ULUSOY UN SANAYİ VE TİCARET A.Ş.
AND IT'S SUBSIDIARY

JANUARY 1 – JULY 30, 2018
CONSOLIDATED FINANCIAL STATEMENTS
AND REVIEW REPORT

(Convenience translation of interim consolidated financial information originally issued in Turkish)

Report Date:27.08.2018
Report Number: AU/2018/014

DMR Bağımsız Denetim ve Danışmanlık A.Ş.

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REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the board of Ulusoy Un Sanayi ve Ticaret A.Ş.

Introduction

1- We have reviewed the accompanying consolidated interim statement of financial position of Ulusoy Un Sanayi ve Ticaret A.Ş. (the "Company") and its subsidiaries ("collectively referred to as the "Group") as at 30 June 2018 and the consolidated interim statements of profit or loss, other comprehensive income, changes in equity and cash flows fort he six-month period then ended and summary of significant accounting policies and other explanatory notes. The management of the Group is responsible fort he preparation and fair presentation of this consolidated interim financial information in accordance with Turkish Accounting Standart 34 ("TAS 34") "Interim Financial Reporting". Our responsibility is to express a conclusionon this consolidated interim financial information based on our review.

Scope of Review

2- We conducted our review in accordance with the Standart on Review Engagements ("SRE") 2410, "Review of interim financial information performed by the independent auditor of the entity".A review of consolidated interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in Accordance with Standarts on Auditing and the objective of which is to express an opinion on the consolidated financial statements. Consequently, a review on the consolidated interim financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

3- Based on our review, nothing has come to our attention that causes us to conclude that the accompanying consolidated interim financial information does not present fairly, in all material respects, the consolidated financial position of Ulusoy Un Sanayi ve Ticaret A.Ş. as at 30 June 2018, and its consolidated financial performance and consolidated cash flows for the six-month period then ended in accordance with TAS 34.

DMR BAĞIMSIZ DENETİM VE DANIŞMANLIK ANONİM ŞİRKETİ



Dr. Defne DEMİR
Partner
İstanbul, 27.08.2018

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ASSETS	Note	30.06.2018	31.12.2017
Current Assets		**801.887.775**	**758.865.094**
Cash and Cash Equivalents	6	166.484.724	140.562.922
Financial Investments	7	1.279.484	307.568
Trade Receivables	10	495.183.755	331.845.733
Receivables from Finance Sector Operations	12	-	-
Other Receivables	11	1.482.904	1.944.583
Derivative Financial Instruments	13	13.327.458	5.569.834
Inventories	14	84.814.059	222.341.158
Biological Assets	15	-	-
Prepaid Expenses	16	31.435.098	47.006.216
Corporate Tax Assets	20	-	720.097
Other Current Assets	28	7.880.293	8.566.983
(Sub Total)		*801.887.775*	*758.865.094*
Fixed Assets Held for Sale	35	-	-
Non-Current Assets		**119.949.969**	**97.982.763**
Financial Investments	7	15.000	15.000
Trade Receivables	10	8.799.324	8.772.802
Receivables from Financial Sector Activities	12	-	-
Other Receivables	11	169.895	169.558
Derivative Financial Instruments	13	-	-
Investments Valued by Equity Method	18	4.978.807	4.620.004
Biological Assets	15	-	-
Investment Properties	19	9.800.000	9.440.000
Tangible Assets	21	88.435.144	68.002.892
Intangible Assets	22	449.278	436.134
-Goodwill	*22*	-	-
-Other Intangible Assets	*22*	*449.278*	*436.134*
Prepaid Expenses	16	3.042.014	3.042.014
Deferred Tax Assets	36	4.260.507	3.484.359
Other Non-Current Assets	28	-	-
TOTAL ASSETS		**921.837.744**	**856.847.857**

Consolidated financial statements for the period ended June 30, 2018 were approved at the board meeting on August 28, 2018 and signed by Eren Günhan Ulusoy, Kamil Adem, Salih Zeki Murzioğlu, Özdemir Erol and Kemal Kitaplı on behalf of the Board of Directors.

LIABILITIES	Note	30.06.2018	31.12.2017
Short Term Liabilities		**611.989.517**	**576.882.501**
Short Term Financial Borrowings	8	66.603.825	99.605.275
Short Term Portions of Long Term Financial Borrowings	8	49.108.792	40.334.032
Other Financial Liabilities	9	-	-
Trade Payables	10	478.189.585	406.112.570
Payables from Finance Sector Operations	12	-	-
Payables Related with Employee Benefits	26	1.162.501	972.577
Other Payables	11	149.832	68.889
Derivative Financial Instruments	13	-	1.330.043
Government Grants	23	-	-
Deferred Incomes	16	14.827.943	28.060.972
Corporate Tax Liabilities	36	1.049.033	-
Short Term Provisions	24	114.477	9.697
-Short Term Provisions for Employee Benefits	*26/24*	114.477	*9.697*
-Other Short Term Provisions	*24*	-	-
Other Short Term Liabilities	28	783.529	388.446
(Sub Total)		*611.989.517*	*576.882.501*
Liabilities of Fixed Assets Held for Sales Purpose	35	-	-
Long Term Liabilities		**101.207.482**	**84.291.165**
Long Term Financial Borrowings	8	95.114.075	79.405.595
Other Financial Liabilities	9	-	-
Trade Payables	10	-	-
Payables from Finance Sector Operations	12	-	-
Other Payables	11	-	-
Derivative Financial Instruments	13	-	-
Government Grants	23	-	-
Deferred Incomes	16	508.498	721.549
Long Term Provisions	24	1.401.171	1.232.972
-Long Term Provisions for Employee Benefits	*26/24*	*1.401.171*	*1.232.972*
-Other Long Term Provisions	*24*	-	-
Corporate Tax Liabilities		-	-
Deferred Tax Liabilities	36	4.183.738	2.931.049
Other Long Term Liabilities	28	-	-
Shareholder's Equity	**29**	**208.640.745**	**195.674.191**
Equity Holders of The Parent Company		**208.640.745**	**195.674.191**
Paid in Capital		84.500.000	84.500.000
Treasury Shares (-)		(3.445.108)	(3.445.108)
Share Premiums on Capital Stock		38.607.992	38.607.992
Accumulated Other Comprehensive (Income) Expenses not to be Reclassified in Profit and (Loss)		55.734	72.260
-Revaluation and Remeasurement Gains/ (Losses)		*55.734*	72.260
Tangible Assets Revaluation Increases/(Decreases)		*553.518*	*562.159*
Defined Benefit Plans Revaluation Gains/(Losses)		*(497.784)*	*(489.899)*
Other Accumulated Comprehensive Income or Expenses to be Classified in Profit or (Loss)		545.387	-
- Hedging Gains/(Losses)		*545.387*	-
Restricted Reserves		9.138.328	7.444.207
Retained Earnings		66.811.519	51.899.755
Net Profit/(Loss) for the Period		12.426.893	16.595.085
Non-Controlling Interests		-	-
TOTAL LIABILITIES		**921.837.744**	**856.847.857**

