	0,041	0,0192	-
Earnings per share from discontinuing operations		-	-		
Diluted earnings per share					
Diluted earnings per share from continuing operations		-	-	-	-
Diluted earnings per share from discontinuing operations		-	-	-	-

See footnote 2.

Enclosed footnotes are supplementary to the consolidated financial statements.

ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARY

CONSOLIDATED OTHER COMPREHENSIVE INCOME STATEMENT ISSUED FOR PERIOD BETWEEN THE DATES OF JANUARY 1, 2016 AND SEPTEMBER 30, 2016

(Unless stated otherwise, currency is Turkish Liras)

		Not partially audited	**Not partially audited**	**Not partially audited***	**Not partially audited***
OTHER COMPREHENSIVE INCOME	**Footnote References**	**01.01.2016 30.09.2016**	**01.07.2016 30.09.2016**	**01.01.2015 30.09.2015**	**01.07.2015 30.09.2015**
Items not to be reclassified on profit or loss	**29**	**(4.235.199)**	**(4.183.227)**	**(17.162.205)**	**(119.194)**
Revaluation increases / decreases of tangible fixed assets		(5.268.240)	(5.268.240)	(21.228.934)	(29.270)
Revaluation increases / decreases of intangible fixed assets		-	-	-	-
Reassessment gains / losses of defined benefit plans		(25.759)	39.206	(223.821)	(119.723)
Shares of Investments valued by equity method but not classified under profit / loss of other comprehensive incomes		-	-	-	-
Other Comprehensive Income Items not reclassified as other profit or loss		-	-	-	-
Tax of other comprehensive income not reclassified as profit or loss		1.058.800	1.045.807	4.290.550	29.799
Period Tax (Expense)/Income		-	-	-	-
Deferred Tax (Expense) / Income		*1.058.800*	*1.045.807*	*4.290.550*	*29.799*
Items to be reclassified as profit or loss		-	-	-	-
Foreign Currency conversion adjustments		-	-	-	-
Revaluation and / or Reclassification Gains / Losses of Available for sale Financial Assets		-	-	-	-
Gains / Loss of Cash Flow Hedging		-	-	-	-
Gains / Losses of Investment Hedging related to the Foreign Business		-	-	-	-
Shares of investments valued by equity method and classified under profit / loss of other comprehensive incomes		-	-	-	-
Other Comprehensive Income Items to be Reclassified as other profit or loss		-	-	-	-
Tax Incomes / Expenses of Other Comprehensive Income to be reclassified on profit or loss		-	-	-	-
Period Tax (Expense) / Income		-	-	-	-
Deferred Tax (Expense) / Income		-	-	-	-
OTHER COMPREHENSIVE INCOME		**(4.235.199)**	**(4.183.227)**	**(17.162.205)**	**(119.194)**
TOTAL COMPREHENSIVE INCOME		**2.494.418**	**(795.023)**	(15.538.954)	(996.870)
Distribution of Total Comprehensive Income					
Non-controlling Interest		-	-	-	-
Equity holders of the parent		2.494.418	(795.023)	(15.538.954)	(996.870)

Enclosed footnotes are supplementary to the consolidated financial statements.

ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARY

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY ISSUED FOR INTERIM PERIOD BETWEEN THE DATES OF JANUARY 1, 2016 AND SEPTEMBER 30, 2016

(Unless stated otherwise, currency is Turkish Liras)

					Accumulated Other Comprehensive Incomes and Expenses not Reclassified in Profit or Loss			**Accumulated Profits / (Losses)**		
	Footnote	**Paid-in Capital**	**Reacquired stocks (-)**	**Share Issue premiums/discounts**	**TFA Revaluation Increases/Decreases**	**Defined Benefit Plans Reassessment Earnings**	**Limited Reserves on Retained Earnings**	**Previous Years Profits / (Losses)**	**Net Period Profit / (Loss)**	**Total**
Balance on December 31, 2014 (Opening Balances)		**84.500.000**	**-**	**38.607.992**	**21.763.600**	**(47.399)**	**1.400.369**	**2.474.682**	**14.189.389**	**162.888.633**
Transfers	**29**	-	-	-	-	-	-	*35.418.323*	*(14.189.389)*	*21.228.934*
Profit Shares	**29**	-	-	-	-	-	*720.026*	*(6.156.219)*	-	*(5.436.193)*
Total comprehensive income	**29**	-	-	-	*(16.983.148)*	*(179.057)*	-	-	*1.623.251*	*(15.538.954)*
Balance on September 30, 2015 (Consolidated not partially audited)		**84.500.000**	**-**	**38.607.992**	**4.780.452**	**(226.456)**	**2.120.395**	**31.736.786**	**1.623.251**	**163.142.420**
Balance on December 31, 2015 (Opening Balances)		**84.500.000**	**-**	**38.607.992**	**4.780.452**	**(280.495)**	**2.120.395**	**31.736.786**	**8.303.209**	**169.768.339**
Profit Shares		-	-	-	-	-	*1.209.920*	*(4.095.939)*	-	*(2.886.019)*
Increase (Decrease) due to stock reacquisition transactions)	*29*		*(2.296.465)*	-	-	-	*2.296.465*	*(2.296.465)*	-	*(2.296.465)*
Transfers	*29*	-	-	-	-	-	-	*13.571.449*	*(8.303.209)*	*5.268.240*
Total Comprehensive Income	*29*	-	-	-	*(4.214.592)*	*(20.607)*	-	-	*6.729.617*	*2.494.418*
Balance on September 30, 2016 (Consolidated not partially audited)	*29*	**84.500.000**	**(2.296.465)**	**38.607.992**	**565.860**	**(301.102)**	**5.626.780**	**38.915.831**	**6.729.617**	**172.348.513**

Enclosed footnotes are supplementary to the consolidated financial statements.

ULUSOY UN SANAYİ VE TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARY

CONSOLIDATED CASH FLOW STATEMENT ISSUED FOR INTERIM PERIOD BETWEEN THE DATES OF JANUARY 1, 2016 AND SEPTEMBER 30, 2016

(Unless stated otherwise, currency is Turkish Liras)

		Not partially audited	Not partially audited
	Footnote References	**01.01.2016 31.09.2016**	**01.01.2015 30.09.2015**
A. Cash Flows from Operational Activities		**16.248.611**	**(61.565.924)**
Period Profit / (Loss)	**29**	**6.729.617**	**1.623.251**
Adjustments related to Period Net Profit / (Loss) settlement		**1.227.135**	**9.298.956**
Adjustments related to amortization and redemption expenses	31	2.055.082	1.737.858
Adjustments related to interest income / expense		46.602	3.341.526
Adjustments related to provisions		172.220	(2.214)
Adjustments related to tax income / expense		(1.046.769)	4.221.786
Changes in working capital		**8.291.859**	**(72.488.131)**
Adjustments related to Inventory Increases (Decreases)	14	31.755.445	62.177.717
Adjustments related to Trade Receivables Increases (Decreases)	10	(40.916.360)	(37.995.820)
Adjustments related to Increases (Decreases) in Other Operational Receivables	11	1.403.879	(991.172)
Adjustments related to increases (decreases) in Trade Payables	10	19.962.217	(40.722.398)
Adjustments related to the increases (decreases) in Other Operational Payables	11	(6.886)	(6.185)
Adjustments related to other increases / (decreases) in Working Capital		(3.906.436)	(54.950.273)
Cash flow from operations		**16.248.611**	**(61.565.924)**
B. Cash Flows from Investing Activities		**(8.249.015)**	**(26.031.992)**
Cash Outflows from Buying Tangible and Intangible Fixed Assets	19/21/22	(21.919.998)	(6.682.251)
Cash Inflows from Selling Tangible and Intangible Fixed Assets	21/22	7.747.072	-
Cash Outflows from Buying Other Business or Fund Shares or Debt Instruments	7-18	(58.134)	
Cash Inflows from Selling Other Business or Fund Shares or Debt Instruments	7-18	-	156.372
Cash Inflows from Derivative Instruments	13	5.982.045	-
Cash Outflows from Derivative Instruments	13	-	(19.506.113)
C. Cash Flows from Financing Activities		**(17.438.390)**	**72.766.380**
Capital increase	29	-	-
Cash outflow from repurchasing shares		(2.296.465)	-
Cash inflows from borrowings		951.545.525	389.697.164
Cash outflows for debt payments		(961.188.886)	(304.226.900)
Interest Earned	34	4.345.410	11.964.367
Interest Paid	34	(6.957.955)	(19.232.058)
Dividends Paid	29	(2.886.019)	(5.436.193)
Net Increase (Decrease) in Cash and Cash Equivalents before Foreign Currency Conversion Adjustments Impact (A+B+C)		**(9.438.794)**	**(14.831.536)**
D. Impact of Foreign Currency Conversion Adjustments on Cash and Cash Equivalents			
Net Increase (Decrease) in Cash and Cash Equivalents (A+B+C+D)		**(9.438.794)**	**(14.831.536)**
E. Cash and Cash Equivalents at the beginning of period	**6**	**44.688.907**	**66.466.944**
Cash and Cash Equivalents on period end (A+B+C+D+E)	**6**	**35.250.113**	**51.635.408**

Enclosed footnotes are supplementary to the consolidated financial statements.

1. COMPANY ORGANIZATION AND AREA OF ACTIVITY

Ulusoy Un Sanayi ve Ticaret Anonim Şirketi ("the Company") was established in 1989 for producing, trading, importing and exporting all kinds of food items made up of grains and legumes such as flour, farina, pasta and biscuits.

The company's head office is located at the address of Atatürk Bulvarı No: 272 Kutlukent / Samsun.

The company's upper limit of registered capital is TRY 150.000.000. The upper limit of registered capital permit granted by the Capital Market Board ("CMB") is valid for (5 years) between the years of 2013 and 2017.

The Capital Market Board's meeting dated November 7, 2014 and numbered 32/1095 allowed Ulusoy Un Sanayi ve Ticaret A.Ş. to go public by book-building on November 12, 13 and 14, 2014. Shares with total nominal value of TRY 23.500.000 were offered through capital increase and selling partnerships and all shares were sold. 27,81% of the shares of the company were traded at the İstanbul Stock Exchange as of November 20, 2014. The company's issued capital is equal to TRY 84.500.000 (eighty four million five hundred thousand Turkish Liras). This capital is divided into 9.750.000 Group A shares, 6.500.000 Group B shares and 68.250.000 Group C shares, in total 84.500.000 shares, each with a nominal value of TRY 1. Group A and B shares are registered shares, Group C shares that are traded at the İstanbul Stock Exchange are bearer shares and other Group C shares are registered shares. Group A shares have the privilege to select Board of Directors and Group A and B shares have privilege in voting at the General Meeting; excluding the independent members; if the Board of Directors is composed of five members, then minimum two members, if composed of six or seven members minimum three members, if composed of eight or nine members minimum four members, if composed of ten or eleven members, minimum five members should be elected among candidates to be nominated by majority of Group A shareholders. Group A shareholders or their proxies attending to the Ordinary and Extraordinary General Meetings shall have 15 (fifteen) voting rights per share; Group B shareholders or their proxies shall have 10 (ten) voting rights per share and Group C shareholders or proxies shall have 1 (one) voting right per share.

Capital distribution of the Company is as follows:

Shareholders	Number of Shares	Group	Ratio (%)	Amount
Fahrettin Ulusoy	4.550.000	A	5,38	4.550.000
	1.950.000	B	2,31	1.950.000
	23.873.882	C	28,25	23.873.882
	30.373.882		**35,94**	**30.373.882**
Nevin Ulusoy	650.000	A	0,77	650.000
	1.300.000	B	1,54	1.300.000
	5.830.756	C	6,90	5.830.756
	7.780.756		**9,21**	**7.780.756**
Onur Erhan Ulusoy	650.000	A	0,77	650.000
	1.950.000	B	2,31	1.950.000
	7.423.684	C	8,78	7.423.684
	10.023.684		**11,86**	**10.023.684**
Eren Günhan Ulusoy	3.900.000	A	4,62	3.900.000
	1.300.000	B	1,54	1.300.000
	7.499.375	C	8,88	7.499.375
	12.699.375		**15,04**	**12.699.375**
Kamil Adem	26.941	C	0,03	26.941
	26.941		**0,03**	**26.941**
Mithat Denizcigil	95.362	C	0,11	95.362
	95.362		**0,11**	**95.362**
Public Shares	23.500.000	C	27,81	23.500.000
	84.500.000		**100,00**	**84.500.000**

As of September 30, 2016, the company has 233 employees (230 on December 31, 2015).

The company has one subsidiary as of the date of reporting. The share ratio in this subsidiary as are as follows:

Subsidiaries	30 September 2016 (Ratio)	31 December 2015 (Ratio)
Ulidaş Tarım Ürünleri Lisanslı Depoculuk A.Ş.	% 100	% 100

Ulidaş Tarım Ürünleri Lisanslı Depoculuk A.Ş. ("Ulidaş")

Established on February 27, 2015, the company offers licensed warehousing activities for keeping agricultural products covered by its license under proper conditions and storing for commercial purposes.

Ulidaş head quarter is located at the address of Atatürk Bulvarı No:272 Tekkeköy / Samsun. The company has two employees as of September 30, 2016. (31 December 2015: 1 person)

The company capital is equal to TRY 5.000.000 as of September 30, 2016 and the company does not have any outstanding capital.

The company and Ulidaş shall be jointly referred as the Group.

2. PRINCIPLES GOVERNING SUBMISSION OF FINANCIAL STATEMENTS

2.1 Basic Principles regarding submission

2.1.1 Compliance Statement

Legal records of the group are kept according to the Turkish Commercial Code and Turkish Tax Laws and thus the currency of legal financial statements is Turkish Lira ("TRY").

The enclosed consolidated financial statements are issued based on the Capital Market Board's "CMB" "Communiqué on Principles of Financial Reporting on Capital Market" ("Communiqué") Serial II and numbered 14.1 which was published on the Official Gazette dated June 13, 2013 and numbered 28676 and in accordance with the Turkish Accounting Standards ("TMS") / Turkish Financial Reporting Standards ("TFRS") that are published by the Public Oversight, Accounting and Auditing Standards Institute ("KGK") and entered into force.

The consolidated financial statements issued for the period between the dates of January 1 and September 30, 2016 are approved by virtue of the Board of Directors Resolution dated 9.11.2016 and the financial statements are undersigned by Eren Günhan Ulusoy, Kamil Adem, Salih Zeki Murzioğlu, Vedat Ceyhan and Kemal Kitaplı on behalf of the Board of Directors.

The Group's general assembly and / or legal authorities are entitled to amend the enclosed consolidated financial statements.

2.1.2 Principles of Preparing Financial Statements

The consolidated financial statements dated September 30, 2016 and their footnotes are issued based on CMB's "Communiqué on Principles of Financial Reporting on Capital Market" Serial II and numbered 14.1 published on the Official Gazette dated June 13, 2013 and numbered 28676.

Paid-in capital and limited reserves on retained earnings, which are items of shareholders equity, are shown based stated on the legal records.

The enclosed consolidated financial statements are prepared as a result of corrections and classifications made on the Group's legal records as per the communiqué published by CMB.

The group has presented the consolidated financial statements and footnotes in the format that is required under the communiqué and decisions published by CMB.