	Note	Reviewed	Not Reviewed	Reviewed	Not Reviewed
OPERATING ACTIVITIES		**01.01.2018 30.06.2018**	**01.04.2018 30.06.2018**	**01.01.2017 30.06.2017**	**01.04.2017 30.06.2017**
Revenue	30	1.299.163.139	691.912.607	826.616.221	446.264.313
Cost of Sales (-)	30	(1.261.103.577)	(670.558.894)	(772.621.307)	(424.850.608)
Gross Profit/Loss From Commercial Activity		**38.059.562**	**21.353.713**	**53.994.914**	**21.413.705**
Income from Financial Sector Activities		-	-	-	-
Cost of Financial Sector Activities (-)		-	-	-	-
Gross Profit/(Loss) From Financial Sector Activities		-	-	-	-
GROSS PROFIT/(LOSS)		**38.059.562**	**21.353.713**	**53.994.914**	**21.413.705**
General Administrative Expenses (-)	31	(4.743.942)	(2.583.980)	(3.656.995)	(2.000.661)
Marketing Expenses (-)	31	(15.961.561)	(7.444.941)	(16.690.741)	(8.838.177)
Research and Development Expenses (-)	31	(63.984)	(32.948)	-	-
Other Operating Income	32	106.281.641	76.000.708	34.194.883	7.811.672
Other Operating Expenses (-)	32	(37.113.879)	(23.643.029)	(40.006.109)	(14.923.333)
OPERATING PROFIT/(LOSS)		**86.457.837**	**63.649.523**	**27.835.952**	**3.463.206**
Income from Investing Activities	32	621.227	467.114	214.235	106.685
Expenses from Investing Activities	32	-	-	-	-
Shares of Investments Evaluated by Equity Method in Profit/(Loss)	33	375.803	229.708	102.336	40.182
OPERATING PROFIT/(LOSS) BEFORE FINANCIAL EXPENSE		**87.454.867**	**64.346.345**	**28.152.523**	**3.610.073**
Financial Income	34	50.630.493	35.880.615	63.382.829	23.818.380
Financial Expenses (-)	34	(123.590.761)	(88.646.500)	(76.294.621)	(23.471.131)
CONTINUING OPERATIONS PROFIT/(LOSS) BEFORE TAX		**14.494.599**	**11.580.460**	**15.240.731**	**3.957.322**
Continuing Operations Tax Income/(Expenses)	**36**	**(2.067.706)**	**(801.846)**	**(2.654.620)**	**(493.423)**
Current Period Tax Income/(Expenses)		(1.586.782)	(1.586.782)	(7.036.701)	(3.745.464)
Deferred Tax Income/(Expenses)		(480.924)	784.936	4.382.081	3.252.041
CONTINUING OPERATIONS PROFIT/(LOSS) FOR THE PERIOD		**12.426.893**	**10.778.614**	**12.586.111**	**3.463.899**
DISCONTINUED OPERATIONS PROFIT/(LOSS) FOR THE PERIOD				-	-
The Profit/(Loss) of Discontinued Operations After Tax				-	-
NET PROFIT/(LOSS) FOR THE PERIOD		**12.426.893**	**10.778.614**	**12.586.111**	**3.463.899**
Net Profit/(Loss) Attributable To:		**12.426.893**	**10.778.614**	**12.586.111**	**3.463.899**
Non-Controlling Interests					
Equity Holders of The Parent Company		12.426.893	10.778.614	12.586.111	3.463.899
Earnings Per Share	**37**	**0,1506**	**0,131**	**0,1526**	**0,042**
Earnings Per Share from Continuing Operations		0,1506	0,131	0,1526	0,042
Earnings Per Share from Discontinued Operations		-	-	-	-
Diluted Earnings Per Share		-	-	-	-
Diluted Earnings Per Share From Continuing Operations		-	-	-	-
Diluted Earnings Per Share From Discontinued Operations		-	-	-	-

	Dipnot Referansları	Reviewed 01.01.2018 30.06.2018	Not Reviewed 01.04.2018 30.06.2018	Reviewed 01.01.2017 30.06.2017	Not Reviewed 01.04.2017 30.06.2017
OTHER COMPREHENSIVE INCOME					
Not to be Classified in Profit or (Loss)	**29**	**(5.726)**	**(27.500)**	**(10.322)**	**83.310**
Tangible Assets Revaluation Increases/(Decreases)		-	-		
Intangible Assets Revaluation Increases/(Decreases)		-	-		
Intangible Assets Revaluation Increases/(Decreases)		(10.108)	(34.627)	(14.059)	104.138
Shares Not to be Classified to Profit/(Loss) from Other Comprehensive Income of Investment Valued By Equity Method		-	-		
Other Comprehensive Income Items Not to Classify to Other Profit/(Loss)		-	-		
Taxes Related to Other Comprehensive Income Not to Reclassified to Profit/(Loss)		4.382	7.127	3.737	(20.828)
Current Period Tax Income /(Expenses)			-		
Deferred Tax Income / (Expenses)		*4.382*	*7.127*	*3.737*	*(20.828)*
To be Classified in Profit or (Loss)		**545.387**	**437.816**	**-**	**-**
Foreign Currency Conversion Adjustments		545.387	437.816	-	-
Revaluation and/or Classification Gains/(Losses) of Available For Sale Financial Assets		-	-	-	-
Cash Flow Hedge Gains/(Losses)		-	-	-	-
Investment Hedge Gains/(Losses) Related to Foreign Business		-	-	-	-
Shares to be Classified in Profit/(Loss) from Other Comprehensive Income of Investment Valued By Equity Method		-	-	-	-
Other Comprehensive Income Items to Classify to Other Profit/(Loss)		-	-	-	-
Taxes Related to Other Comprehensive Income to Reclassify to Profit/(Loss)		-	-	-	-
Current Period Tax Income / (Expenses)		-	-	-	-
Deferred Tax Income / (Expenses)		-	-	-	-
OTHER COMPREHENSIVE INCOME		**539.661**	**410.316**	**(10.322)**	**83.310**
TOTAL COMPREHENSIVE INCOME		**12.966.554**	**11.188.930**	**12.575.789**	**3.547.209**
Total Comprehensive Income Attribute To					
Non-Controlling Interests		-	-	-	-
Equity Holders of The Parent Company		12.966.554	11.188.930	12.575.789	3.547.209

	Note	Paid in Capital	Treasury Shares	Share Premiums on Capital Stock	Accumulated Other Comprehensive Income or Expenses Not To Be Reclassified Under Profit Or Loss		Other Comprehensive Income and Expenses Not to Be Reclassified in Profit or Loss	Accumulated Profit/(Loss)			
					Tangible Assets Revaluation Increases/(Decreases)	Defined Benefit Plans Revaluation Gains/(Losses)	Foreign Currency Translation Differences	Restricted Reserves	Retained Earnings	The Profit /(Loss) of Period	Total
December 31, 2016 Balance		**84.500.000**	**(3.072.969)**	**38.607.992**	**565.860**	**(468.794)**	**-**	**6.403.284**	**38.139.327**	**14.796.725**	**179.471.425**
Transfers	29	-	-	-	(4.626)	-	-	668.784	14.132.567	(14.796.725)	-
Increase (Decrease) Due to Share Treasury Transactions	29	-	(372.139)	-	-	-	-	372.139	(372.139)	-	(372.139)
Dividends	29	-	-	-	-	-	-	-	-	-	
Total Comprehensive Income	29	-	-	-	925	(11.247)	-	-	-	12.586.111	12.575.789
June 30, 2017 Balance (Consolidated Reviewed)		**84.500.000**	**(3.445.108)**	**38.607.992**	**562.159**	**(480.041)**	**-**	**7.444.207**	**51.899.755**	**12.586.111**	**191.675.075**
December 31, 2017 Balance		**84.500.000**	**(3.445.108)**	**38.607.992**	**562.159**	**(489.899)**	**-**	**7.444.207**	**51.899.755**	**16.595.085**	**195.674.191**
Transfers	29	-	-	-	(10.800)	-	-	1.694.121	14.911.764	(16.595.085)	-
Increase (Decrease) Due to Share Treasury Transactions	29	-	-	-	-	-	-	-	-	-	-
Dividends	29	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income	29	-	-	-	2.159	(7.885)	545.387	-	-	12.426.893	12.966.554
December 31, 2018 Balance		**84.500.000**	**(3.445.108)**	**38.607.992**	**553.518**	**(497.784)**	**545.387**	**9.138.328**	**66.811.519**	**12.426.893**	**208.640.745**