Consolidated financial statements of the Group are prepared according to the principle of Group's continuity and under the assumption that Group shall obtain benefit from its assets and fulfil its obligations in the one year ahead and in the natural course of its activities.

2.1.3. Currency

The enclosed consolidated financial statements are presented in Turkish Lira (TRY) and all financial data available is included by rounding up to the closest TRY amount.

2.1.4. Adjustment of Financial Statements on Periods of High Inflation

Turkish Accounting Standards 29 requires financial statements issued in currency of economies with hyperinflation to use the measurement unit valid on the date of reporting. The practice of adjusting financial statements according to inflation stopped on January 1, 2005 because the high inflation period ended and, also, majority of the indications related to dominance of high inflation period were relieved significantly according to the decision of CMB dated March 17,2005 and numbered 11/367.

2.1.5. Principles of Consolidation

The financial statements dated September 30, 2016, September 30, 2015 and December 31, 2015 are presented in the form of **consolidated financial statements.**

Details of the Group's subsidiaries are as follows as of September 30, 2016 and December 31, 2015:

Subsidiaries	30 September 2016 (Ratio)	31 December 2015 (Ratio)
Ulidaş Tarım Urünleri Lisanslı Depoculuk A.Ş.	% 100	% 100

The enclosed consolidated financial statements show the Company and subsidiary accounts as explained below on the "subsidiaries" article. Necessary adjustments and classifications are made while preparing financial statements of subsidiaries in order to assure compliance to legal records, reporting standards as well as accounting policies and presentation formats adopted by the Company.

2.1.5.1. Subsidiaries

The subsidiaries are companies directly or indirectly controlled by the Company.

The Company receives shares from operations of the subsidiaries depending on its power of enforcing financial and operational policies adopted by the subsidiary companies. Existing and convertible voting rights are taken into consideration while determining the controlling power. Financial statements of the subsidiaries are included in the consolidated financial statements for the period between gaining and losing controlling power.

The company owns 100 % of Ulidaş as of September 310, 2016 and December 31, 2015. Since the Company has absolute controlling power over the operations of Ulidaş, the financial statements of Ulidaş are included in the enclosed consolidated financial statements by means of full consolidation.

2.1.5.2. Elimination in Consolidation Process

Financial position statements and profit / loss statements of Ulidaş are consolidated by using full consolidation method and Ulidaş's recorded assets shown on the Company's books as subsidiaries and shareholders' equity shown on Ulidaş's books are mutually offset. Consolidated financial statements are free of all balances and transactions related to the operations between Ulidaş and the Company and of any unrealized incomes and expenses. If necessary, adjustments related to accounting policies are made on the financial statements of the subsidiaries in order to make sure that they comply with the accounting policies adopted by the Company. All in-group transactions, balances, incomes and expenses are eliminated on the consolidation process.

2.1.5.3. Non-controlling interests

Non-controlling interests in the net assets of consolidated subsidiaries are separately shown in the Group's shareholders equity. Non-controlling interests include amount of shares arising from initial company mergers and amount of non-controlling interests arising from shareholders equity changes starting from the date of merger.

2.1.6. Comparative Information and Adjustment of Financial Statements issued on the Previous Period

The information presented on the consolidated financial statements is information compared with the previous period. In order to assure compliance with the current period consolidated financial statements, comparative information is reclassified, if necessary.

Consolidated financial statements dated 30 September 2015 have been reclassified according to the provisions of the "Communique on Principles Related to Financial Reporting in Capital Market" ("Communique") Serial: II, No: 14.1 published in the Official Journal dated 13 June 2013 and no 28676. Amounts such as late interests of trade receivables, interest, etc. are included in the financial statements not as revenue provision but as interest income, exchange difference, etc. provision. These amounts are indicated in the trade receivables with related remarks made in the footnotes. If the said interest incomes, exchange differences, etc. are included in Profit or Loss and Other Comprehensive Income Statement, these are shown in the section of Other Real Operating Income. Accruals against late interests, interest, etc., if any, for trade payables are also listed under trade payables and are acknowledged in footnotes. Such interest expenses and exchange differences are listed under "Other Real Operating Expenses" item in Profit or Loss and Other Comprehensive Income Statement.

The changes in the reclassified consolidated financial statements are as follows:

	Reclassified					
	1 January- 30 September 2015	**1 July -30 September 2015**	**1 January- 30 September 2015**	**1 July -30 September 2015**	**Change 1 January- 30 September 2015**	**Change 1 July -30 September 2015**
CONTINUING OPERATIONS						
Revenue	692.106.505	242.840.237	692.106.505	242.840.237	-	-
Cost of Sales (-)	(637.471.896)	(220.322.446)	(637.471.896)	(220.322.446)	-	-
Gross profit/(loss) from business operations	**54.634.609**	**22.517.791**	**54.634.609**	**22.517.791**	-	-
GROSS PROFIT/LOSS	**54.634.609**	**22.517.791**	**54.634.609**	**22.517.791**	-	-
General Administrative Expenses (-)	(4.598.962)	(1.353.433)	(4.598.962)	(1.353.433)	-	-
Marketing, Sales and Distribution Expenses (-)	(22.552.905)	(10.922.717)	(22.552.905)	(10.922.717)	-	-
Research and Development Expenses (-)			-	-	-	-
Other Real Operating Income	39.178.404	18.471.294	5.165.145	2.912.181	34.013.259	15.559.113
Other Real Operating Expenses (-)	(21.192.224)	(7.886.915)	(3.281.248)	(1.844.596)	(17.910.976)	(6.042.319)
REAL OPERATING PROFIT/LOSS	**45.468.922**	**20.826.020**	**29.366.639**	**11.309.226**	**16.102.283**	**9.516.794**
Income from Investing Activities	706.863	410.911	-		706.863	410.911
Expenses from Investing Activities		-	-		-	-
Profit / loss shares of investments valued by equity method	216.204	57.744	216.204	57.744	-	-
OPERATING PROFIT/LOSS BEFORE FINANCIAL EXPENSE	**46.391.989**	**21.294.675**	**29.582.843**	**11.366.970**	**16.809.146**	**9.927.705**
Financial Income	51.926.870	16.753.493	86.646.992	32.723.517	(34.720.122)	(15.970.024)
Financial Expense (-)	(92.448.580)	(37.702.616)	(110.359.556)	(43.744.935)	17.910.976	6.042.319
PRE-TAX PROFIT/LOSS FROM CONTINUING OPERATIONS	**5.870.279**	**345.552**	**5.870.279**	**345.552**	-	-
Tax Income/Expense from Continuing Operations	**(4.247.028)**	**(1.223.228)**	**(4.247.028)**	**(1.223.228)**	**-**	**-**
Period Tax Expense/ Income	(25.242)	(15.714)	(25.242)	(15.714)	-	-
Deferred Tax Expense/ Income	(4.221.786)	(1.207.514)	(4.221.786)	(1.207.514)	-	-
PERIOD INCOME/LOSS FROM CONTINUING OPERATIONS	**1.623.251**	**(877.676)**	**1.623.251**	**(877.676)**	-	-
DISCONTINUED OPERATIONS						
After-tax period income/loss of discontinued operations	-					
PERIOD INCOME/LOSS	**1.623.251**	**(877.676)**	**1.623.251**	**(877.676)**	-	-

2.1.7. Netting

Financial assets and liabilities are included on the consolidated financial position statement with net values provided that there is a legal right of netting, net payment is made or collection of payment is possible or if acquisition of an asset and performance of the liability can be performed simultaneously.

2.1.8. Changes in Accounting Policies

Material changes made on the accounting policies are applied retrospectively and financial statements of the previous period are rearranged.

2.1.9. Changes and Errors in Accounting Forecasts

If the changes in accounting forecasts relate only to one period, the change shall be applied to the current period of change; if the changes related to the future periods, the change is applied both to the current period of change and future periods prospectively. Material accounting errors determined are examined retrospectively and financial statements of previous periods are rearranged.

2.1.10. Summary of Accounting Policies Applied

2.1.10.1. Revenue

Revenue is the gross economic benefit obtained from the Group's activities in the period and resulted with equity increase, excluding the shareholders' contribution to the capital. Revenue includes only the gross benefit flows obtained and to be obtained on behalf of the Group. Revenue will be a subject to recognition when future economic benefits will be probably Group inputs and the benefits in question can be measured in a reliable manner; the fair value of the amount received or to be received shall be used for measurement. Net sales are calculated by deducting returns on sales and sales discounts from gross sales.

Revenue from selling goods is included in the consolidated financial statements when the following conditions are met:

(a) The Group should transfer material risks related to ownership of goods and proceeds to the buyer;
(b) The Group should not continue to have efficient control or management powers generally associated with ownership of the goods sold;
(c) Reliable measurement of revenues;
(d) Economic benefits associated with the transaction might be probably obtained by the Group;
(e) Reliable measurement of costs associated or to be associated with the transaction.

The Group's revenues come from selling wheat, corn, flour, bran, razmol and glean.

2.1.10.2. Tangible Fixed Assets

The Group's underground and aboveground installations, fixtures, facilities, machines, devices and such other tangible fixed assets, including expenses incurred for operationalizing the assets, are shown by deducting accumulated amortization and accumulated loss of value from costs. Vehicles are included in the consolidated financial statements according to revaluation model as of September 30, 2016 and December 31, 2015, the difference of value is reported amongst shareholders equity under tangible fixed asset revaluation fund and on the comprehensive income statement of the related period. Land in the value of TL 7.342.704 and buildings in the value of TL 16.657.296 are obtained by sale and lease back method as of September 30, 2016 and December 31, 2015. If tangible fixed assets are sold, cost and accumulated amortizations related to those assets are deducted from related accounts and then profit or loss calculated is transferred to the statement of profit and loss. Assets, excluding lands, are subject to amortization and assets are subjected to amortization by taking into consideration the ratios given in proportion to the useful life.

	Useful Life
Underground and aboveground facilities	25-40-50 Years
Buildings	25-50 Years
Fixtures	3-4-5-6-9-10-15-16-50 Years
Vehicles	2-4-5-10-15 Years
Facilities, Machines and Devices	4-5-6-8-10-13-15-16 17-20-25-40-50 Years

2.1.10.3. Intangible Fixed Assets

Intangible fixed assets are recorded based on cost of acquisition and subject to amortization by taking into consideration the ratios determined in proportion to the asset's useful life.

	Useful Life
Rights	3-4-5-10-15 Years

2.1.10.4. Impairment of Assets

Each asset, excluding financial assets, are evaluated to determine whether or not there are indications suggesting loss of value regarding any asset on each reporting date. All assets, excluding financial assets but including long term assets, will have loss of value provisions if the asset's recorded value is below the market value (the amount to be recovered).

2.1.10.5. Borrowing costs:

All financing expenses are recorded on the statement of profit and loss in the period of accrual since there are no qualifying asset.

2.1.10.6. Inventories:

Inventories are evaluated based on either net realizable value or cost value, whichever is less. Inventory costs include all purchasing costs and other costs incurred for bringing the inventories to the current status and position. Net realizable value is the amount to be calculated by deducting total of estimated completion cost and estimated sales cost required for realizing the sales from estimated selling price associated with ordinary trading activity.

2.1.10.7. Financial Assets:

2.1.10.7.1. Cash and cash equivalents

Cash and cash equivalent items are cash, demand deposit, time deposit (deposit with maturity date less than 3 months) and other short term liabilities which have a maturity date of 3 months or less than 3
months starting from the date of purchasing and they should be cash equivalents which have high liquidity not subject to material risk of value change. The book values and fair values of these assets are not materially different.

2.1.10.7.2. Trade and Other Receivables

Trade and other receivables are subject to recognition based on fair values on the first day of recording. They are given based on amortized value on the reporting periods following the date of recording by using efficient interest method. If there are indications that the amounts to be paid cannot be collected, then provisions shall be retained for estimated amount of trade receivables that cannot be collected and the provisions shall be included on profit / loss account. It is considered that the values of trade receivables and other receivables on the consolidated financial position statement are estimated fair values.

2.1.10.7.3. Derivative Financial Instruments

Derivative financial instruments are retained for buying and selling the instruments or hedging. The Group holds all derivative financial instruments for buying and selling them. The difference between the cost of derivative financial instrument and fair value is associated with the profit / loss statement.

2.1.10.7.4. Available for Sale Financial Assets

“Available for Sale Financial Assets” are financial assets excluding loans and receivables, assets to be retained until a maturity date and excluding financial assets where the fair value difference is included in the profit or loss statement. If the available for sale financial assets based on equity do not have any fair value registered to stock exchange or other methods used for calculating the fair value are not available and thus the fair value cannot be measured in a reliable manner; the registered value of financial assets is calculated by deducting provision for losses, if any, from cost of acquisition.

2.1.10.8. Financial Liabilities

2.1.10.8.1. Financial Liabilities

Financial Liabilities at interest are recorded based on their fair value at the beginning and then appraised using effective rate of interest.

2.1.10.8.2. Trade and Other Payables

Trade and other payables are recorded based on their fair value at the beginning and then appraised based on amortized value using effective rate of interest. It is assumed that there are no significant differences between book values and fair values of trade and other payables.

Credit Risk:

The group's credit risk might actually arise from trade receivables. Trade receivables are evaluated by the Group management based on past experiences and current economic status and it is written as a net amount on the financial position statement after retaining sufficient amount of provisions for doubtful receivables.

Market Risk:

The market risk is the change of interest rates, exchange rates or value of securities or other financial contracts that might have impact on the Group.

Liquidity Risk:

The group creates funds by converting short term financial instruments into cash. Amounts gained from these instruments are recorded using their fair values.

2.1.10.9. Impacts of Exchange Rate Change

The transactions accounted on the group's legal records in foreign currency (currencies excluding TRY) are converted to Turkish Liras by using the exchange rates on the date of transaction. Foreign exchange based assets and debts included on the consolidated financial position statement are converted into Turkish Liras by using the exchange rates announced on the date of reporting. Foreign currency profits and losses resulting from this conversion and collection and settlement of the foreign exchange transactions are included on the profit and loss statement.

2.1.10.10. Earnings per share:

According to Turkish Accounting Standards 33, earnings per share is calculated by dividing the period profit by the weighted average of number of ordinary shares in circulation.

2.1.10.11. Post reporting period incidents:

This means any incident that took place between the date of reporting and date of approval for publishing the consolidated financial status statement which might be in favor or against the Group. If there are new evidences proving the existence of mentioned incidents as of the reporting date or if the incidents occur after the reporting date, the Group should clarify the matter on the footnotes section.

If incidents that require adjustments occur after the date of reporting, then the Group readjusts the consolidated financial statement amounts based on the new course of events.

2.1.10.12. Related parties:

The group shareholders, companies owned by them, their executives and other parties, institutions known to be related are defined as related parties on the enclosed consolidated financial statements. The related party expression used herein means direct or indirect control of a Group, having rights that will have material impact on the Group or the Group's subsidiaries, board of directors members and executives such as general manager.

2.1.10.13. Taxes calculated on the basis of the Company's Earnings:

Corporate tax rate in Turkey is 20 % for the fiscal year of 2016. This rate is applied to the tax base to be calculated by adding non-deductible expenses to the company's earnings and deducting exemptions allowed under the tax laws (such as affiliation privilege) and discounts (investment discounts, R&D etc.). No other tax shall be paid unless the profit is distributed.

The group calculates advance tax of 20 % over the quarterly financial profits and declares the amount until the 14th day of second month following that period and then pays until the end of office hours on 17th day. Advance tax paid in a year relates to that particular year and it is deducted from the corporate tax to be calculated on the corporate tax return to be submitted on the following year. According to the Turkish tax regulations, financial losses indicated on the tax return can be deducted from the company's earnings in a period provided that it does not exceed 5 years.

2.1.10.14. Employee Benefits / Severance Pay Provisions and Pension Plans

According to the law in force, the Group is obliged to pay a certain lump sum amount to the personnel leaving the company because of retirement and personnel dismissed due to the reasons not included in the Labor Act.

Severance Pay provision is included on the enclosed consolidated financial statements by estimating the today's value of total liability to be paid with the assumption that all employees entitled as of reporting date are dismissed and the calculation is based on Turkish Accounting Standard 19 "Employee Benefits."

2.1.10.15. Government Incentives and Subsidies

All government incentives, including the non-monetary government incentives that are monitored based on fair value, are not included in the financial statements unless there is reasonable assurance that following conditions shall be met.

a) Group complies with prerequisites of obtaining it and
b) Group receives the incentive.

Accounting of incentive does not depend on the form of government incentive. Accordingly, government incentives are accounted in the same manner even if they are received in cash or as a relief of liability to the government.

Loan granted by the government at an interest rate lower than the market interest rate is considered as government incentive. This loan is accounted and measured according to "Turkish Accounting Standards 39 Financial Instruments: Accounting and Measurement". The benefit of lower interest rate is measured as the difference between the initial book value of the loan determined as per the Turkish Accounting Standard 39 and gains received. The benefit in question is accounted according to this Standard. Conditions and liabilities to be met are taken into consideration while determining the costs planned to be covered with loan benefit offered.

There are two general approaches regarding accounting of government incentives: (1) "Capital Approach" which accounts incentive not under profit or loss and (2) "Income Approach" which accounts incentive under profit or loss in one or several periods.

When we take into consideration that income tax and other taxes are forms of expenditure, government incentives which are part of financial policies can be associated with profit or loss.

2.1.10.16 Investment Properties

As an accounting policy, the group has adopted fair value method or cost method and has been applying said method to all investment properties.

A company choosing cost method after the initial recognition procedure measures all of its investment properties using cost method within the scope of provisions in TMS (Turkish Accounting Standards) 16 for the said method.

Measuring its investment properties using the fair value method, the Group includes the revenue or loss derived from the changes in the fair value of the investment property into profit or loss in the corresponding period.

Remarks about the investment properties of Group are listed in footnote 19.

As of September 30th, 2016, land valued at TRY 5,610,000 and buildings valued at TRY 3,830,000 are those acquired via sell and lease back.

2.1.10.17 Sale and Lease Back Contract

The Group signed a Sale and Lease Back Contract with Deniz Finansal Kiralama A.Ş. on 31 March 2015 and with Finans Finansal Kiralama A.Ş. on 13 July 2016 . The Group considers these contracts as part of TMS 17 Lease Procedures. The amount corresponding to the fair values of the lands and buildings included in the said contracts and that was collected from the financial leasing company as part of the financial leasing contract has been recognised as "Short Term Borrowing" in the consolidated financial statements. The fixed asset sales profit has been recognised as Deferred Income according to TMS 17 standard and transferred to statement of profit and loss for each period according to due date of leasing payables.

2.2. Material Accounting Assessments, Estimations and Assumptions

In order to assure that consolidated financial statements are prepared according to the Turkish Financial Reporting Standards, the Group management should make some estimations and assumptions that will have impact on assets and liabilities reported and on explanations regarding possible assets and liabilities to be realized as of reporting date. Actual results might be different from current estimations. These estimations and assumptions are regularly revised and related readjustments, if any, are reported on the consolidated profit or loss statement issued on the period of occurrence.

2.3. New and Revised Turkish Financial Reporting Standards

The group has complied with all standards issued by KGK as compulsory standards as of September 30, 2016 and all remarks of KGK.

Certain new standards, standard amendments and remarks are not used while preparing these consolidated financial statements because they were not in force on the accounting period ended on September 30, 2016.

As of September 30, 2016 there are new standards and updates for standards and interpretations that have not come into force yet and implemented in preparing the enclosed consolidated financial statements. It is not expected that these arrangements will have a material impact on the enclosed consolidated financial statements.

3. MERGERS

None

4. SHARES IN OTHER COMPANIES

None

5. REPORTING BASED ON DEPARTMENTS

30 September 2016	Wheat and Flour Trade	Licensed Warehousing	Elimination	Total
Sales	841.775.100	-	(1.907)	841.773.193
Cost of sales	(792.986.629)	-	6.123	(792.980.506)
Gross real operating profit	48.788.471	-	4.216	48.792.687
General administration expenses (-)	(4.757.202)	(139.406)	1.907	(4.894.701)
Marketing, Sales and Distribution Expenses (-)	(21.358.896)	-	(6.123)	(21.365.019)
Other real operating income	29.063.189	53.540	-	29.116.729
Other real operating expenses (-)	(27.833.980)	(403)	-	(27.834.383)
Operating profit /(loss)	23.901.582	(86.269)	-	23.815.313
Income from Investing Activities	291.755	-	-	291.755
Expenses from Investing Activities	-	-	-	-
Profit / loss shares of investments valued by equity method	121.181	-	-	121.181
Operating Profit/Loss before Financial Expense	24.314.518	(86.269)	-	24.228.249
Financial income	50.796.453	150.603	(158.845)	50.788.211
Financial expenses (-)	(67.721.761)	(264.279)	158.845	(67.827.195)
Profit before tax	7.389.210	(199.945)	-	7.189.265
Tax expense	(471.425)	11.777	-	(459.648)
Net Period Profit/(Loss)	6.917.785	(188.168)	-	6.729.617

30 September 2015	**Wheat and Flour Trade**	**Licensed Warehousing**	**Elimination**	**Total**
Sales	692.106.505	-	-	692.106.505
Cost of sales	(637.471.896)	-	-	(637.471.896)
Gross real operating profit	54.634.609	-	-	54.634.609
General administration expenses (-)	(4.587.542)	(11.420)	-	(4.598.962)
Marketing Expenses (-)	(22.552.905)	-	-	(22.552.905)
Other real operating income	39.178.381	23	-	39.178.404
Other real operating expenses (-)	(21.188.613)	(3.611)	-	(21.192.224)
Operating profit /(loss)	45.483.930	(15.008)	-	45.468.922
Income from Investing Activities	706.863	-	-	706.863
Expenses from Investing Activities	-	-	-	-
Profit / loss shares of investments valued by equity method	216.204	-	-	216.204
Operating Profit/Loss before Financial Expense	46.406.997	(15.008)	-	46.391.989
Financial income	51.815.271	163.139	(51.540)	51.926.870
Financial expenses (-)	(92.500.120)	-	51.540	(92.448.580)
Profit before tax	5.722.148	148.131	-	5.870.279
Tax expense	(4.217.370)	(29.658)		(4.247.028)
Net Period Profit/(Loss)	1.504.778	118.473	-	1.623.251

30 September 2016	**Wheat and Flour Trade**	**Licensed Warehousing**	**Elimination**	**Total**
Total Assets	512.824.126	9.871.341	(7.932.945)	514.762.522
Total Liabilities	340.413.005	4.933.949	(2.932.945)	342.414.009
Equity holders of the parent	172.411.121	4.937.392	(5.000.000)	172.348.513
Non-controlling interests	-	-	-	-
31 December 2015	**Wheat and Flour Trade**	**Licensed Warehousing**	**Elimination**	**Total**
Total Assets	502.973.269	3.133.983	(3.000.000)	503.107.252
Total Liabilities	333.330.486	8.427	-	333.338.913
Equity holders of the parent	169.642.783	3.125.556	(3.000.000)	169.768.339
Non-controlling interests	-	-	-	-

30 September 2016	**Wheat and Flour Trade**	**Licensed Warehousing**	**Total**
Investment expenditures*	4.918.447	7.561.551	12.479.998
Depreciation expense within the period	2.016.787	38.295,00	2.055.082

31 December 2015	Wheat and Flour Trade	Licensed Warehousing	Total
Investment expenditures*	7.696.683	67.861	7.764.544
Depreciation expense within the period	2.369.356	4.892	2.374.248

* It includes purchases regarding tangible fixed assets, investment property and intangible fixed assets.

6. CASH AND CASH EQUIVALENTS

		30 September 2016	31 December 2015
Cash		149.443	151.069
Demand deposits		19.278.183	14.763.944
Time deposits		15.622.190	27.503.675
POS accounts		144.053	42.823
Investments and Fund Accounts		56.244	2.227.396
		35.250.113	44.688.907

7. FINANCIAL INVESTMENTS

Short Term Financial Investments

	30 September 2016	31 December 2015
Bonds	227.884	290.931

Long Term Financial Investments

Available for Sale Financial Assets	%	31 September 2016	%	31 December 2015
Samsun Teknolojik Geliştirme Bölgesi Yönetici A.Ş.	0.5	15.000	0.5	15.000
		15.000		15.000
Unpaid Capital Commitments (-)				
Samsun Teknolojik Geliştirme Bölgesi Yönetici A.Ş.		-		-
				-
Provision for Losses (-)				
Samsun Teknolojik Geliştirme Bölgesi Yönetici A.Ş.		-		-
				-
		15.000		**15.000**

8. FINANCIAL LIABILITIES

Short Term Financial Borrowings

	30 September 2016	31 December 2015
Short Term Borrowings	59.844.419	74.314.521
Short Term Parts of Long Term Borrowings (net)	5.861.581	13.318.859
	65.706.000	87.633.380

Short Term Borrowings

	30 September 2016	31 December 2015
Short Term Loans	59.844.419	74.314.521
	59.844.419	74.314.521

Short Term Borrowings

	30 September 2016	31 December 2015
Short Term Loans	60.623.292	74.601.700
Deferred Interests Expenses (-)	(778.873)	(287.179)
Short Term Loans (net)	59.844.419	74.314.521

Details of short term loans (net) are as follows as of September 30, 2016:

Currency	Interest Rate Interval	Foreign Exchange Amount	TRY Amount
US Dollars	1,27% - 1,58%	USD 5.400.000	16.177.860
TRY	6,34% - 6,59%- 9,80%- 10,25%	-	43.666.559
			59.844.419

Details of short term loans (net) are as follows as of December 31, 2015:

Currency	Interest Rate	Foreign Exchange Amount	TRY Amount
US Dollars	1,27 %-2,5%	USD 23.151.231	67.314.521
TRY	6,34%-6.59%	-	7.000.000
			74.314.521

Short Term Parts of Long Term Borrowings

	30 September 2016	31 December 2015
Short Term Parts of Long Term Loans (Net)	3.392.536	3.581.456
Short Term Parts of Long Term Leasing Payables (net)	2.469.045	9.737.403
	5.861.581	13.318.859

Short Term Parts of Long Term Loans

	30 September 2016	31 December 2015
Short Term Parts of Long Term Loans	3.472.447	3.621.867
Deferred Interest Expenses (-)	(79.911)	(40.411)
Short Term Parts of Long Term Loans (net)	3.392.536	3.581.456

Details of short term parts of long term loans (net) are as follows as of September 30, 2016:

Currency	Interest Rate Interval	Foreign Exchange Amount	TRY Amount
US Dollars	-	-	-
Euro	2,4%	1.009.443	3.392.536
TRY	-	-	-
			3.392.536

Details of short term parts of long term loans (net) are as follows as of December 31, 2015:

Currency	Interest Rate	Foreign Exchange Amount	TRY Amount
US Dollars	-	-	-
Euro	Euribor + 3.5%	1.127.095 Euro	3.581.456
TRY	-	-	-
			3.581.456

Short Term Parts of Long Term Leasing Payables

	30 September 2016	31 December 2015
Short Term parts of long term leasing payables	2.857.253	10.525.739
Deferred Interests Expenses (-)	(388.208)	(788.336)
Short term parts of long term financial leasing payables (net)	2.469.045	9.737.403

Details of short term parts of long term leasing payables (net) are as follows as of September 30, 2016:

Currency		Foreign Exchange Amount	TRY Amount
US Dollars		USD 824.141	2.469.045
Euro		-	-
TRY		-	-
			2.469.045

Details of short term parts of long term leasing payables (net) are as follows as of December 31, 2015:

Currency		Foreign Exchange Amount	TRY Amount
US Dollars		USD 43.105	125.332
Euro		-	-
TRY		-	9.612.071
			9.737.403

Long Term Financial Borrowings

	30 September 2016	31 December 2015
Long Term Loans (net)	2.520.600	-
Long Term Leasing Payables (net)	7.848.939	651.463
Long Term Financial Borrowings (net)	10.369.539	651.463

Long Term Loans

	30 September 2016	31 December 2015
Long Term Loans	2.550.527	-
Deferred Interests Expenses (-)	(29.927)	-
Long Term Loans (net)	2.520.600	-

Details of long term loans (net) are as follows as of September 30, 2016

Currency	Interest Rate	Foreign Exchange Amount	TRY Amount
US Dollars	-	-	-
Euro	2.4%	Euro 750.000	2.520.600
TRY	-	-	-
			2.520.600

Long Term Leasing Payables

	30 September 2016	31 December 2015
Long Term Leasing Payables	8.374.814	719.911
Deferred Interest Expenses (-)	(525.875)	(68.448)
Long Term Leasing Payables (net)	7.848.939	651.463

Details of long term leasing payables (net) are as follows as of September 30, 2016:

Currency		Foreign Exchange Amount	TRY Amount
US Dollars		USD 2.619.893	7.848.939
Euro		-	-
TRY		-	-
			7.848.939

Details of long term leasing payables (net) are as follows as of December 31, 2015:

Currency		Foreign Exchange Amount	TRY Amount
US Dollars		USD 224.055	651.463
Euro		-	-
TRY		-	-
			651.463

9. OTHER FINANCIAL LIABILITIES

None

10. TRADE RECEIVABLES AND PAYABLES

Short Term Trade Receivables

	30 September 2016	31 December 2015
Trade receivables from affiliates	51.785	-
Trade receivables from non-affiliates	216.941.269	156.917.417
Notes receivables from affiliates	-	9.591.657
Notes receivables from non-affiliates	25.340.352	37.376.804
Deferred Late Interest Income (-)	(632.605)	(1.877.050)
Doubtful Trade Receivables	5.098.454	4.840.981
Provisions for Doubtful Trade Receivables (-)	(5.098.454)	(4.840.981)
Short Term Trade Receivables (net)	241.700.801	202.008.828

Doubtful trade receivables change is as follows as of September 30, 2016 and December 31, 2015:

	30 September 2016	31 December 2015
Doubtful Trade Receivables at the beginning of period	4.840.981	4.317.305
Provision retained in the period	690.542	760.568
Waived receivables	-	(2.088)
Cancelled provision (-) *	(433.069)	(234.804)
Doubtful Trade Receivables on period end	5.098.454	4.840.981

* It includes Collected Doubtful trade receivables

Long Term Trade Receivables

	30 September 2016	31 December 2015
Trade receivables from affiliates	-	-
Trade receivables from non-affiliates*	9.019.547	7.795.160
Long Term Trade Receivables (net)	9.019.547	7.795.160

*see footnote 24

Short Term Trade Payables

	30 September 2016	31 December 2015
Trade Payables to affiliates	352.606	894.410
Trade Payables to non- affiliates *	258.496.816	222.936.955
Notes Payables to affiliates	114.318	8.408.464
Notes Payables to non- affiliates	580.868	7.259.414
Deferred Late Interest Expense (-)	(5.666.759)	(5.583.611)
Short Term Trade Payables (net)	253.877.849	233.915.632

* As of September 30, 2016 TRY 250.812.002 of the trade payables to non-affiliates are from letters of credit payables. (December 31, 2015 : TRY 214.070.889)

Long Term Trade Payables
None.