The accompanying notes are an integral part of these consolidated financial statements.

	Note	01.01.2018 30.06.2018	01.01.2017 30.06.2017
A. Cash Flow From Operating Activities		**66.133.570**	**127.362.734**
Net Profit/(Loss) For The Period	**29**	**12.426.893**	**12.586.111**
Adjustment Related to Period Profit/Loss Agreement		**1.758.957**	**(3.401.441)**
Adjustments Related to Depreciation and Amortisation Expense	31	1.715.252	1.594.465
Adjustments Related to Interest Income/Expense		(700.089)	(880.753)
Adjustments Related to Provisions		262.871	266.928
Adjustments Related to Tax Income/Expense		480.923	(4.382.081)
Changes in Working Capital		**51.947.720**	**118.178.064**
Adjustments Related to Increase/Decrease in Inventories	14	137.527.099	29.897.894
Adjustments Related to Increase/Decrease in Trade Receivables	10	(163.364.544)	(39.754.221)
Adjustments Related to Increase/Decrease in Other Receivables	11	461.342	(1.337.615)
Adjustments Related to Increase/Decrease in Trade Payables	10	72.077.015	116.967.400
Adjustments Related to Increase/Decrease in Other Payables	11	80.943	(7.457)
Adjustments Related to Other Increase/Decrease in Working Capital		5.165.865	12.412.063
Cash Flow From Operating Activities		**66.133.570**	**127.362.734**
B. Cash Flows From Investing Activities		**(32.939.034)**	**9.807.684**
Purchase of Tangible and Intangible Asset	19/21/22	(22.539.206)	(4.564.296)
Disposal of Tangible and Intangible Asset	21/22	18.558	36.245
Cash Outflows for Debt Instruments or Shares of Other Companies or Funds	7/18	(1.330.719)	(161.376)
Cash Inflows for Debt Instruments or Shares of Other Companies or Funds	7/18	-	-
Derivative Instruments Cash Inflows	13	-	14.497.111
Derivative Instruments Cash Outflows	13	(9.087.667)	-
C. Cash Flows From Financing Activities		**(7.818.121)**	**81.550.315**
Capital Contribution	29	-	-
Cash outflow arising from buying its own shares			(372.139)
Cash Inflows from Financial Borrowings		259.652.590	238.622.643
Cash Outflows from Financial Payments		(257.622.859)	(151.161.870)
Received Interest	34	4.871.633	3.369.852
Interest Paid	34	(14.719.485)	(8.908.171)
Dividends Paid	29	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents Before The Effect Of Foreign Currency Exchange Differences (A+B+C)		**25.376.415**	**218.720.733**
D. Effect of Foreign Currency Exchange Adjustments on Cash and Cash Equivalents		**545.387**	-
Net Increase/Decrease in Cash and Cash Equivalents (A+B+C+D)		**25.921.802**	**218.720.733**
E. Cash and Cash Equivalents at the Beginning of the Period	**6**	**140.562.922**	**32.323.233**
Cash and Cash Equivalents at the End of the Period (A+B+C+D+E)	**6**	**166.484.724**	**251.043.966**

The accompanying notes are an integral part of these consolidated financial statements.

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1. ORGANIZATION AND OPERATIONS OF THE COMPANY

Ulusoy Un Sanayi ve Ticaret Anonim Şirketi ("The Company") was established in 1989 to produce, trade, export and import all kinds of food products from cereals and legumes.

The Company's registered head office address is Hançerli Mahallesi Necipbey Caddesi No:107 İlkadım / Samsun.

The Company's registered capital ceiling is 250.000.000-TL. The permission of registered capital ceiling given by Capital Market Board ("CMB") is valid between 2018 – 2022 (for 5 Years).

In the meeting dated November 7, 2014 and numbered 32/1095, CMB has allowed The Company to public offer on November 12-13-14, 2014 by book building (demand gathering) method. Total of 23.500.000 TL nominal value shares, which were offered to public by capital increase and sales of shareholders, were sold. 27, 81% of The Company shares have been traded in Borsa İstanbul since November 20, 2014. The issued capital of The Company is 84.500.000 TL (Eightyfourmillion and fivehundredthousand Turkish Lira). This capital consists of 9.750.000 Group A shares, 6.500.000 Group B shares and 68.250.000 Group C shares and each worth 1,00TL that makes a total of 84.500.000 TL. Group A and B shares are registered to the name and Group C shares which are traded in Borsa Istanbul are registered to the bearer, other Group C shares are registered to the name. Group A shares have privilege to vote in the election of Board of Directors, Group A and B shares have privilege to vote in General Assembly and not considering independent members, in case the Board of Directors consist of five members, at least two members, in case it consists of six or seven members, at least three members, in case it consists of eight or nine members, at least four members, in case it consists of ten or eleven members, at least five members must be chosen among the candidates who are nominated by the majority of Group A shareholders. Group A shareholders or representatives have 15 votes, Group B shareholders or representatives have 10 votes, Group C shareholders or representatives have 1 vote for each share in the ordinary or extraordinary General Assembly.

Partnership structure of The Company is as follows:

Shareholder	Number of Shares	Group	Rate (%)	Amount
Fahrettin Ulusoy	4.550.000	A	5,38	4.550.000
	1.950.000	B	2,31	1.950.000
	-	C	-	-
	6.500.000		**7,69**	**6.500.000**
Nevin Ulusoy	650.000	A	0,77	650.000
	1.300.000	B	1,54	1.300.000
	12.207.627	C	14,45	12.207.627
	14.157.627		**16,76**	**14.157.627**
Onur Erhan Ulusoy	650.000	A	0,77	650.000
	1.950.000	B	2,31	1.950.000
	15.638.791	C	18,50	15.638.791
	18.238.791		**21,58**	**18.238.791**
Eren Günhan Ulusoy	3.900.000	A	4,62	3.900.000
	1.300.000	B	1,54	1.300.000
	16.781.279	C	19,86	16.781.279
	21.981.279		**26,02**	**21.981.279**
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**
Halka Açık	23.500.000	C	27,81	23.500.000
	84.500.000		**100,00**	**84.500.000**

The Company has 260 employees as of June 30, 2018 (December 31, 2017:241 employees).