11. OTHER RECEIVABLES AND PAYABLES

Other Short Term Receivables

	30 September 2016	31 December 2015
Deposits and Guarantees Given	135.668	206.499
Receivables from Public Institutions	2.012.606	2.724.807
Other Receivables from Affiliates	144.390	246.000
Other Receivables from non- affiliates	-	523.368
Doubtful Other Receivables	539.262	-
Provisions for Doubtful Other Receivables (-)	(539.262)	-
	2.292.664	3.700.674

Doubtful other receivables change is as follows as of September 30, 2016 and December 31, 2015:

	30 September 2016	31 December 2015
Doubtful Other Receivables at the beginning of period	-	-
Provision retained in the period	539.262	-
Cancelled provision (-) *	-	-
Doubtful Other Receivables on period end	**539.262**	-

Other Long Term Receivables

	30 September 2016	31 December 2015
Deposits and Guarantees Given	**31.013**	**26.882**

Other Short Term Payables

	30 September 2016	31 December 2015
Other Payables to Non-affiliates	**31.234**	**38.120**

Other Long Term Payables
None

12. RECEIVABLES AND PAYABLES FROM FINANCE SECTOR ACTIVITIES
None

13. DERIVATIVE INSTRUMENTS

Derivative Financial Assets

	30 September 2016	31 December 2015
Futures Market Guarantees	4.715.377	2.570.536
Derivative Financial Instruments Fair Value Difference	-	6.298.560
	4.715.377	**8.869.096**

Derivative Financial Liabilities

	30 September 2016	31 December 2015
Derivative Financial Instruments Fair Value Difference	1.828.326	-
	1.828.326	**-**

Guarantees given for transacting on futures market are classified as futures market guarantees, and fair values of forward contracts and option contracts are classified as derivate financial instruments. Profits or losses arising from transactions during the period are shown on profit or loss statement; financing incomes and expenses are shown as derivate financial instrument incomes and expenses whereas the fair value differences of open positions as of reporting date are reported on financial incomes section.

Fair Values of Financial Instruments

Group classifies its financial instruments reflected to consolidated financial statements with their fair values, using a three level hierarchy according to the source of valuation input of each class of financial instruments.

Level 1: Valuation techniques using the quotation prices in active markets of the identical assets or debts that the Group has access on the measurement date,

Level 2: Other valuation techniques that include input other than the quotation prices in Level 1, which are directly or indirectly observable in relation to assets or debts,

Level 3: Valuation techniques using the non-observable input in relation to assets or debts.

30 September 2016	Level 1	Level 2	Level 3
Forward Exchange Contracts (For purchase and sale)	-	2.887.051	-
	-	**2.887.051**	-
31 December 2015	Level 1	Level 2	Level 3
Forward Exchange Contracts (For purchase and sale)	-	8.869.096	-
	-	8.869.096	-

Foreign currency forward transactions (Level 2) have been valued using the foreign currency exchange ratio in effect on the balance sheet date by discounting the fair value of the foreign currency futures contract to the current date.

14. INVENTORIES

	30 September 2016	**31 December 2015**
Raw Materials and Supplies	14.547.525	39.943.991
Finished Products	3.851.565	7.289.315
Trade Goods	88.798.758	93.852.096
Other Inventory	1.312.966	249.375
Allowance for Decrease in Value of Inventories (-)	(137.595)	(1.206.113)
	108.373.219	140.128.664

There are no mortgages, securities and liens on the inventories, the inventories are insured.

15. BIOLOGICAL ASSETS
None

16. PREPAID EXPENSES AND DEFERRED INCOMES

Short Term Prepaid Expenses

	30 September 2016	31 December 2015
Advances given to affiliates for purchase orders	-	2.000.000
Advances given to non-affiliates for purchase orders	28.044.528	25.072.677
Insurance Expenses and Other prepaid expenses	583.444	491.417
	28.627.972	27.564.094

*It consists of advances given for real estate purchase.

Long Term Prepaid Expenses

	30 September 2016	31 December 2015
Insurance Expenses	-	-
Advances given to non-affiliates for purchase orders*	2.938.925	4.418.420
	2.938.925	4.418.420

See footnote # 24

Short Term Deferred Incomes

	30 September 2016	31 December 2015
Advances received from affiliates	-	-
Advances received from non-affiliates	4.371.465	3.700.134
Deferred incomes*	429.634	260.705
	4.801.099	3.960.839

**See Footnote #21

Long Term Deferred Incomes

	30 September 2016	31 December 2015
Deferred Incomes**	1.259.473	-
	1.259.473	-

**See Footnote #21

17. RECEIVABLES FROM ONGOING CONSTRUCTION CONTRACTS

None

18. INVESTMENTS VALUED BY EQUITY METHOD

Name of Participation	%	30 September 2016	%	31 December 2015
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	17	4.289.161	17	4.167.980

The Group acquired 17 % shares of Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş. on March 28, 2013.

According to Article 5 of Turkish Accounting Standard 28 "Investments in Participations and Business Partnerships"; if a company holds 20 % or more of the voting rights of a firm that directly or indirectly invested in, this investment is considered as a material activity of the investor.

If the Company holds less than 20 % of the voting right, then it shall be considered as a material activity under Article 6 if the investor is represented at the board of directors or similar management bodies of the company invested in; if the investor participates to the process of determining company policies including dividends or other distribution decisions; if the investor company and invested company conduct material business activities, if the companies exchange executive personnel or if know-how required by the company is provided. Hence, Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş. is considered as a material activity although the Company owns only 17 % of Sasbaş because the Company meets the requirements listed on Article 6 of the mentioned standard.

Participations	Goodwill*	Nominal Share Value	Acquisition Value
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	3.910.000	340.000	4.250.000

* According to Article 32 of Turkish Accounting Standard 28 "Investments in Participations and Business Partnerships", a participation investment shall be only accounted according to equity method starting from the date when invested company becomes a "participation". Goodwill related to a participation is included in the book value of participation investment. Accordingly, goodwill amounting TRY 3.910.000 is included in participation investments book value, excluding an amount of TRY 340.000 that corresponds to participation shares related to Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.

According to equity method, participation investment is recorded according to the initial acquisition cost. After the date of acquisition, the profit of loss share of the investor in the invested company is increased or reduced through book value of the investment in order to be shown on the consolidated financial statements. The investor's share in the profit or loss of the invested company is accounted as profit or loss of the investor.

As of September 30, 2016; book value of profit sharing amounting to TRY 121.181 (December 31, 2015 : TRY 318.044), which is the Group's share in participations' profit, has increased and investments valued with equity method are included on the profit and loss statement as shares in profit / loss.

Details of value changes experienced by Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş. as of September 30, 2016 are as follows:

	1 January – 30 September 2016
Value as of December 31, 2015	4.167.980
Profit Share of Ulusoy Un as of September 30, 2016	121.181
Dividend Income Accrued	-
	4.289.161

According to paragraphs B12(a) and (b) of the Turkish Financial Reporting Standard 12 " Explanations Regarding Shares in Other Companies"; the summarized information of Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş. to be disclosed as of September 30, 2016 and December 31, 2015 are as follows:*

	30 September 2016	**31 December 2015**
Current Assets	1.177.660	765.566
Fixed Assets	5.346.730	5.686.990
Short Term Liabilities	141.135	187.052
Long Term Liabilities	280.240	277.612
Revenue	2.465.324	4.100.980
Period Profit / (Loss) from Continuing Operations	712.829	1.870.845
Period Profit / (Loss) from Discontinuing Operations after Tax	-	-
Other Comprehensive Income	712.829	1.870.845
Total Comprehensive Income	712.829	1.870.845

* According to paragraph B15 (b) of the Turkish Financial Reporting Standard 12 "Explanations regarding Shares in other Companies"; financial information is obtained from legal records of participations.

19. INVESTMENT REAL ESTATES

Fixed Asset Distribution	**Lands and parcels**	**Buildings**	**Total**
Opening Balance on January 1, 2016	5.343.150	1.808.565	7.151.715
Inputs	-	40.000	40.000
Entries under Sell and Lease Back Contract	5.610.000	3.830.000	9.440.000
Outputs	(5.343.150)	(2.627.379)	(7.970.529)
Reclassification*	-	778.814	778.814
Closing Balance on September 30, 2016	**5.610.000**	**3.830.000**	**9.440.000**
Accumulated Depreciation Distribution	**Lands and parcels**	**Buildings**	**Total**
Opening Balance on January 1, 2016	-	57.573	57.573
Period expenses	-	-	-
Outputs	-	(247.886)	(247.886)
Reclassification	-	190.313	190.313
Closing balance on September 30, 2016	-	-	-
Net Book Value on September 30, 2016	**5.610.000**	**3.830.000**	**9.440.000**

As of September 30th, 2016, reclassification with gross value of TRY 778,814 consists of facilities and over-ground arrangements reclassified for investment purposes due to change of purpose of use.

Group has signed Sell and Lease Back contract with Finans Finansal Kiralama A.Ş. on July 13th, 2016. It has sold buildings with net book value of TRY 2,627,379 and lands with net book value TRY 5,343,150 for TRY 9,440,000 and has leased back with a leasing contract. All land entries and TRY 3,830,000 of the building entries consist of fixed assets included in the group assets as these are leased back with Sell and Lease Back contract and since this is a leasing contract. All fixed assets exits (lands and buildings) are exits of costs and accumulated amortization arising from transactions under sell and lease back transaction. Gross TRY 5,268,240 of exit from revaluation fund corresponds to sale of lands and buildings under sell and lease back contract as of September 30th, 2016.

The Group acquired TRY 1,717,356 from fixed asset sale under Sell and Lease Back Contract. In accordance with Article 60 of Turkish Accounting Standard (TAS) 17 Leasing Contracts, in cases where sell and lease back transactions result in financial leasing, part of the sales income exceeding book values cannot be immediately accounted as income by the leaser. Instead, said income is deferred and amortized during the lease period. Therefore, fixed asset sale income of TRY 28,250 corresponding to period of September 30th, 2016 is reported in 2016 period profit / loss and TRY 429,633 fixed asset sale income is reported in short term deferred income and TRY 1,259,473 fixed asset sale income is reported in long term deferred income items.

Fixed Asset Distribution	**Lands and Parcels**	**Buildings**	**Total**
1 January 2015 Opening Balance	-	-	-
Entries	-	-	-
Exits	-	-	-
Reclassification	5.343.150	1.808.565	7.151.715
31 December 2015 Closing Balance	**5.343.150**	**1.808.565**	**7.151.715**

Accrued Amortization Distribution	**Lands and Parcels**	**Buildings**	**Total**
1 January 2015 Opening Balance	-	-	-
Period cost	-	-	-
Exits	-	-	-
Reclassification	-	57.573	57.573
31 December 2015 Closing Balance	-	57.573	57.573

Net Book Value dated December 31st, 2015	**5.343.150**	**1.750.992**	**7.094.142**

The reclassification amounting to TL 7.151.715 as of 31 December 2015 consists of lands and buildings reclassified for investment purposes because their intended use has changed.

According to Article 61 of TMS 40 Investment Properties standard, if a real estate currently in use by its owner is turned into an investment property which will be subjected to fair value principle, the Group applies TMS 16 until the date of change of usage. The Group has classified the said real estate as investment properties with fair values because they had been revaluated before and they have not been subjected to amortisation according to article 62 of the said standard after the conversion date, which is January 1, 2015. Revaluation funds for investment properties have been reported within shareholders' equity according to the same article. The total net revaluation fund for investment properties as of December 31, 2015 is TL 4.214.592.

The zoning plan / expropriation details and encumbrance reviews regarding the investment properties (lands and buildings) included in Group assets as of September 30, 2016 are as follows:

LOT 511; BLOCK 1 and BLOCK10

Zoning Plan / Expropriation details:

Lot 511; blocks 1 and 10 are in "Industrial Area".

Restrictions on Lot 511; block 1 are as follows:

6.47 m2 of this block is in road and 24.68 m2 is in lot 511, block 7.

There is a right of way granted on 360.34 m2 of the lot in favor of M. TEK General Directorate.

Restrictions on Lot 511; block 10 are as follows:

Lot 511, block 7 violates this block by 480.53 m2. This block violates lot 511, block 7 by 35.70 m2.

20. ASSETS RELATED TO CURRENT PERIOD TAX

	30 September 2016	**31 December 2015**
Prepaid Taxes and Funds	**1.930.155**	**15.987**

21. TANGIBLE FIXED ASSETS

Details of tangible fixed assets are as follows as of September 30, 2016:

	Facilities, Machines and Devices	**Underground and aboveground arrangements**	**Lands and parcels**	**Buildings**	**Fixtures**	**Vehicles**	**Special Costs**	**Ongoing Investments**	**Total**
Opening Balance on January 1, 2016	20.492.750	290.203	7.627.198	17.043.413	1.401.113	6.140.300	467.566	1.773.548	55.236.091
Inputs	3.498.629	-	1.428.000	-	175.115	239.571	-	7.093.174	12.434.489
Outputs	-	-	-	-	-	(39.021)	-	-	(39.021)
Reclassification*	(775.000)	(3.814)	-	-	-	-	-	-	(778.814)
Closing Balance on September 30, 2016	23.216.379	286.389	9.055.198	17.043.413	1.576.228	6.340.850	467.566	8.866.722	66.852.745

Accumulated Depreciation Distribution	**Facilities, Machines and Devices**	**Underground and aboveground arrangements**	**Lands and parcels**	**Buildings**	**Fixtures**	**Vehicles**	**Special Costs**	**Ongoing Investments**	**Total**
Opening Balance on January 1, 2016	5.763.125	48.689	-	403.342	700.803	2.090.692	85.214	-	9.091.865
Period expenses	693.388	5.272	-	403.229	146.964	681.961	59.942	-	1.990.756
Outputs	-	-	-	-	-	(14.592)	-	-	(14.592)
Reclassification*	(190.247)	(66)	-	-	-	-	-	-	(190.313)
Closing balance on September 30, 2016	6.266.266	53.895	-	806.571	847.767	2.758.061	145.156	-	10.877.716
Closing balance on September 30, 2016	16.950.113	232.494	9.055.198	16.236.842	728.461	3.582.789	322.410	8.866.722	55.975.029

* As of September 30th, 2016, gross reclassification valued at TRY 778,814 consists of land and buildings reclassified for investment purposes as the purpose of use has changed.