The Company has two subsidiaries as of reporting date. The shares on the subsidiaries are as follows:

Subsidiaries	June 30, 2018 (Rate)	December 31, 2017 (Rate)
Ulidaş Tarım Ürünleri Lisanslı Depoculuk A.Ş.	% 100	%100
Rolweg SA	% 100	-

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

Ulidas was established on February 27, 2015 in order to operate as licensed warehouse by stocking and retaining "agricultural commodity in scope of license" for commercial purpose in healthy conditions.

Ulidas's registered head office address is Şabanoğlu Mahallesi Atatürk Bulvarı No:180-1 Tekkeköy / Samsun'dur. Ulidas has 11 employee as of June 30, 2017. (December 31, 2017:11 employee)

The Capital as of June 30, 2017 is 5.000.000 TL and there isn't unpaid capital.

Rolweg SA ("Rolweg")

Rolweg SA was founded on March 15, 2018 with a capital of 1,000,000 Swiss francs (CHF). 100% of Rolweg's capital belongs to Ulusoy Un Sanayi ve Ticaret A.Ş. The address of Rolweg SA is Rue du Nant6, 1207 Geneva Switzerland.

The Company, Ulidas and Rolweg all together, will be referred as the "Group".

2. BASIS OF THE FINANCIAL STATEMENTS

2.1. Basis of Presentation

2.1.1. Statement of Compliance

The Group prepares its accounting records in accordance with the accounting principles of Turkish Commercial Code and Turkish Tax Law and prepares legal financial statements in Turkish Lira (TL).

The accompanying financial statements are prepared in accordance with the Turkish Accounting Standards ("TAS") / Turkish Financial Reporting Standards ("TFRS"), which are endorsed by the Public Oversight Accounting and Auditing Standard Authority according to Communique No:II, 14.1 "Communique on Financial Reporting Standards in Capital Markets" ("the Communique") promulgated by CMB, which is published in the Official Gazette dated June 13, 2013 and numbered 28676.

Consolidated financial statements for the period ended June 30, 2018 were approved at the board meeting on August 28, 2018 and signed by Eren Günhan Ulusoy, Kamil Adem, Salih Zeki Murzioğlu, Özdemir Erol and Kemal Kitaplı on behalf of the Board of Directors.

The Company's General Assembly and/or legal authorities have the authority to change the accompanying consolidated financial statements.

2.1.2. Basis of Financial Statements Preparation

June 30, 2017 financial statements and footnotes are prepared in accordance with the Communiqué Serial II, No:14,1, "Basis for Financial Reporting in Capital Markets" ("the Communiqué") published in the Official Gazette numbered 28676 on 13 June 2013.

Paid in capital and restricted reserves are expressed by the amounts in legal records.

The accompanying consolidated financial statements contain adjustments and classifications of The Group's legal records according to the Communique promulgated by CMB.

The consolidated financial statements and notes were prepared in accordance with the formats required by CMB's communiques and decrees.

The Group's consolidated financial statements are prepared in accordance with The Group's sustainability under the assumption of The Group will meet its liabilities and benefit from its assets in the following year .

2.1.3. Reporting Currency

The accompanying consolidated financial statements are presented in TL and all financial information is rounded to the nearest digit.

2.1.4. Adjustment of Financial Statements in Hyperinflation Period

TAS 29 requires that financial statements prepared in the currency of a hyperinflationary economy should be stated in terms of the measuring unit current at the reporting date. Hyperinflation period ceased and also the criteria related to hyperinflation are not valid anymore according to CMB's March 17, 2005 dated and 11/367 numbered decree. Moreover, preparation of financial statements according to inflation accounting has been ceased on January 1, 2005.

2.1.5. Basis of Consolidation

Financial statements as of June 31, 2018 and December 31, 2017 are presented as **consolidated financial statements**.

The Company's subsidiary details as of June 30, 2018 and December 31, 2017 are as follows:

Subsidiaries	June 30, 2017 (Rate)	December 31, 2017 (Rate)
Ulidaş Tarım Ürünleri Lisanslı Depoculuk A.Ş.	% 100	% 100
Rolweg SA	%100	-

The accompanying consolidated financial statements reflect the accounts of The Group and its subsidiaries in the way which is mentioned in the "subsidiaries" note. Necessary adjustments and reclassifications are made in the sense of accordance with legal records, reporting standards, accounting policies of The Group and presentation styles by preparing the financial statements of subsidiaries.

2.1.5.1. Subsidiaries

Subsidiaries are the companies that The Group has control on the activities directly or indirectly. The Group takes a share from operating results of subsidiaries depending on its managing authority on the financial and operational policies of its subsidiaries. Existing and transposable vote rights are considered in determination of control power. Financial statements of subsidiaries are presented in the consolidated financial statements as long as the control power exists.

The Group owns 100% of Ulidas and Rolweg SA as of June 30, 2018. Considering The Company has full control authority on the activities of Ulidas, financial statements of Ulidas are included in the accompanying consolidated financial statements with full consolidation method.

2.1.5.2. Elimination by Consolidation

Statement of financial position and profit or loss statement of Ulidas are consolidated with full consolidation method and recorded values of Ulidas which are presented as subsidiaries in The Group's books and equity of Ulidas are offset reciprocally. Consolidated financial statements are purified from all balances, transactions and all sorts of unrealized income and expenses arising from transactions between The Group and Ulidas. When necessary, adjustments are made in financial statements of subsidiaries in order to follow same accounting policies with The Company. All transactions, balances, income and expenses within The Group are eliminated by consolidation.

2.1.5.3. Non-controlling Interests

Non-controlling interests in net assets of consolidated subsidiaries are expressed separately in shareholders' equity of The Group. Non-controlling interests consist of amount of these interests which realised in the beginning of merger and amount of non-controlling interests in the changes in equity since merging date.

2.1.6. Comparative Information and Prior Period Financial Statement Correction

Consolidated financial statements are presented comparatively. Comparative information is reclassified in order to be in conformity with the presentation of the current period consolidated financial statements if necessary.

2.1.7. Offsetting

Financial assets and liabilities are reported on net basis in the consolidated statement of financial position; if there is legal offsetting right, they are paid on net basis or collection is possible or acquisition and payment are realised simultaneously.

2.1.8. Changes in Accounting Policies

Changes in accounting policies are applied retroactively and the financial statements of the prior period are prepared accordingly.

As of 1 January 2018, the Group has applied TFRS 9 "Financial Instruments" and TFRS 15 "Revenue from Customer Contracts" for the first time.

The amendment to TFRS 9 regarding the classification of financial assets and liabilities are summarized below.

Financial Assets	**Prior Classification According to TAS 39**	**Reclassification According to TFRS 9**
Cash and Cash Equivalents	Loans and Receivables	Amortized Cost
Commercial Credits	Loans and Receivables	Amortized Cost
Derivative Financial Instruments	The Fair Value Difference is Reflected in the Profit/Loss	The Fair Value Difference is Reflected in the Profit/Loss
Financial Investments (LT)	Financial Assets to Available for Sale	The Fair Value Difference is Reflected in the Profit/Loss
Financial Investments (ST)	The Fair Value Difference is Reflected in the Profit/Loss	The Fair Value Difference is Reflected in the Profit/Loss

Financial Liabilities	**Priof Classification According to TAS 39**	**Reclassification According to TFRS 9**
Derivative Financial Liabilities	The Fair Value Difference is Reflected in the Profit/Loss	The Fair Value Difference is Reflected in the Profit/Loss
Loans	Amortized Cos	Amortized Cos
Trade Payables	Amortized Cos	Amortized Cos

2.1.9. Changes in Accounting Estimates and Errors

If estimated changes in accounting policies are for only one period, changes are applied in the current period but if the estimated changes continue for the following periods, changes are applied both in the current and following periods prospectively. Determined accounting errors are applied retroactively and the financial statements of the prior periods are reprepared accordingly.