Details of tangible fixed assets are as follows as of December 31, 2015:

Fixed Asset Distribution	**Facilities, Machines and Devices**	**Underground and aboveground arrangements**	**Lands and parcels**	**Buildings**	**Fixtures**	**Vehicles**	**Special Costs**	**Ongoing Investments**	**Total**
Opening Balance on January 1, 2015	17.245.811	216.221	14.336.515	17.115.876	915.306	4.750.663	383.467	722.004	55.685.863
Inputs	2.835.826	-	7.357.704	16.657.296	485.807	1.875.994	84.099	1.974.380	31.271.106
Outputs	(51.624)	-	(8.723.871)	(15.307.311)	-	(486.357)	-	-	(24.569.163)
Reclassification	462.737	73.982	(5.343.150)	(1.422.448)	-	-	-	(922.836)	(7.151.715)
Closing Balance on December 31, 2015	20.492.750	290.203	7.627.198	17.043.413	1.401.113	6.140.300	467.566	1.773.548	55.236.091

Accumulated Depreciation Distribution	**Facilities, Machines and Devices**	**Underground and aboveground arrangements**	**Lands and parcels**	**Buildings**	**Fixtures**	**Vehicles**	**Special Costs**	**Ongoing Investments**	**Total**
Opening Balance on January 1, 2015	5.030.288	43.452	-	1.046.799	544.689	1.487.523	8.414	-	8.161.165
Period expenses	772.381	5.237	-	502.605	156.114	820.858	76.800	-	2.333.995
Outputs	(39.544)	-	-	(1.088.489)	-	(217.689)	-	-	(1.345.722)
Reclassification	-	-	-	(57.573)	-	-	-	-	(57.573)
Closing balance on December 31, 2015	5.763.125	48.689	-	403.342	700.803	2.090.692	85.214	-	9.091.865
Closing balance on December 31, 2015	14.729.625	241.514	7.627.198	16.640.071	700.310	4.049.608	382.352	1.773.548	46.144.226

The Group signed a Sale and Lease Back Contract with Deniz Finansal Kiralama A.Ş. on March 31, 2015. It sold the buildings with a net book value of TL 14.218.822 and the lands with a net book value of TL 8.723.871 for TL 24.000.000 and leased them back by a leasing contract. All of the inputs to lands and TL 16.642.296 of the inputs to buildings consists of the fixed assets that the Group has leased back with the Sale and Lease Back Contract and that has included in the assets because this contract is a leasing contract. All of the outputs from the said fixed assets (lands and buildings) are cost and accumulated amortisation outputs derived from the transaction that was performed as part of the sale and lease back procedure. TL 21.136.079 gross amount of the output from revaluation fund as of December 31, 2015 are for the lands and buildings that were sold within the scope of sale and lease back contract.

The reclassification amounting to TL 7.151.715 as of December, 31 2015 consists of lands and buildings that have been reclassified for investment purposes because their intended use have changed.

The Group gained a total of TL 1.057.307 fixed assets sales revenue from the sales of fixed assets through the Sale and Lease Back Contract. According to article 60 of TMS 17 Leasing Contracts standard, if a sale and lease back transaction results in leasing, the amount of sales revenues in excess of the book value is not immediately accounted as revenue by the seller leaser. Instead, said revenue is deferred and amortized during the period of lease. Therefore the fixed assets sales revenue of 796.602-TL in 31 December 2015 period is associated with the profit and loss in 2015 and the fixed assets sales revenue of 260.705-TL is associated with the profit and loss in 2016.

Zoning plan / expropriation details of real estates (lands and buildings) included in the group's assets on September 30, 2016 and investigation of restrictions are as follows:

LOT 349; BLOCK 17

Zoning Plan / Expropriation details:

Lot 349, Block 17 is in "Industrial Area" according to the zoning plan.

LOT 496; BLOCK 6, LOT 499; BLOCK 6, BLOCK 14, BLOCK 15, BLOCK 16, BLOCK 17, BLOCK 18, BLOCK 19, BLOCK 20, BLOCK 22, BLOCK 27

Zoning Plan / Expropriation details:

Lot 496; Block 6 is in "Residential Area".

Lot 499; Block 3 is in "Non-Residential Urban Works Area".

Lot 499; Blocks 14, 15, 16, 17, 18, 19, 20, 22 and 27 are in "Residential Area".

LOT 681; BLOCK 33 and BLOCK 37

Lot 681; Blocks 33 and 37 are in "Park and Geologically Restricted Area".

Since Lot 681; Blocks 33 and 37 are entirely in "Park and Geologically Restricted Area", the area might be expropriated as per the related articles of Expropriation Law numbered 2942.

22. INTANGIBLE FIXED ASSETS

Goodwill
None

Other Intangible Fixed Assets

Details of other intangible fixed assets are as follows as of September 30, 2016:

Distribution of Other Intangible Fixed Assets	**Rights (Computer Programs)**	**Trademark and Royalty**	**Total**
Opening Balance on January 1, 2016	364.131	264.974	629.105
Inputs	5.509	-	5.509
Outputs	-	-	-
Reclassification	-	-	-
Closing Balance on September 30, 2016	369.640	264.974	634.614

Distribution of accumulated depreciation	**Rights (Computer Programs)**	**Trademark and Royalty**	**Total**
Opening Balance on January 1, 2016	123.536	2.250	125.786
Period Expenses	44.580	19.746	64.326
Outputs	-	-	-
Reclassification	-	-	-
Closing balance on September 30, 2016	168.116	21.996	190.112
Net Book Value dated September 30, 2016	201.524	242.978	444.502

Details of other intangible fixed assets are as follows as of December 31, 2015:

Distribution of Other Intangible Fixed Assets	**Rights (Computer Programs)**	**Trademark and Royalty**	**Total**
Opening Balance on January 1, 2015	135.667	-	135.667
Inputs	228.464	264.974	493.438
Outputs	-	-	-
Reclassification	-	-	-
Closing Balance on December 31, 2015	364.131	264.974	629.105

Distribution of accumulated depreciation	**Rights (Computer Programs)**	**Trademark and Royalty**	**Total**
Opening Balance on January 1, 2015	85.533	-	85.533
Period Expenses	38.003	2.250	40.253
Outputs	-	-	-
Reclassification	-	-	-
Closing balance on December 31, 2015	123.536	2.250	125.786
Net Book Value dated December 31, 2015	240.595	262.724	503.319

23. GOVERNMENT INCENTIVES AND SUBSIDIES

The government incentives include Insurance Premium Supports granted under the Act numbered 5510 and fair supports.

24. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

Short Term Provisions

	30 September 2016	**31 December 2015**
Litigation Provisions	-	39.231
Accumulated Leave Provisions *	66.293	-
	66.293	**39.231**

* (see Footnote #26)

Long Term Provisions

	30 September 2016	**31 December 2015**
Long Term Provisions for Employee Benefits*	890.618	719.701
Other Long Term Provisions	-	-
	890.618	**719.701**

* (see Footnote # 26)

Litigations

Service action of the Group which was held in Çorlu Labor Court has been concluded. The action was appealed, however it was approved and finalised by the Supreme Court. The payment of 39.231-TL for the action was made in 2016. No provision has been reserved for the current obligations of the Group related to past events because of the slight possibility of cash outflow.

Guarantees, Mortgages and Liens (GML) granted by the Company

	30 September 2016*	**31 December 2015***
A. Total amount of GML granted on behalf of its legal entity	23.703.693	20.175.392
B. Total amount of GML granted in favor of partnerships included in complete consolidation	-	-
C. Total amount of GML granted for securing 3rd party debts for the purpose of conducting ordinary business operations	-	-
D. Total of other GML granted	-	-
i. Total amount of GML granted in favor of parent partner	-	-
ii. Total amount of GML granted in favor of other Group Companies not included under Item B and C	-	-
iii. Total amount of GML granted in favor of 3rd parties not included under Item C	-	-
Total	**23.703.693**	**20.175.392**

* There is no mortgage on the fixed assets of the Company.

Below is the detailed information about the Company receivables as of 30.09.2016 from Samsun Yem Sanayi ve Ticaret A.Ş. ("Samsun Yem"), Yemsel Tavukçuluk Hayvancılık Yem Hammaddeleri Sanayi ve Ticaret A.Ş. ("Yemsel") and Çakıroğlu Gıda Tarım Ürünleri Hayvancılık ve Yem Tavukçuluk Nakliyat Ticaret ve Sanayi A.Ş. ("Çakıroğlu"):

Company Title **	Trade receivable	Advances Given for Purchases	Total	Mortgage Taken
Samsun Yem	1.244.553	-	1.244.553	700.000
Yemsel	104.059	2.938.925	3.042.984	6.000.000
Çakıroğlu	7.670.935	-	7.670.935	10.000.000
Total	9.019.547	2.938.925	11.958.472	16.700.000

** Collectively referred to as Çakıroğlu Group.

Samsun Yem, Yemsel and Çakıroğlu have applied to T.R. Samsun Commercial Court of First Instance for suspension of bankruptcy. The court has made an interim decision stating that the proceeding will continue on 06.04.2016 and a trustee has been appointed for their management. The decision of T.R. Samsun Commercial Court of First Instance is published in the trade registry gazette dated 8 December 2015.

The company has placed mortgage on the real estates of Samsun Yem, Yemsel and Çakıroğlu for the above detailed receivables. The mortgage established by the Company makes it possible for all receivables to be demanded using any mortgaged real estate of Çakıroğlu Group.

The company holds the 1st rank in the mortgages for Samsun Yem and Çakıroğlu. And the company holds the 2nd rank in the mortgage for Yemsel's real estate. The 1st rank in Yemsel's real estate is for Akbank T.A.Ş. which has a total mortgage of 6.000.000-TL.

For the real estates, a real property valuation report was prepared by Standart Gayrimenkul Değerleme Uygulamaları A.Ş. on 28.06.2013. According to the valuation reports, the total fair value of the 3 mortgaged real estates is 18.867.692-TL.

A notification was delivered to Çakıroğlu Group, reminding the company to pay its debts. Appraisal has been requested for real estates on January, 8th, 2016. The trade receivables from Samsun Yem, Yemsel and Çakıroğlu and the advances given for purchases have been classified in the long-term because of the application being filed for suspension of bankruptcy.

Since the fair values stated in the valuation reports for the real estates and for the mortgages established for receivables are sufficient to meet the total amount of receivables, no provision has been made.

25. COMMITMENTS

None

26. EMPLOYEE BENEFITS

Payables classified as Employee Benefits

Details of payables regarding employee benefits granted as of September 30, 2016 and December 31, 2015 are as follows:

	30 September 2016	**31 December 2015**
Social Security Institution Premiums Payable	194.168	346.005
Payables to personnel	509.970	407.908
	704.138	**753.913**

Short Term Employee Benefits

Short term benefits, which are considered as liabilities to employees, are accumulated leave provisions.

Details of accumulated leave provisions as of September 30, 2016 and December 31, 2015 are as follows:

	30 September 2016	**31 December 2015**
Accumulated Leave Provision	**66.293**	**-**

Long Term Benefits to Employees

Long term benefits, which are considered as liabilities to employees, are severance pay provisions.

According to the current laws in Turkey, personnel dismissed without any valid cause after a period of one year of service, personnel called to military, deceased personnel, personnel completed 25 years of service required for male employees and 20 years of service required for female employees or personnel at retirement age (58 for women and 60 for men) are entitled to receive severance pay.

Severance pay to be paid as of September 30, 2016 is subject to the upper limit of TRY 4.297,21 based on one month salary for each year of service (December 31, 2015: TRY 3.828,37). Severance pay liability is not legally subject to any funding.

Severance pay liability calculates liabilities to arise in the future if employees retire based on the net current value. Turkish Financial Reporting Standards require the Group to develop actuarial appraisal methods within the framework of salary based pension plan in order to estimate the company's severance pay liability. Accordingly, the following actuarial insights are used for calculating the total liability.

Severance pay provisions are calculated with 2.53 % discount rate which is based on 8.19 % annual inflation rate and 10.93 % interest rate. Dismissal rate of 96 % is taken as basis (December 31, 2015: Annual inflation rate 8.19 %, interest rate 10.93 % and discount rate 2.53 %, dismissal rate 96 %).

Details of severance pay provisions as of September 30, 2016 and December 31, 2015 are as follows :

	30 September 2016	**31 December 2015**
Severance Pay Provision	890.618	719.701

Severance pay transactions in the period as of September 30, 2016 and December 31, 2015 are as follows:

	30 September 2016	**31 December 2015**
Severance Pay Provision at the beginning of period	719.701	607.917
Interest Cost	29.083	59.055
Service Cost	298.208	98.931
Payments in period	(182.133)	(337.571)
Actuarial Difference	25.759	291.369
End of period severance pay provision	890.618	719.701

Changes in interest rates and other rates, and resigning of personnel to receive severance pay in case of retirement cause actuarial difference. The group classifies service cost under general administration expenses, interest costs under financial expenses and actuarial differences under shareholders equity.

27. PENSION PLANS
None

28. OTHER ASSETS AND LIABILITIES

Other Current Assets

	30 September 2016	31 December 2015
Deferred VAT	7.380.184	3.208.999
Work Advances	-	362
	7.380.184	**3.209.361**

Other Short Term Liabilities

	30 September 2016	31 December 2015
Taxes and Funds payable	**165.148**	**172.408**

Other Fixed Assets
None

Other Long Term Liabilities
None

29. CAPITAL, RESERVES AND OTHER EQUITY ITEMS

Capital and Reserves

The Capital Market Board's meeting dated November 7, 2014 and numbered 32/1095 allowed Ulusoy Un Sanayi ve Ticaret A.Ş. to go public by book-building on November 12, 13 and 14, 2014. Shares with total nominal value of TRY 23.500.000 were offered through capital increase and selling partnerships and all shares were sold. 27,81% of the shares of the company were traded at the İstanbul Stock Exchange as of November 20, 2014. The company's issued capital is equal to TRY 84.500.000 (eighty four million five hundred thousand Turkish Liras). This capital is divided into 9.750.000 Group A shares, 6.500.000 Group B shares and 68.250.000 Group C shares, in total 84.500.000 shares, each with a nominal value of TRY 1. Group A and B shares are registered shares, Group C shares that are traded at the İstanbul Stock Exchange are bearer shares and other Group C shares are registered shares. Group A shares have the privilege to select Board of Directors and Group A and B shares have privilege in voting at the General Meeting; excluding the independent members; if the Board of Directors is composed of five members, then minimum two members, if composed of six or seven members minimum three members, if composed of eight or nine members minimum four members, if composed of ten or eleven members, minimum five members should be elected among candidates to be nominated by majority of Group A shareholders. Group A shareholders or their proxies attending to the Ordinary and Extraordinary General Meetings shall have 15 (fifteen) voting rights per share; Group B shareholders or their proxies shall have 10 (ten) voting rights per share and Group C shareholders or proxies shall have 1 (one) voting right per share.

The Company's partnership structure is as follows as of September 30, 2016:

Shareholders	Number of Shares	Group	Ratio (%)	Amount
Fahrettin Ulusoy	**4.550.000**	A	**5,38**	**4.550.000**
	1.950.000	B	**2,31**	**1.950.000**
	23.873.882	C	**28,25**	**23.873.882**
	30.373.882		**35,94**	**30.373.882**
Nevin Ulusoy	**650.000**	A	**0,77**	**650.000**
	1.300.000	B	**1,54**	**1.300.000**
	5.830.756	C	**6,90**	**5.830.756**
	7.780.756		**9,21**	**7.780.756**
Onur Erhan Ulusoy	**650.000**	A	**0,77**	**650.000**
	1.950.000	B	**2,31**	**1.950.000**
	7.423.684	C	**8,78**	**7.423.684**
	10.023.684		**11,86**	**10.023.684**
Eren Günhan Ulusoy	**3.900.000**	A	**4,62**	**3.900.000**
	1.300.000	B	**1,54**	**1.300.000**
	7.499.375	C	**8,88**	**7.499.375**
	12.699.375		**15,04**	**12.699.375**
Kamil Adem	**26.941**	C	**0,03**	**26.941**
	26.941		**0,03**	**26.941**
Mithat Denizcigil	**95.362**	C	**0,11**	**95.362**
	95.362		**0,11**	**95.362**
Public Shares	**23.500.000**	C	**27,81**	**23.500.000**
	84.500.000		**100,00**	**84.500.000**

The Company's partnership structure is as follows as of December 31, 2015:

Shareholders	Number of Shares	Group	Ratio (%)	Amount
Fahrettin Ulusoy	**4.550.000**	A	**5,38**	**4.550.000**
	1.950.000	B	**2,31**	**1.950.000**
	23.873.882	C	**28,25**	**23.873.882**
	30.373.882		**35,94**	**30.373.882**
Nevin Ulusoy	**650.000**	A	**0,77**	**650.000**
	1.300.000	B	**1,54**	**1.300.000**
	5.830.756	C	**6,90**	**5.830.756**
	7.780.756		**9,21**	**7.780.756**
Onur Erhan Ulusoy	**650.000**	A	**0,77**	**650.000**
	1.950.000	B	**2,31**	**1.950.000**
	7.423.684	C	**8,78**	**7.423.684**
	10.023.684		**11,86**	**10.023.684**
Eren Günhan Ulusoy	**3.900.000**	A	**4,62**	**3.900.000**
	1.300.000	B	**1,54**	**1.300.000**
	7.499.375	C	**8,88**	**7.499.375**
	12.699.375		**15,04**	**12.699.375**
Kamil Adem	**26.941**	C	**0,03**	**26.941**
	26.941		**0,03**	**26.941**
Mithat Denizcigil	**95.362**	C	**0,11**	**95.362**
	95.362		**0,11**	**95.362**
Public Shares	**23.500.000**	C	**27,81**	**23.500.000**
	84.500.000		**100,00**	**84.500.000**

According to the Turkish Commercial Code, legal reserves are divided into two categories; primary reserves and secondary reserves. According to the Turkish Commercial Code, the primary reserves are retained until the amount researches up to 20 % of the company's paid in capital and the amount retained shall be 5 % of the legal net profit.
Secondary reserves are retained at a rate of 1/11 of all cash dividend payments exceeding 5 % of the company capital in case of dividend payment according to the Capital Market Board regulations and at a rate of 1/10 of all cash dividend payments exceeding 5 % of the company capital in case of dividend payment according to the legal records.

Public companies pay dividends according to the Dividend Communiqué Numbered II-19.1 of the Capital Market Board that is published on the Official Gazette dated January 23, 2014 and numbered 28891.

The partnerships pay dividends according to the dividend payment policies to be determined by the general meeting and related regulations and upon a resolution passed by the general meeting. According to the communiqué in question, there is no minimum distribution rate. The company pay dividends based on their articles of association or as stated on their dividend payment policies. Besides, dividends can be paid in equal installments or installments of different amounts, and cash dividend advance might be paid over the profit shown on the interim period financial statements.

Unless reserves to be retained under the Turkish Commercial Code and dividend determined for the beneficiaries as per the articles of association or dividend policy are retained, no other reserves shall be retained, profit shall not be transferred to the following year and the company cannot decide to pay dividends to dividend right certificate holders, board of directors members, partnership employees and parties, excluding shareholders, and, moreover, these parties shall not receive dividends unless dividends determined for shareholders are paid in cash.

Premiums/Discounts related to Shares

	30 September 2016	**31 December 2015**
Premiums on sale of share certificates	41.925.000	41.925.000
Share issue expenses (-)	(3.317.008)	(3.317.008)
	38.607.992	**38.607.992**

According to Article 37 of the Turkish Accounting Standards 32 Financial Instruments Standard, the Company bears the cost of issuing or repurchasing financial instruments based on its equity. The costs might include registration and other legislative fees, legal, financial and other professional consulting fees, printing costs and stamp duties. Transaction costs arising from equity transactions are accounted by deducting from equity provided that they are additional costs that are paid directly due to these transactions, in other words additional costs that would not be incurred otherwise. Besides, costs related to waived equity transactions are also accounted as expenses.

Additional expenses directly (indirectly) associated with issuing new share certificates are deducted from equity capital after deducting taxes corresponding to these expenses. Expenses related to quotation authorization for stock exchange or expenses not directly associated with issuance of new share certificates are shown on the income statement as expense. Expenses related to both issuance of share certificate and quotation authorization are divided between both transactions proportionally.

Reacquired shares (-)

	30 September 2016	31 December 2015
Reacquired shares (-)	2.296.465	-

Within the scope of paragraph 33 of TAS 32 in cases where a company reacquires its own shares, purchase value for these shares are deducted from shareholders' equity and listed under "Reacquired shares (-)" item.

Within the framework of the notice of Capital Markets Board dated 21.07.2016, a Board of Directors resolution dated 25.07.2016 and numbered 2016/014 was passed to reacquire company shares traded in the stock exchange. An additional Board of Directors resolution was passed on 25.07.2016 for reacquisition of shares upon press release of Capital Markets Board dated 25.07.2016.

With the Board of Directors Resolution dated July 25th, 2016 and numbered 2016/015;

1. Elements of Reacquisition Program are;

a. Aim of the Reacquisition: removal of instability in share prices of our company due to extraordinary economic conditions.

b. Period of Reacquisition Program: 1 Year

c. Maximum Number of Shares subject to Reacquisition: 5.000.000 Shares

d. Maximum and minimum Share Price Limits: TL 0,00/per share to TL 5,00/per share

e. Annual and last quarter Share Price Information

Period	Minimum Price	Maximum Price	Weighted average Price
Annual	TL 1,50	TL 2,10	TL 1,88
Last Quarter	TL 1,50	TL 2,07	TL 1,83

2. It has been decided to end the reacquisition program without the termination of the period of 1 year when maximum number of shares within the program is reached,

3. Not to determine resale principles for the resale of reacquired shares in advance, due to present general economic uncertainty

4. To allocate maximum TRY 25,000,000.00 for reacquisition and to cover this amount from company cash and cash equivalent assets,

Furthermore;

5. It has been decided to declare that not negative outcome has been forecasted from the reacquisition program for the financial status and operation outcomes of our company.

Details of the shares of our Company reacquired as of September 30th, 2016 are listed below:

Date	Number of Shares Owned	Nominal Value of shares Owned (TL)	Total Value of Purchase Amounts of Shares Owned (TL)
30 September 2016	1.337.220	1.337.220	2.296.465

Other shareholders equity Items

Accumulated other comprehensive incomes and expenses that cannot be reclassified in profit / loss are as follows as of September 30, 2016 and December 31, 2015:

	30 September 2016	**31 December 2015**
Revaluation Differences of Tangible Fixed Assets (net)	565.860	4.780.452
Actuarial Gains / Losses related to employee benefits*	(301.102)	(280.495)
	264.758	**4.499.957**

* Actuarial differences are classified under shareholders equity starting from January 1, 2013.

**In case a revaluated tangible fixed asset is disposed of, the part of revaluation fund related with the sold asset is directly transferred into the retained earnings. Therefore the revaluation funds related to lands and buildings which were disposed of through sale and lease back contracts are directly associated with retained earnings/losses. (See footnote 19)

Details of actuarial differences as of September 30, 2016 and December 31, 2015 are as follows:

	30 September 2016	**31 December 2015**
Actuarial Gains / (Losses) Related Employee Benefits	(376.378)	(350.619)
Deferred Tax***	75.276	70.124
Actuarial Gains / (Losses) Related Employee Benefits (net)	(301.102)	(280.495)

Details of tangible fixed asset revaluation fund as of September 30, 2016 and December 31, 2015 are as follows:

	30 September 2016	**31 December 2015**
Lands and Buildings Revaluation Differences (net)	200.395	4.414.987
Vehicles Revaluation Differences (net)	365.465	365.465
	565.860	4.780.452

Details of land and building revaluation differences as of September 30, 2016 and December 31, 2015 are as follows:

	30 September 2016	**31 December 2015**
Total Lands and Buildings Revaluation Difference	250.494	5.518.734
Deferred Tax***	(50.099)	(1.103.747)
Lands and Buildings Revaluation Differences (net)	**200.395**	**4.414.987**

Details of vehicles revaluation fund as of September 30, 2016 and December 31, 2015 are as follows:

	30 September 2016	**31 December 2015**
Vehicles Revaluation Differences (net)	**365.465**	**365.465**
	30 September 2016	**31 December 2015**
Total Vehicles Revaluation **	456.831	456.831
Deferred Tax***	(91.366)	(91.366)
	365.465	**365.465**

*** According to Article 61-a of the Turkish Accounting Standard 12, period tax and deferred tax related to the items accounted with the exception of profit or loss are accounted in the same period or in different periods with the exception of profit or loss. Hence, period tax and deferred tax related to the items accounted on the same or different periods are accounted under other comprehensive income if related items are accounted under other comprehensive income. Accordingly, deferred tax is classified under shareholder's equity.

Limited reserves on retained earnings are as follows as of September 30, 2016 and December 31, 2015:

	30 September 2016	**31 December 2015**
Legal Reserves	3.330.315	2.120.395
Reserves Regarding Reacquired Shares	2.296.465	-
	5.626.780	**2.120.395**

According to Article 520 of Law #6102, reserves are allocated to meet the acquisition value of reacquired shares. Since these reserves are released when such reacquired shares are transferred or cancelled, such reserves are listed under "Reserves on Retained earnings" item. Such reserves amounting to TRY 2,296,465 are reserved from prior years' profits and losses.

Previous years' profits / (losses) are as follows as of September 30, 2016 and December 31, 2015:

	30 September 2016	**31 December 2015**
Previous years' profits / (losses)	**38.915.831**	**31.736.786**

Changes regarding previous years' profits / losses are as follows:

	30 September 2016	**31 December 2015**
Previous Year Profits / (Losses)	31.736.786	2.474.682
Transferring Profit of Previous Period to Profits / (Losses) in Previous Years	8.303.209	14.189.389
Capital Increase	-	-
Legal Reserves Transfer	(1.209.920)	(720.026)
Reserves Retained for Reacquired Shares	(2.296.465)	-
Profit Distribution	(2.886.019)	(5.436.193)
Revaluation Transfer of Tangible Fixed Assets **	5.268.240	21.228.934
	38.915.831	**31.736.786**

**In case a revaluated tangible fixed asset is disposed of, the part of revaluation fund related with the sold asset is directly transferred into the retained earnings. Therefore the revaluation funds related to lands and buildings which were disposed of through sale and lease back contracts are directly associated with retained earnings/losses.

Period net profit / (loss) as of September 30, 2016 and December 31, 2015 are as follows:

	September 2016	**31 December 2015**
Period Net Profit / (Loss)	**6.729.617**	**8.303.209**

30. REVENUE AND COST OF SALES

Sales Revenues as of September 30, 2016 and September 30, 2015 are as follows:

	1 January – 30 September 2016	1 July – 30 September 2016	1 January – 30 September 2015	1 July – 30 September 2015
Domestic Sales Revenues	456.919.185	140.553.533	506.141.321	165.574.901
Foreign Sales Revenues	388.660.871	191.095.822	187.353.365	78.260.543
Returns on Sales (-)	(3.377.255)	(288.110)	(649.102)	(365.312)
Sales Discounts (-)	(429.608)	(319.709)	(739.079)	(629.895)
	841.773.193	331.041.536	692.106.505	242.840.237

Cost of Sales as of September September 30, 2016 and September 30, 2015 are as follows:

	1 January – 30 September 2016	1 July – 30 September 2016	1 January – 30 September 2015	1 July – 30 September 2015
Cost of goods sold	222.665.476	84.904.485	167.363.277	67.574.840
Cost of commercial goods sold	570.315.030	231.603.791	470.108.619	152.747.606
	792.980.506	316.508.276	637.471.896	220.322.446

31. GENERAL ADMINISTRATION EXPENSES, MARKETING EXPENSES, RESEARCH AND DEVELOPMENT EXPENSES

Total operating expenses as of September 30, 2016 and September 30, 2015 are as follows:

	1 January – 30 September 2016	1 July – 30 September 2016	1 January – 30 September 2015	1 July – 30 September 2015
General Administration Expenses	4.894.701	1.641.676	4.598.962	1.353.433
Marketing Expenses	21.365.019	7.068.679	22.552.905	10.922.717
Research and Development Expenses-	-	-	-	-
	26.259.720	8.710.355	27.151.867	12.276.150

Details of general administration expenses as of September 30, 2016 and September 30, 2015 are as follows:

	1 January – 30 September 2016	1 July– 30 September 2016	1 January – 30 September 2015	1 July– 30 September 2015
Depreciation Expenses	247.733	91.879	136.200	17.688
Vehicle Expenses	210.651	205.342	156.163	54.555
Donations and Aids	126.950	22.818	61.948	1.750
Maintenance and Repair Expenses	12.379	12.379	55.072	15.854
Bank Transfer and Collection Expenses	75.326	22.982	-	-
Consulting Expenses	629.819	251.918	234.125	55.765
Outsourced Benefits and Services	518.091	22.034	656.366	206.735
Other Expenses	239.205	108.857	154.427	31.211
Training and Publication Expenses	93.754	27.099	33.479	6.031
Exhibition Expenses	-	-	23.842	13.307
Default Interests and Fines	12.520	3.476	14.137	4.356
Heating and Water Expenses	-	-	14.658	2.165
Rent Expenses	164.700	57.689	202.121	62.938
Commission Expenses	5.477	5.240	36.256	14.014
Accommodation expenses	86.900	16.354	-	-
Court Expenses	1.855	1.855	12.073	2.889
Brand, Patent Application and Renewal Expenses	5.677	150	16.692	5.639
Hospitality Expenses	36.607	22.259	-	-
Notary Expenses	11.179	2.619	26.165	1.952
Personnel Expenses	1.860.968	594.564	2.196.360	716.316
Advertising Expenses	9.810	2.840	10.373	3.507
Health Expenses	1.801	1.801	9.793	2.529
Insurance Expenses	108.236	37.482	128.785	28.447
Registration and Announcement Expenses	14.859	4.801	4.174	836
Transportation Expenses	76.201	28.684	134.129	41.346
Tax, Duty and Levies	125.423	22.100	224.333	34.722
Food Expenses	218.580	74.454	57.291	28.881
General Administration Expenses	4.894.701	1.641.676	4.598.962	1.353.433

Details of marketing expenses as of September 30, 2016 and September 30, 2015 are as follows:

	1 January – 30 September 2016	1 July – 30 September 2016	1 January – 30 September 2015	1 July – 30 September 2015
Depreciation Expenses	672.282	225.573	608.241	218.701
Vehicle Expenses	548.897	200.249	1.236.130	409.330
Bank Transfer and Collection Expenses	306.734	124.857	-	-
Consulting Expenses	12.908	5.695	7.969	-
Outsourced Benefits and Services	353.606	80.351	483.332	220.003
Other Miscellaneous Expenses	41.541	22.585	72.305	41.292
Fair Expenses	-	-	38.814	-
Default Interests and Fines	14.364	4.324	18.701	5.807
Customs Consultancy Expenses	-	-	53.976	18.241
Exportation Expenses	1.728.504	881.891	1.805.468	719.046
Rent Expenses	1.441.354	23.334	569.999	142.060
Commission Expenses	745.613	448.399	235.146	133.495
Accommodation expenses	188.928	50.008	-	-
Shipping Expenses	13.042.022	4.191.703	15.611.003	8.458.251
Personnel Expenses	1.362.735	466.766	1.322.960	413.299
Advertising Expenses	12.280	-	-	-
Insurance Expenses	488.686	181.132	190223	54127
Transportation Expenses	55.726	13.570	19.853	7.004
Tax, Duties and Levies	168.712	93.179	168.968	50.853
Meal Expenses	180.127	55.063	109.817	31.208
Marketing Expenses	21.365.019	7.068.679	22.552.905	10.922.717

Distribution of expenses based on nature of expenses is as follows between the dates of January 1, 2016 and September 30, 2016:

	General Administration Expenses	**Marketing Expenses**	**Research and Development Expenses**	**Cost of Goods Sold**
Personnel Expenses	1.860.968	1.362.735	-	3.212.641
Depreciation Expenses	247.733	672.282	-	1.135.067

Distribution of expenses based on nature of expenses is as follows between the dates of July 1, 2016 and September 30, 2016:

	General Administration Expenses	**Marketing Expenses**	**Research and Development Expenses**	**Cost of Goods Sold**
Personnel Expenses	594.564	466.766	-	1.165.810
Depreciation Expenses	91.879	225.573	-	376.548

Distribution of expenses based on nature of expenses is as follows between the dates of January 1, 2015 and September 30, 2015:

	General Administration Expenses	Marketing Expenses	Research and Development Expenses	Cost of Goods Sold
Personnel Expenses	1.996.145	1.322.960	-	2.761.971
Depreciation Expenses	136.200	608.241	-	993.417

Distribution of expenses based on nature of expenses is as follows between the dates of July 1, 2015 and September 30, 2015:

	General Administration Expenses	Marketing Expenses	Research and Development Expenses	Cost of Goods Sold
Personnel Expenses	665.970	413.299	-	949.347
Depreciation Expenses	17.688	218.701	-	394.679

32. OTHER REAL OPERATING INCOMES AND EXPENSES

Other Incomes

	1 January – 30 September 2016	1 July – 30 September 2016	1 January – 30 September 2015	1 July – 30 September 2015
Incomes earned from Law numbered 5510 and 6661	334.831	126.455	219.245	73.084
Balance Allocation Incomes	71.092	2.772	39.788	21.536
Other incomes	213.620	50.988	107.828	17.981
Service reflection Incomes *	2.475.931	1.582.835	3.309.147	1.953.473
Late interest Incomes	7.020.381	1.602.164	9.737.288	3.299.229
Price difference Incomes	312.723	29.834	-	-
Compensation Incomes	531.135	364.539	-	-
Exchange difference Incomes	16.317.820	7.209.963	24.982.834	12.670.795
Insurance Incomes	-	-	124.997	48.773
Provisions no longer required	433.069	25.920	195.351	60.179
Incomes from returned expenses	1.406.127	380.833	461.926	326.244
	29.116.729	11.376.303	39.178.404	18.471.294

* Due to trusteeship, reflection incomes and service expenses are included in reflection incomes.

Other Expenses

	1 January – 30 September 2016	1 July – 30 September 2016	1 January – 30 September 2015	1 July – 30 September 2015
Trusteeship Expenses	2.586.472	1.608.701	2.307.389	1.639.314
Other Expenses	42.385	26.464	41.849	3.767
Balance Allocation Expenses	15.637	527	36.739	24.231
Price difference Expenses	541.780	-	-	-
Provision Expenses	1.229.804	6.153	467.687	(54.974)
Exchange difference Expenses	14.272.573	4.520.498	5.239.921	1.410.962
Late interest Expenses	8.105.882	1.368.299	12.671.055	4.631.357
Returned Expenses	1.039.850	236.372	326.411	214.226
Reflected Service Expenses	-	-	68.657	-
Insurance Expenses	-	-	32.516	18.032
	27.834.383	7.767.014	21.192.224	7.886.915

** It includes transportation, unloading, storage expenses, customs expenses etc. and import expenses.

Income from Investing Activities

	1 January – 30 September 2016	1 July – 30 September 2016	1 January – 30 September 2015	1 July – 30 September 2015
Fixed Assets Sales Revenue	2.800	1.999	530.102	266.500
Sale and Lease Back Revenue	288.955	28.250	176.761	144.411
	291.755	30.249	706.863	410.911

Expenses from Investing Activities

None

33. PROFIT / LOSS SHARES OF INVESTMENTS VALUED BY EQUITY METHOD

Details of profit / loss shares of investments valued by equity method as of September 30, 2016 and September 30, 2015 are as follows:

	1 January – 30 September 2016	1 July – 30 September 2016	1 January – 30 September 2015	1 July – 30 September 2015
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşletici A.Ş.*	121.181	2.669	216.204	57.744

* (See footnote 18)

34. FINANCIAL INCOMES AND EXPENSES

Financial Incomes

	1 January – 30 September 2016	1 July – 30 September 2016	1 January – 30 September 2015	1 July – 30 September 2015
Interest incomes	4.345.410	857.047	2.227.079	814.001
Foreign exchange profits	41.516.629	11.985.768	21.835.237	6.165.150
Profit on Sale of Marketable Securities	225.460	76.502	122.933	4.626
Derivative Financial Instrument Incomes	4.700.712	2.008.344	8.831.660	4.094.382
Derivative Financial Instrument Fair Value Differences	-	-	18.909.961	5.675.334
	50.788.211	14.927.661	51.926.870	16.753.493

Financial Expenses

	1 January – 30 September 2016	1 July – 30 September 2016	1 January – 30 September 2015	1 July – 30 September 2015
Financial Expenses	6.957.955	2.609.840	6.561.001	2.500.304
Foreign exchange losses	48.866.386	18.353.386	83.506.070	34.214.111
Losses on Sale of Marketable Securities	2.791	-	94.255	94.254
Derivative Financial Instruments Expenses	10.171.737	2.114.868	2.287.254	893.947
Derivative Financial Instrument Fair Value Differences	1.828.326	(2.502.735)	-	-
	67.827.195	20.575.359	92.448.580	37.702.616

35. FIXED ASSETS RETAINED TO BE SOLD AND DISCONTINUING ACTIVITIES

None

36. TAX ASSET AND LIABILITIES

Corporate tax to be accrued over the taxable company profit is calculated based on the tax base remaining after adding non-deductible expenses from tax base and written as expense on determining commercial earnings and deducting dividends received from companies located in the country and incomes not subject to tax.

Corporate tax rate applied in 2016 is 20 % (2015: 20 %).

Advance tax in Turkey is calculated and accrued quarterly. Advance tax rate to be calculated over the company's earnings at the taxation stage of 2016 corporate earnings in advance tax periods is 20 % (2015: 20 %).

Losses can be carried over maximum 5 years to be deducted from taxable profit to be earned in the future years. However, losses cannot be deducted from profits of previous years retrospectively.

There is not any certain settlement procedure regarding tax assessment in Turkey. Companies issue tax returns from April 1 to April 25 of the year following the end of related fiscal year (from 1 to 25 of the fourth month following the end of period, if companies have special fiscal periods).

The tax office is entitled to examine and amend these tax returns and accounting records that are the basis of these returns for a period of 5 years.

Income Tax Withholding:

In addition to corporate tax, income tax withholding should be calculated over the dividends excluding the dividends distributed, if any, to full taxpayers that include these dividends into corporate earnings and declare on tax returns and to Turkish branches of foreign companies. Income tax withholding rate is 10 % for all companies as of April 24, 2003. The rate was increased up to 15 %, effective as of June 21, 2006, as per Article 15 of the Act numbered 5520. However, the rate of 10 % was applied until it was amended by the new Cabinet Decision. According to the Cabinet Decision published on the Official Gazette dated July 23, 2006; Income Tax Withholding rate was increased from 10 % to 15 %, effective as of July 23, 2006. Dividends not distributed but added to capital shall not be subject to income tax withholding.

Deferred Tax Asset / Liability:

The Group accounts deferred tax receivables and liabilities for temporary timing differences arising from differences between the legal financial tables basis to tax and financial statements prepared under the Capital Market Board Serial: II, Numbered: 14.1 "Communiqué on Principles of Financial Reporting in Capital Market". Deferred tax asset is calculated only if there are temporary timing differences deductible from taxable profit. Provisions are retained for deferred tax asset which probably will not be realized. Deferred tax rate is 20 % for all timing differences (31 December 2015: 20 %).

Deferred tax liability is calculated for all taxable timing differences.

Details of temporary differences and deferred tax impact are as follows as of September 30, 2016:

Deferred Tax Assets	**Temporary differences**	**Deferred Tax Impact**
Doubtful receivables	4.296.856	859.371
Adjustment of Receivables from personnel	68.895	13.779
Adjustment of Advances Given	77.735	15.547
Adjustment of Letter of Credit Interests	21.207	4.241
Expense from Decrease in Value of Inventories	137.595	27.519
Amortized Cost Value Adjustment of Receivables	632.605	126.521
Sell and Lease Correction	1.689.107	337.821
TFA and IFA Value Adjustment	337.639	67.528
Adjustment of Credits	44.603	8.921
Accumulated Leave Provisions	66.293	13.259
Derivative Financial Instruments FV (fair value) Difference Adjustment	1.828.326	365.665
Other adjustments	48.164	9.634
Adjustment of Inventory Late Interest, Storing and other adjustments	929.471	185.894
Severance Pay Actuarial Difference*	376.378	75.276
	10.554.874	2.110.976

Deferred Tax Liabilities	**Temporary differences**	**Deferred Tax Impact**
Impact transfer where TFA valuation is associated with Shareholders Equity (Vehicles)	456.831	91.366
Impact transfer where TFA valuation is associated with Shareholders Equity (Land and buildings)	250.494	50.099
Adjustment of Bank interest revenue realization	25.969	5.193
Amortized Cost Value Adjustment of Payables	5.666.759	1.133.352
Amortization difference of tangible and intangible fixed assets	5.680.716	1.136.143
Severance Pay Provisions	1.490.693	298.139
	13.571.462	2.714.292

Details of Temporary differences and Deferred Tax Impact as of December 31, 2015 are as follows:

Deferred Tax Assets	**Temporary differences**	**Deferred Tax Impact**
Doubtful receivables	3.514.724	702.945
Adjustment of Receivables from personnel	69.495	13.899
Adjustment of Advances Given	87.849	17.570
Adjustment of Letter of Credit Interests	126.053	25.211
Expense from Decrease in Value of Inventories	1.206.113	241.224
Amortized Cost Value Adjustment of Receivables	1.877.050	375.410
Leasing Payables Adjustment	92.877	18.575
TFA and IFA Value Adjustment	453.720	90.744
Sale and Lease Back Deferred Income Adjustment	260.705	52.141
Adjustment of Credits	6.655	1.331
Adjustment of Warehousing Expenses	743.749	148.750
Ongoing Investments	26.955	5.391
Action Provisions	39.231	7.846
Inventory Delay Interest and Other Adjustments	3.470.787	694.157
Other Receivables Adjustment	1.314	263
Severance Pay Actuarial Difference*	350.619	70.124
	12.327.896	2.465.581

Deferred Tax Liabilities	**Temporary differences**	**Deferred Tax Impact**
Impact transfer where TFA valuation is associated with Shareholders Equity (Vehicles)	456.831	91.366
Impact transfer where TFA valuation is associated with Shareholders Equity (Land and buildings)	5.518.734	1.103.747
Adjustment of Bank interest revenue realization	36.538	7.307
Adjustment of Amortized Cost Value of Payables	5.583.611	1.116.722
Adjustment of Derivative Instruments Income	6.298.560	1.259.712
Amortization difference of tangible and intangible fixed assets	5.733.548	1.146.709
Severance Pay Provisions	1.817.983	363.597
Stocktaking and Delivery Adjustments	426.529	85.306
	25.872.334	5.174.466

Change of deferred tax as of September 30, 2016 and December 31, 2015 are as follows:

	1 January – 30 September 2016	**1 January – 31 December 2015**
Opening Balance	(1.583.896)	(340.704)
Current Period Deferred Tax (Expense) / Income	1.046.769	(1.243.192)
TFA Revaluation Fund and Actuarial Difference Deferred Tax Impact*	(66.189)	(1.124.989)
Closing Balance	(603.316)	(2.708.885)

* According to Article 61-a of the Turkish Accounting Standard 12, period tax and deferred tax related to the items accounted with the exception of profit or loss are accounted in the same period or in different periods with the exception of profit or loss. Hence, period tax and deferred tax related to the items accounted on the same or different periods are accounted under other comprehensive income if the items in question are accounted under

other comprehensive income. Tangible fixed asset revaluation differences and deferred tax liability calculated over the actuarial difference are accounted under other comprehensive income item.

Tax expenses included in the gain and loss statement issued for the periods ended on September 30, 2016 and September 30, 2015 are summarized below:

	1 January – 30 September 2016	**1 July – 30 September 2016**	**1 January – 30 September 2015**	**1 July – 30 September 2015**
Period Tax Expense /(Income)	(1.506.417)	275.547	(25.242)	(15.714)
Deferred Tax (Income)/ Expense	1.046.769	(704.757)	(4.221.786)	(1.207.514)
	(459.648)	(429.210)	(4.247.028)	(1.223.228)

Tax provisions included in the income statement issued for the periods ended on September 30, 2016 and December 31, 2015 are summarized below:

	1 January – 30 September 2016	**1 January – 31 December 2015**
Current Year Corporate Tax Provision	1.506.417	727.875
Prepaid Taxes and Funds	(3.436.572)	(448.115)
	(1.930.155)	279.760

37. EARNINGS PER SHARE

Details of earnings per share are as follows as of September 30. 2016 and September 30, 2015:

	1 January – 30 September 2016	**1 July – 30 September 2016**	**1 January – 30 September 2015**	**1 July – 30 September 2015**
Period Net Profit / (Loss)	6.729.617	3.388.204	1.623.251	(877.676)
Weighted Average Number of Total Ordinary Shares in Circulation*	83.162.780	83.162.780	84.500.000	84.500.000
Proceeds per Share	0,081	0,041	0,0192	-

* Within the scope of the press release of Capital Markets Board dated 21.07.2016, Board of Directors Resolution dated 25.07.2016 and numbered 2016/014 has been passed regarding reacquisition of shares of the company listed in the stock exchange. Company has reacquired 1,337,220 shares as of September 30th, 2016 within this scope.