The preparation of financial statements; Group management makes judgments, estimates and assumptions. The estimates are used particularly in the following notes: determining the useful lives of tangible and intangible assets, determining the actuarial assumptions used in the retirement pay account, provisions to be set aside for lawsuits and enforcement proceedings against the Group, and determination of inventory impairment.

Significant Accounting Evaluations, Estimates and Assumptions,

The preparation of financial statements, management is required to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses.

The assumptions made by the Group as of the reporting period are as follows:

- Termination indemnity liability is determined by using actuarial assumptions (discount rates, future salary increase rates, employees' probability of leaving work).
- Tangible and intangible assets are amortized on a straight-line basis over their useful lives. Useful life, residual value and amortization method are reviewed annually for possible effects of changes in estimates.
- In case of doubt (uncertainty) in the collection of receivables, the Group reserves provision for these receivables irrespective of the circumstances of the case (unfolding).
- Inventories are presented in the financial statements over the lower of cost or fair value.

2.1.10. Summary of Significant Accounting Policies

2.1.10.1. Revenue

TFRS 15 As of January 1, 2018, the standard and related interpretations of TAS 18 Revenue and TAS 11 Construction Contracts, which provide for the receipt of the revenue from the financial statements, have been abolished. It introduces a new 5-step model for the receipt of standardized financial statements.

1. Identification of Customers' Contracts
2. Identification of Acquisition Commitments in the Convention
3. Determination of the Transaction Price
4. Distribution of Transaction Cost in Contrants to Acquisition Obligations
5. Acquisition of financial statements in accordance with acquisition obligations

Production of the Group; wheat, corn, flour, bran, razmol and spike sales.

22.1.10.2. Tangible Assets

Tangible assets such as underground and overland plants, furniture and fixture, plants machinery and equipment of The Group are presented by their cost, including expenses incurred to make it ready for use, after deducting accumulated depreciation and accumulated impairment loss. As of June 30, 2018 and December 31, 2017; lands, buildings and vehicles are reported due to

revaluation model in the consolidated financial statements and the realised difference is reported in equity in tangible assets revaluation surplus and in the statement of other comprehensive income in the related period. As of December 31, 2017 and December 31, 2016 7.342.704- TL amount of lands and 16.657.296-TL amount of buildings were acquired by sell and leaseback transaction. When tangible assets are sold, realised profit or loss is presented in profit or loss statement after their cost and accumulated depreciation are deducted from the related accounts. Assets except lands are depreciated by considering the rates which are determined according to their useful lives.

	Useful Life
Underground and Overland Plant	25-40-50 Years
Buildings	25-50 Years
Furniture and Fixture	3-4-5-6-9-10-15-16-50 Years
Vehicles	2-4-5-10-15 Years
Plants Machinery and Equipment	4-5-6-8-10-13-15-16 17-20-25-40-50 Years

2.1.10.3. Intangible Assets

Intangible assets are recognised by acquisition cost and are amortized by the rates that are determined due to their useful lives.

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

2.1.10.4. Impairment of Assets

All assets other than financial assets are tested for whether there is an indicator of impairment or not all reporting dates. If such an indicator exists, recoverable amount of that asset is estimated. Recoverable amount of an asset is the higher one of net selling price and value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its life.

2.1.10.5. Borrowing Costs

All borrowing costs are recognised in consolidated profit or loss statement in the period in which they are incurred because The Group has no qualifying assets.

2.1.10.6. Inventories

Inventories shall be measured at the lower of cost and net realisable value. The cost of inventories

shall comprise all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

2.1.10.7. Financial Assets

2.1.10.7.1. Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and demand deposits and other short-term highly liquid investments of which maturities are three months or less from the date of acquisition and that are easily convertible to a known amount of cash and are subject to an insignificant risk of change in value. There are not significant differences between their book values and fair values.

2.1.10.7.2. Trade and Other Receivables

Trade and other receivables are recorded by their fair values at the initial recognition, and are subsequently presented by amortized cost by using the effective interest rate method. Appropriate allowances for estimated irrecoverable amounts are recognised in profit or loss when there is objective evidence that the asset is impaired. Trade receivables and other receivables balances in the consolidated statement of financial position are assumed to be their fair values.

2.1.10.7.3. Derivative Financial Instruments

Derivative financial instruments are held for trading or hedging. The Group holds all derivative financial instruments for trading. The difference between the cost value and the fair value of the financial derivative is recognised in profit/ (loss).

2.1.10.8. Financial Liabilities

2.1.10.8.1. Financial Borrowings

Interest-bearing financial borrowings are initially recognised by fair value, and are subsequently revaluated by using effective interest rate method.

2.1.10.8.2. Trade and Other Payables

Trade and other payables are initially recognised by fair value, and are subsequently evaluated by amortized cost by using effective interest rate method. It is assumed that there are not significant differences between book values and fair values of trade and other payables.

Credit Risk:

The Group's credit risk primarily arises from its trade receivables. Trade receivables are evaluated by The Group's management based on prior experiences and the current economic environment, and are presented in the consolidated statement of financial position on net basis after deducting allowances for doubtful receivables.

Market Risk:

Market risk arises from the probable changes in the level of interest rates, currency exchange rates or the price of securities and other financial contracts that might have an adverse financial impact.

Liquidity Risk:

The Group is generally raising funds by liquidating its short-term financial instruments. The proceedings from these instruments are presented by their fair values.

2.1.10.9. Foreign Currency Transactions

Transactions in foreign currencies are exchanged to TL by the rates on the date of transactions. Assets and liabilities denominated in foreign currencies are translated by the exchange rates on the reporting date. Gains and losses arising from settlement and translation of foreign currency items are presented in consolidated profit or loss statement.

2.1.10.10. Earnings Per Share

According to TAS 33; earnings per share presented in the accompanying consolidated profit or loss statement are calculated by dividing net income by the weighted average ordinary number of shares.

2.1.10.11. Events after the Reporting Period

It refers to the events occurring in favor or against the Group between the reporting date and the authorization date for the publication of the consolidated statement of financial position. If there is new evidence that these incidents exist as of the reporting date or if the related events occur after the reporting date, the Group discloses these matters in the related notes.

The Group corrects the amounts received in the Consolidated Financial Statements in accordance with this new situation in the case of events that need to be corrected after the reporting date.

2.1.10.12. Related Parties

For the purpose of accompanying consolidated financial statements, shareholders of The Group and other companies owned by the shareholders, their directors and key management personnel and any other related person or company are considered and referred as related parties. Related parties expression refers to the control of The Group directly or indirectly, to have right to provide significant impact on The Group or The Group's subsidiaries, members of the board, directors like chief executive officer.

2.1.10.13. Taxes Calculated on The Basis Of The Company's Earnings

In Turkey, corporation tax rate is 20% for 2017. This rate is implemented to the tax base which is calculated by adding non-deductible expenses according to the tax laws and deducting tax exemptions and discounts. Unless the profit is distributed, there is not further tax to be paid.
5520 numbered corporation tax rate is amended to 22% for the fiscal taxation periods of 2018, 2019 and 2020, with provisional Clause 10 added to the Article 91 of the Law numbered 7061.

Companies are required to pay temporary corporate tax based on their quarterly profits at the rate of 20%. Temporary Corporate tax must be submitted by the 14th of the second month following the quarterly period and the tax should be paid until the 17th of the same month. Temporary corporate tax payments are going to be offset against the final corporate tax liability of The Group, which is determined in the annual return. According to the Turkish Tax Laws, stated financial loss can be deducted from profit for five years.

2.1.10.14. Employee Termination Benefits

According to the laws in force, The Group is responsible for making a specific amount of payment to personnel due to rescind reasons except the ones stated in the Labour Law and retirement. Due to TAS 19 'Employee Benefits', employee termination benefits are presented in consolidated financial statements by estimating present value, of the total liability that should be paid to all employees who have right to get severance pay on reporting date.

2.1.10.15. Government Grants and Incentives
Government grants, including non-monetary grants at fair value, shall not be recognised until there is reasonable assurance that:

(a) The Group will comply with the conditions attaching to them; and
(b) the grants will be received.

The manner in which a grant is received does not affect the accounting method to be adopted in regard to the grant. Thus a grant is accounted for in the same manner whether it is received in cash or as a reduction of a liability to the government.

The benefit of a government loan at a below-market rate of interest is treated as a government grant. The loan shall be recognised and measured in accordance with TAS 39 Financial Instruments: Recognition and Measurement. The benefit of the below-market rate of interest shall be measured as the difference between the initial carrying value of the loan determined in accordance with TAS 39 and the proceeds received. The benefit is accounted for in accordance with this Standard. The Group shall consider the conditions and obligations that have been, or must be, met when identifying the costs for which the benefit of the loan is intended to compensate.

There are two broad approaches to the accounting for government grants: the capital approach, under which a grant is recognised outside profit or loss, and the income approach, under which a grant is recognised in profit or loss over one or more periods.

Considering income tax and other taxes are kinds of expense, as a part of financial policies the government grants, are recognised in profit or loss.

2.1.10.16. Investment Properties

The Group chooses fair value method or cost method as an accounting policy and applies it to all investment properties.

A company which choose cost method after the first recognition, measures all investment properties by cost method according to TAS 16.

The Group choses fair value method therefore, profit/loss which appeared by the change in fair value of an investment property, is added to profit/loss of regarding period. Explanations about the Group's investment properties are presented in the note 19.

2.1.10.17. Sell and Leaseback Contract

The Group has signed Sell and Leaseback Contracts with Deniz Finansal Kiralama A.Ş. on March 31, 2015 and Finans Finansal Kiralama A.Ş. on July 13, 2016 . The Group considers this contract in the scope of IAS 17 Leases. In the relevant contract, the amount that represents the fair value of land and buildings is collected from Leasing Company in the scope of leasing contract is recognised as "Short Term Financial Borrowings" in the consolidated financial statements. According to IAS 17, tangible asset sales profit was recognised in deferred income and leasing payables are transferred to consolidated profit or loss statement due to their periods.

2.2. Significant Accounting Evaluation, Estimates and Judgments

The preparation of consolidated financial statements in accordance with TFRS, requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. If adjustment is necessary, it is reported in consolidated profit or loss statement of the period that adjustment is revealed.

2.3. New and Revised International Financial Reporting Standards

The Group applied all of the relevant and required standards promulgated by Public Oversight Accounting and Auditing Standard Authority as of June 30, 2018.

New standards in valid as of June 30, 2018 and amendments to prior standards;

TFRS 9 is effective for reporting periods beginning on or after January 1, 2018. This standard take to TMS 39's place. TFRS 9, introduces new provisions measurement of financial assets/liabilities classification, derecognation and general hedge accounting.

TFRS 15 repeals the standart and related interpretations of TAS 18 revenue and TAS 11 construction contracts, which provide for the receipt of revenue as financial statements. It introduces a new 5-step for receipt of standardized financial statements.

1. Identification of consumer contracts
2. Identification of acquisition commitments in the convention
3. Determination of transaction price
4. Distrubition of transaction cost in contracts acquirement obligations
5. Acquisition of the financial statements of the company by fulfillment of company acquisition obligations

In addition, TFRS 15 requires more comprehensive disclosures in footnotes.

Amendments to TFRS 4, "Insurance Contracts" standard; Effective January 1, 2018 or after the reporting periods beginning after that date. TFRS 4 offers two different approaches for insurance companies. There are Implicit Approach and Postponement Approach.

Transfer of TMS 40 Investment Property

The amendment to the standart clarifies the intention to change the company's management of the entity's use does not constitute evidence that the entity's intent to use the entity will change. When a company decides to dispose of an investment property without making any improvements or upgrades, the property will continue to be treated as an investment property until the financial statement is derecognised and will not be reclassified as a stock. Similarly, when the Company begins to restructure its existing investment property to continue to use it in the same way in the future, the property continues to be classified as investment property and can not be classified as a property used by the property owner during the restructuring. This amendment is effective for annual periods beginning on or after January 1, 2018 and is permitted for early adoption.

TFRS 2 Share-based Payments Amendments

Effective January 1, 2018 and subsequent annual reporting periods beginning on or after that date.

This amendment clarifies the accounting for share-based payment transactions based on cash-generating contingent consideration, the classification of share-based payment transactions with a net payment feature, and the recognition of a change in a share-based payment transaction based on share.

Short-term exceptions have been abolished for the first time application of TFRS 1, TFRS 7, TAS 19 and TFRS 10 standards.

TAS 28 clarifies that an associate or joint venture partnership is measured at fair value.

Standards and amendments published but not yet effective as of June 30, 2018;

TFRS 9 will be effective from the reporting periods beginning on or after January 1, 2019. This change results in the recognition of gain or loss that arises when the amortized cost is changed without resulting in a derecognition of the financial liability measured at cost. The k/z is calculated as the difference between the contractual cash outflows and the effective interest rate amortized cash outflows.

The amendment to TAS 28 "Investment in associates and joint ventures" is effective for reporting periods beginning on or after January 1, 2019. It has clarified that long-term investments in associates and jointly controlled investments that do not have equity method should be accounted for using TFRS 9.

TFRS 16 Leasing Operations

It will effective after January 1, 2019. This standard will take the place of TAS 17 standard and will bring about a wide change especially in terms of leaseholders.

TFRS 17 Insurance Contracts

It will Effective from 1 January 2021 onwards and from the reporting periods beginning after that date.

TFRS Comment 23 Uncertainties in Tax Applications

It will effective from 1 January 2019 and from the reporting periods beginning after that date. It clarifies some of the uncertainties in the application of TMS 12 standard.

3. BUSINESS COMBINATIONS

None.

4. BUSINESS PARTNERSHIP

None.