38. AFFILIATES STATEMENTS

	30 September 2016	**31 Dec.2015**
Unay Un San. ve Tic. A.Ş.	51.785	-
Trade Receivables from Affiliates	**51.785**	**-**

	30 September 2016	31 Dec.2015
Unay Un San. ve Tic. A.Ş.	-	9.591.657
Notes Receivables from Affiliates	-	9.591.657

	30 September 2016	31 Dec.2015
Sasbaş Samsun Serbest Bölgesi Kurucu ve Işleticisi A.Ş.	144.390	246.600
Other Receivables from Affiliates	144.390	246.600

	30 September 2016	31 Dec.2015
Unay Un San. ve Tic. A.Ş.	-	2.000.000
Advances Given for Purchases to Affiliates	-	2.000.000

	30 September 2016	31 Dec.2015
Sasbaş Samsun Serbest Bölgesi Kurucu ve Işleticisi A.Ş.	17.975	-
Ulusoy Petrol Urünleri Tic. A.Ş.	34.353	33.415
Ulusoy Çay Gıda San. Ve Tic A.Ş.	23.216	-
GK Tarım Urünleri Depoculuk A.Ş.	277.062	860.995
Trade Payables to Affiliates	352.606	894.410

	30 September 2016	31 Dec.2015
Unay Un San. ve Tic. A.Ş.	114.318	8.408.464
Notes payable to Affiliates	114.318	8.408.464

	1 Jan.- 30 September 2016	1 Jan.- 30 September 2015
Unay Un San. ve Tic. A.Ş.	26.730.201	29.811.574
Sales Revenues from Affiliates	26.730.201	29.811.574

	1 Jan.- 30 September 2016	1 Jan.- 30 September 2015
Unay Un San. ve Tic. A.Ş.	47	890
Sales Returns from Affiliates	47	890

	1 Jan.- 30 September 2016	1 Jan.- 30 September 2015
Unay Un San. ve Tic. A.Ş.	2.773	11.770
Sales Discounts from Affiliates	2.773	11.770

	1 Jan.- 30 September 2016	1 Jan.- 30 September 2015
Ulusoy Çay Gıda San. ve Tic. A.Ş.	17.015	13.487
Unay Un San. ve Tic. A.Ş.	54.507.127	42.345.892
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	221.170	359.673
GK Tarım Ürünleri Depoculuk A.Ş.	336.833	1.188.122
Purchases from Affiliates	55.082.145	43.907.174

	1 Jan.- 30 September 2016	1 Jan.- 30 September 2015
Unay Un San. ve Tic. A.Ş.	303.317	211.969
GK Tarım Ürünleri Depoculuk A.Ş.	8.310	-
Other Incomes from Affiliates	311.627	211.969

	1 Jan.- 30 September 2016	1 Jan.- 30 September 2015
Ulusoy Çay Gıda San. ve Tic. A.Ş.	-	635
Sasbaş Samsu Serbest Bölge Kurucu ve Işleticisi A.Ş	65.481	-
Other Expenses from Affiliates	65.481	635

	1 Jan.- 30 September 2016	1 Jan.- 30 September 2015
Unay Un San. ve Tic. A.Ş.	955.750	404.315
Ulusoy Petrol Urünleri Tıc. A.Ş.	2.320	102
Ulusoy Çay Gıda San. ve Tic. A.Ş.	975	-
General Production Expenses to Affiliates	959.045	404.417

	1 Jan.- 30 Sept. 2016	1 Jan.- 30 Sept. 2015
Unay Un San. ve Tic. A.Ş.	16.212	37.363
Ulusoy Petrol Urünleri Tic. A.Ş	187.838	209.695
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	90.771	2.143
Marketing Expenses to Affiliates	294.821	249.201

	1 Jan.- 30 September 2016	1 Jan.- 30 September 2015
Ulusoy Çay Gıda San. ve Tic. A.Ş.	3.506	3.123
Ulusoy Petrol Ürünleri Tic. A.Ş	87.756	80.016
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş	3.061	-
General Administration Expenses to Affiliates	94.323	83.139

The group's senior management includes board of directors members, general manager and department managers.

Benefits and wages offered to the Group's senior management amount to TRY 458.900- as of September 30, 2016. (December 31, 2015: TRY 614.546,66)

39. NATURE AND LEVEL OF RISKS RELATED TO FINANCIAL INSTRUMENTS

Liquidity Risk Management:

The Group regularly monitors the cash flows and assures continuity of sufficient funds by matching maturity dates of financial assets and liabilities in order to manage liquidity risk. Prudent liquidity risk management means keeping sufficient amount of cash, availability of sufficient credit transactions and fund resources as well as capacity to close market positions.

Credit Risk:

The Group's credit risk actually arises from trade receivables. Trade Receivables are assessed by the Group management on the basis of past experiences and current economic situation and it is included on the consolidated financial position statement as net amount after retaining doubtful receivables provision at a suitable rate.

Market Risk:

Market risk is any change of interest rates, exchange rates or value of marketable securities or other financial contracts which might have impact on the Group.

40. FINANCIAL INSTRUMENTS (FAIR VALUE REMARKS AND REMARKS WITHIN THE FRAMEWORK OF HEDGING ACCOUNTING)

Foreign Currency Position

	Foreign Currency Position Statement		
	30 September 2016		
	TRY (Functional Currency)	**US Dollar**	**Euro**
1. Trade and Other Receivables	128.797.048	41.915.748	958.599
2a. Monetary Financial Assets (Including Cash, Bank accounts)	30.026.495	9.694.178	292.723
2b. Non-monetary financial assets	-	-	-
3. Futures Market Guarantees	4.366.974	1.457.650	-
4. Advanced given and Prepaid Expenses	1.462.675	479.475	7.800
5. Current assets (1+2+3+4)	164.653.192	53.547.051	1.259.122
6. Other Fixed assets	-	-	-
7. Fixed assets (6)	-	-	-
8. Total assets	164.653.192	53.547.051	1.259.122
9. Short and Long Term Liabilities	292.135.091	95.503.785	1.789.842
Loans	22.090.996	5.400.000	1.759.443
Leasing Payables	10.317.981	3.444.034	-
Trade and Other Payables*	256.616.687	85.650.870	4.536
Derivative Obligations	1.828.326	610.276	-
Advanced Received	1.281.101	398.605	25.863
10. Total Liabilities	292.135.091	95.503.785	1.789.842

* Includes amounts before deduction of deferred late interest expenses from trade and other payables.

	Foreign Currency Position Statement		
	31 December 2015		
	TRY (Functional Currency)	**US Dollar**	**Euro**
1. Trade and Other Receivables	85.525.801	29.232.795	166.329
2a. Monetary Financial Assets (Including Cash, Bank accounts)	19.534.649	6.292.389	389.573
2b. Non-monetary financial assets	-	-	-
3. Futures Market Guarantees	8.869.096	3.050.315	-
4. Advanced given	5.296.719	1.821.681	-
5. Current assets (1+2+3+4)	119.226.265	40.397.180	555.902
6. Other Fixed assets	-	-	-
7. Fixed assets (6)	-	-	-
8. Total assets	119.226.265	40.397.180	555.902
9. Short and Long Term Liabilities			
Loans	70.895.977	23.151.231	1.127.095
Leasing Payables	776.795	267.160	-
Trade and Other Payables	220.518.245	75.821.019	-
Advanced Received	657.123	189.393	33.498
10. Total Liabilities	292.848.140	99.428.803	1.160.593

Foreign Exchange Rate Sensitivity Analysis Table				
	30 September 2016			
	Profit / (Loss)		**Shareholders' Equity**	
	Value increase in Foreign Currency	Value decrease in foreign currency	Value increase in Foreign Currency	Value decrease in foreign currency
	If US Dollar exchange rate changes by 10 %			
1- US Dollar Net Asset / Liability	(12.569.818)	12.569.818	(12.569.818)	12.569.818
2- Amount protected from US Dollar Risk (-)	-	-	-	-
3- US Dollar Net Impact (1+2)	(12.569.818)	12.569.818	(12.569.818)	12.569.818
	If Euro exchange rate changes by 10 %			
4- Euro Net Asset / Liability	(178.364)	178.364	(178.364)	178.364
5- Amount protected from Euro Risk (-)	-	-	-	-
6- Euro Net Impact (4+5)	(178.364)	178.364	(178.364)	178.364

Foreign Exchange Rate Sensitivity Analysis Table				
	31 December 2015			
	Profit / (Loss)		**Shareholders' Equity**	
	Value increase in Foreign Currency	Value decrease in foreign currency	Value increase in Foreign Currency	Value decrease in foreign currency
	If US Dollar exchange rate changes by 10 %			
1- US Dollar Net Asset / Liability	(17.164.035)	17.164.035	(17.164.035)	17.164.035
2- Amount protected from US Dollar Risk (-)	-	-	-	-
3- US Dollar Net Impact (1+2)	**(17.164.035)**	**17.164.035**	**(17.164.035)**	**17.164.035**
	If Euro exchange rate changes by 10 %			
4- Euro Net Asset / Liability	(192.147)	192.147	(192.147)	192.147
5- Amount protected from Euro Risk (-)	-	-	-	-
6- Euro Net Impact (4+5)	**(192.147)**	**192.147**	**(192.147)**	**192.147**

Credit Risk

	Receivables						
	Trade Receivables		**Other Receivables**				
30 September 2016	**Affiliate**	**Non- Affiliate**	**Affiliate**	**Non-Affiliate**	**Deposits at Banks**	**Derivative Instruments**	**Other**
Maximum credit risk the company is exposed to as of reporting date (A+B+C+D+E)	**51.785**	**250.668.563**	**144.390**	**2.179.287**	**34.900.373**	**2.887.051**	**35.715.795**
- Part of maximum risk covered by guarantees etc.	-	-	-	-	-	-	-
A. Net book value of undue financial assets or financials assets without loss of value	51.785	250.668.563	144.390	2.179.287	34.900.373	2.887.051	35.715.795
B. Book value of financial assets that are subject to renegotiated conditions but otherwise would be considered as overdue or exposed to loss of value	-	-	-	-	-	-	-
C. Net book value of overdue assets that are not subject to loss of value	-	-	-	-	-	-	-
- Amount guaranteed with security etc.	-	-	-	-	-	-	-
D. Net book values of assets with loss of value	-	-	-	-	-	-	-
- Overdue (gross book value)	-	5.098.454	-	539.262	-	-	-
- Loss of value (-)	-	(5.098.454)	-	(539.262)	-	-	-
- Amount of net value guaranteed with security etc.	-	-	-	-	-	-	-
- Undue (gross book value)	-	-	-	-	-	-	-
- Loss of value (-)	-	-	-	-	-	-	-
- Amount of net value guaranteed under security etc.	-	-	-	-	-	-	-
E. Off-balance sheet items involving credit risk	-	-	-	-	-	-	-

	Receivables						
	Trade Receivables		Other Receivables				
31 December 2015	**Affiliate**	**Non-Affiliate**	**Affiliate**	**Non- Affiliate**	**Deposits at Banks**	**Derivative Instruments**	**Other**
Maximum credit risk the company is exposed to as of reporting date (A+B+C+D+E)	**9.591.657**	**200.212.331**	**246.000**	**3.481.556**	**42.267.619**	**8.869.096**	**38.235.227**
- Part of maximum risk covered by guarantees etc.	-	-	-	-	-	-	-
A. Net book value of undue financial assets or financials assets without loss of value	*9.591.657*	*200.212.331*	*246.000*	*3.481.556*	*42.267.619*	*8.869.096*	*38.235.227*
B. Book value of financial assets that are subject to renegotiated conditions but otherwise would be considered as overdue or exposed to loss of value	-	-	-	-	-	-	-
C. Net book value of overdue assets that are not subject to loss of value	-	-	-	-	-	-	-
- Amount guaranteed with security etc.	-	-	-	-	-	-	-
D. Net book values of assets with loss of value	-	-	-	-	-	-	-
- Overdue (gross book value)	-	4.840.981	-	-	-	-	-
- Loss of value (-)	-	(4.840.981)	-	-	-	-	-
- Amount of net value guaranteed with security etc.	-	-	-	-	-	-	-
- Undue (gross book value)	-	-	-	-	-	-	-
- Loss of value (-)	-	-	-	-	-	-	-
- Amount of net value guaranteed under security etc.	-	-	-	-	-	-	-
E. Off-balance sheet items involving credit risk	-	-	-	-	-	-	-

Liquidity Risk

30 September 2016 Contractual Terms Non-derivative Financial liabilities	Book Value	Total Cash outflow under contracts	Less than 3 months	Between 3 to 12 months	Between 1 to 5 years	More than 5 years
Financial Liabilities	76.075.539	76.075.539	661.748	64.204.051	11.209.740	-
Notes Payables Issued	-	-	-	-	-	-
Trade Payables	253.877.849	253.877.849	113.529.201	140.348.648	-	-
Other Payables	31.234	31.234	-	31.234	-	-

31 December 2015 Contractual Terms Non-derivative Financial liabilities	Book Value	Total Cash outflow under contracts	Less than 3 months	Between 3 to 12 months	Between 1 to 5 years	More than 5 years
Financial Liabilities	88.284.843	88.284.843	33.146.482	54.486.898	651.463	
Notes Payables Issued	-	-	-	-	-	-
Trade Payables	233.915.632	233.915.632	17.557.345	216.358.287	-	-
Other Payables	38.120	38.120	-	38.120	-	-

Receivables					
30 September 2016	**Trade Receivables**	**Other Receivables**	**Deposits at Banks**	**Derivative Instruments**	**Other**
Overdue 1 to 30 days	-	-	-	-	-
Overdue 1 to 3 months	-	-	-	-	-
Overdue 3 to 12 months	690.542	539.262	-	-	-
Overdue 1 to 5 years	4.407.912	-	-	-	-
Overdue more than 5 years	-	-	-	-	-

Receivables					
31 December 2015	**Trade Receivables**	**Other Receivables**	**Deposits at Banks**	**Derivative Instruments**	**Other**
Overdue 1 to 30 days	-	-	-	-	-
Overdue 1 to 3 months	-	-	-	-	-
Overdue 3 to 12 months	760.568	-	-	-	-
Overdue 1 to 5 years	3.720.413	-	-	-	-
Overdue more than 5 years	-	-	-	-	-

41. EVENTS AFTER THE REPORTING PERIOD

Within the scope of the press release of Capital Markets Board dated 21.07.2016, Board of Directors Resolution dated 25.07.2016 and numbered 2016/014 has been passed regarding reacquisition of shares traded in the stock exchange. Details of the shares the company has reacquired within the scope of this resolution as of November 7th, 2016 are listed below:

Date	Nominal Value of Shares Owned after the Transaction (TL)	Percentage of the Shares Owned after the Transaction among the Company Capital (%)
7 November 2016	1.367.220	1,6180 %

42. OTHER PARTICULARS THAT HAVE SIGNIFICANT IMPACT ON FINANCIAL STATEMENTS OR THAT SHOULD BE DISCLOSED FOR ASSURING FINANCIAL STATEMENTS ARE CLEAR, INTERPRETABLE AND COMPREHENSIBLE

None