5. SEGMENTAL REPORTING

June 30, 2018	Wheat and Flour Trade	Licensed Warehouse	Elimination	Total
Revenue	1.298.983.308	282.363	(102.532)	1.299.163.139
Cost of Sales (-)	(1.260.810.647)	(392.614)	99.684	(1.261.103.577)
Gross Profit/Loss From Commercial Activity	**38.172.661**	**(110.251)**	**(2.848)**	**38.059.562**
General Administrative Expenses (-)	(63.984)	-	-	(63.984)
Marketing Expenses (-)	(4.597.001)	(201.829)	54.888	(4.743.942)
Research and Development Expenses (-)	(15.961.561)	-	-	(15.961.561)
Other Operating Income	105.923.269	410.412	(52.040)	106.281.641
Other Operating Expenses (-)	(37.012.397)	(101.482)	-	(37.113.879)
Operating Profit/(Loss)	**86.460.987**	**(3.150)**	**-**	**86.457.837**
Income from Investing Activities	621.227	-	-	621.227
Expenses from Investing Activities	-	-	-	-
Shares of Investments Evaluated by Equity Method in Profit/(Loss)	375.803	-	-	375.803
Operating Profit/(Loss) Before Financial Expenses	**87.458.017**	**(3.150)**	**-**	**87.454.867**
Financial Income	51.049.234	14	(418.755)	50.630.493
Financial Expenses (-)	(123.574.976)	(434.540)	418.755	(123.590.761)
Continuing Operations Profit/(Loss) Before Tax	**14.932.275**	**(437.676)**	**-**	**14.494.599**
Continuing Operations Tax Income/(Expenses)	(2.070.563)	2.857	-	(2.067.706)
Net Profit/(Loss) For The Period	**12.861.712**	**(434.819)**	**-**	**12.426.893**

June 30,2017	Wheat and Flour Trade	Licensed Warehouse	Elimination	Total
Revenue	826.459.884	275.188	(118.851)	826.616.221
Cost of Sales (-)	(772.400.784)	(339.374)	118.851	(772.621.307)
Gross Profit/Loss From Commercial Activity	**54.059.100**	**(64.186)**	**-**	**53.994.914**
General Administrative Expenses (-)	(3.470.035)	(186.960)	-	(3.656.995)
Marketing Expenses (-)	(16.690.741)	-	-	(16.690.741)
Other Operating Income	34.001.835	193.048	-	34.194.883
Other Operating Expenses (-)	(39.922.937)	(83.172)	-	(40.006.109)
Operating Profit/(Loss)	**27.977.222**	**(141.270)**	**-**	**27.835.952**
Income from Investing Activities	214.235	-	-	214.235
Expenses from Investing Activities	-	-	-	-
Shares of Investments Evaluated by Equity Method in Profit/(Loss)	102.336	-	-	102.336
Operating Profit/(Loss) Before Financial Expense	**28.293.793**	**(141.270)**	**-**	**28.152.523**
Financial Income	63.573.955	-	(191.126)	63.382.829
Financial Expenses (-)	(76.282.203)	(203.544)	191.126	(76.294.621)
Continuing Operations Profit/(Loss) Before Tax	**15.585.545**	**(344.814)**	**-**	**15.240.731**
Continuing Operations Tax Income/(Expenses)	(2.651.614)	(3.006)	-	(2.654.620)
Net Profit/(Loss) For The Period	**12.933.931**	**(347.820)**	**-**	**12.586.111**

June 30, 2018	Wheat and Flour Trade	Licensed Warehouse	Elimination	Total
Total Assets	922.970.342	12.590.990	(13.723.588)	921.837.744
Total Liabilities	709.032.550	8.862.637	(4.698.188)	713.196.999
Equity Holders of The Parent Company	213.937.792	3.728.353	(9.025.400)	208.640.745
Non-Controlling Interests	-			

December 31, 2017	Wheat and Flour Trade	Licensed Warehouse	Elimination	Total
Total Assets	853.499.700	12.902.365	(9.554.208)	856.847.857
Total Liabilities	656.988.684	8.739.190	(4.554.208)	661.173.666
Equity Holders of The Parent Company	196.511.016	4.163.175	(5.000.000)	195.674.191
Non-Controlling Interests	-	-	-	-

June 30, 2018	Wheat and Flour Trade	Licensed Warehouse	Total
Investment Expenditures*	22.091.369	87.837	22.179.206
Amortization Charge for Period	1.538.707	176.545	1.715.252

December 31, 2017	Wheat and Flour Trade	Licensed Warehouse	Total
Investment Expenditures*	9.131.039	457.603	9.588.642
Amortization Charge for Period	2.877.210	343.694	3.220.904

* Consists of tangible assets, intangible assets and investment properties investments.

6. CASH AND CASH EQUIVALENTS

	Interest rate (June 30, 2018)	June 30, 2018	December 31, 2017
Cash		68.981	190.608
Demand Deposits		42.427.614	35.194.924
Deposit Accounts	USD: %3,5 - %4,90 Interest Corridor TL: %17 - %18,50 Interest Corridor	123.926.787	105.146.223
POS Accounts		61.342	31.167
Investment and Fund Accounts		-	-
		166.484.724	**140.562.922**

7. FINANCIAL INVESTMENTS

Short Term Financial Investments

	June 30, 2018	December 31, 2017
Bonds	1.279.446	307.568
Other	38	-
	1.279.484	**307.568**

Long Term Financial Investments

	%	June 30, 2018	%	December 31, 2017
Samsun Teknolojik Geliştirme Bölgesi Yönetici A.Ş.	0,5	22.500	0,5	15.000
		22.500		**15.000**
Unpaid Capital Commitments (-)				
Samsun Teknolojik Geliştirme Bölgesi Yönetici A.Ş.		(7.500)		-
		(7.500)		-
Impairment Provisions (-)				
Samsun Teknolojik Geliştirme Bölgesi Yönetici A.Ş.		-		-
		-		-
		15.000		**15.000**

In the General Assembly held on May 5, 2018 by Samsun Teknolojik Geliştirme Bölgesi Yönetici A.Ş., they decided to increase the capital of the company to TL 4,500,000. After the increased capital, Ulusoy Un Sanayi ve Ticaret A.Ş. The portion has not been paid as of the reporting date.

8. FINANCIAL BORROWINGS

Short Term Financial Borrowings

	June 30, 2018	December 31, 2017
Short Term Borrowings	66.603.825	99.605.275
Short Term Portions of Long Term Borrowings (net)	49.108.792	40.334.032
	115.712.617	**139.939.307**

Short Term Borrowings

	June 30, 2018	December 31, 2017
Short Term Loans	66.603.825	**99.605.275**

Short Term Loans

	June 30, 2018	December 31, 2017
Short Term Loans	67.162.233	100.413.479
Deferred Interest Expenses (-)	(558.408)	(808.204)
Short Term Loans (Net)	**66.603.825**	**99.605.275**

Detail of the short term loans (net) as of June 30, 2018 is as follows:

Currency	Interest Rate Corridor	Currency Amount	TL Amount
USA Dollar	%1,50-%3,43 Interest Corridor	12.245.524-Usd	55.848.162
TL	%6,54-%6,81 Interest Corridor	-	10.755.663
			66.603.825

Detail of the short term loans (net) as of December 31, 2017 is as follows:

Currency	Interest Rate Corridor	Currency Amount	TL Amount
USA Dollar	%1,37-%3,43 Interest Corridor	25.671.128-Usd	96.828.927
TL	%6,54-%6,81 Interest Corridor	-	2.776.348
			99.605.275

Short Term Portions of Long Term Borrowings

	June 30, 2018	December 31, 2017
Short Term Portions of Long Term Loans (net)	42.878.894	37.048.862
Short Term Portions of Long Term Leasing Payables (net)	6.229.898	3.285.170
	49.108.792	**40.334.032**

Short Term Portions Of Long Term Loans

	June 30, 2018	December 31, 2017
Short Term Portions of Long Term Loans	53.066.951	46.819.016
Deferred Interest Expenses (-)	(10.188.057)	(9.770.154)
Short Term Portions of Long Term Borrowings (net)	**42.878.894**	**37.048.862**

Detail of the short term portions of long term loans as of December 31, 2018 is as follows:

Currency	Interest Rate Corridor	Currency Amount	TL Amount
USA Dollar	% 4,12	1.524.906-Usd	6.954.638
Euro	%2,46- %3,28 Interest Corridor	2.260.765-Euro	12.002.852
TL	%14,80 - %17,78 Interest Corridor		23.921.404
			42.878.894

Detail of the short term portions of long term loans as of December 31, 2017 is as follows:

Currency	Interest Rate Corridor	Currency Amount	TL Amount
USA Dollar	% 4,12	913.859-Usd	3.446.985
Euro	%2,46- %3,28 Interest Corridor	3.520.971-Euro	15.898.946
TL	%14,80 - %17,77 Interest Corridor	-	17.702.931
			37.048.862

Short Term Portions of Long Term Leasing Payables

	June 30, 2018	December 31, 2017
Short Term Portions of Long Term Leasing Payables	7.101.706	3.601.389
Deferred Interest Expenses (-)	(871.808)	(316.219)
Short Term Portions of Long Term Leasing Payables (net)	**6.229.898**	**3.285.170**

Detail of the short term portions of long term leasing payables (net) as of June 30, 2017 is as follows:

Currency	Currency Amount	TL Amount
USA Dollar	1.365.996-Usd	6.229.898
Euro	-	-
TL	-	-
		6.229.898

Detail of the short term portions of long term leasing payables (net) as of December 31, 2017 is as follows:

Currency	Currency Amount	TL Amount
USA Dollar	870.959-Usd	3.285.170
Euro	-	-
TL	-	-
		3.285.170

Long Term Financial Borrowings

	June 30, 2018	December 31, 2017
Long Term Loans (net)	81.003.285	73.562.815
Long Term Leasing Payables (net)	14.110.790	5.842.780
Long Term Leasing Payables (net)	**95.114.075**	**79.405.595**

Long Term Loans

	June 30, 2018	December 31, 2017
Long Term Loans	91.555.977	85.669.168
Deferred Interest Expenses (-)	(10.552.692)	(12.106.353)
Long Term Loans (net)	**81.003.285**	**73.562.815**

Detail of the long term loans (net) as of June 30, 2018 is as follows:

Currency	Interest Rate Corridor	Currency Amount	TL Amount
USA Dollar	% 4,12	4.602.143-Usd	20.988.993
Euro	%2,46- %3,28 Interest Corridor	-	-
TL	%14,80 - %17,78 Interest Corridor	-	60.014.292
			81.003.285

Detail of the long term loans (net) as of December 31, 2017 is as follows:

Currency	Interest Rate Corridor	Currency Amount	TL Amount
USA Dollar	% 4,12	1.793.333-Usd	6.764.274
Euro	%2,46- %3,28 Interest Corridor	750.000-Euro	3.386.625
TL	%14,80 - %17,77 Interest Corridor	-	63.411.916
			73.562.815

Long Term Leasing Payables

	June 30, 2018	December 31, 2017
Long Term Leasing Payables	15.180.688	6.079.809
Deferred Interest Expenses (-)	(1.069.898)	(237.029)
Long Term Leasing Payables (net)	**14.110.790**	**5.842.780**

Detail of the long term leasing payables (net) as of June 30, 2018 is as follows:

Currency	Currency Amount	TL Amount
USA Dollar	3.093.997-Usd	14.110.790
Euro	-	-
TL	-	-
		14.110.790

Detail of the long term leasing payables (net) as of December 31, 2017 is as follows:

Currency	Currency Amount	TL Amount
USA Dollar	1.549.028-Usd	5.842.780
Euro	-	-
TL	-	-
		5.842.780

9. OTHER FINANCIAL LIABILITIES

None.

10. TRADE RECEIVABLES AND PAYABLES

Trade Receivables

	June 30, 2018	December 31, 2017
Trade Receivables from Related Parties	106.460	98.629
Trade Receivables from Other Parties	425.137.548	298.280.879
Notes Receivable from Related Parties	13.710.749	-
Notes Receivable from Other Parties	58.004.145	35.469.611
Deferred Maturity Difference Income (-)	(1.775.147)	(2.003.386)
Doubtful Trade Receivables	5.895.609	5.427.384
Provision for Doubtful Trade Receivables (-)	(5.895.609)	(5.427.384)
Trade Receivables (net)	**495.183.755**	**331.845.733**

Changes in doubtful trade receivables as of June 30, 2018 and December 31, 2017 are as follows:

	June 30, 2018	December 31, 2017
Opening Balance	5.427.384	5.228.381
Provisions for the Period	622.705	552.822
Relinquished Receivables	-	-
Provisions Cancelled* (-)	(154.480)	(353.819)
Closing Balance	**5.895.609**	**5.427.384**

* Consists of collected doubtful trade receivables.

Long Term Trade Receivables

	June 30, 2018	December 31, 2017
Trade Receivables from Related Parties	-	-
Trade Receivables from Other Parties*	8.799.324	8.772.802
Doubtful Trade Receivables	4.905.411	-
Provision for Doubtful Trade Receivables (-)	(4.905.411)	-
Uzun Vadeli Ticari Alacaklar (net)	**8.799.324**	**8.772.802**

*Vide note 24.

Changes in doubtful trade receivables as of June 30, 2017 and are as follows:

	June 30, 2018
Opening Balance	-
Provisions for the Period	4.905.411
Relinquished Receivables	-
Provisions Cancelled* (-)	-
Closing Balance	**4.905.411**

Short Term Trade Payables

	June 30, 2018	December 31, 2017
Trade Payables to Related Parties	110.379	200.700
Trade Payables to Other Parties*	477.535.767	397.733.919
Notes Payable to Related Parties	-	12.283.559
Notes Payable to Other Parties	3.591.420	596.403
Deferred Maturity Difference Expense (-)	(3.047.981)	(4.702.011)
Trade Payables (net)	**478.189.585**	**406.112.570**

* Trade payables to other parties include 434.458.687- TL letters of credit as of June 30, 2018 (December 31, 2017: 366.841.220 -TL.).

11. OTHER RECEIVABLES AND PAYABLES

Other Short Term Receivables

	June 30, 2018	December 31, 2017
Deposits and Guarantees Given	8.438	121.026
Receivables From Public Authority	1.474.290	1.823.557
Other Receivables from Related Parties	-	-
Other Receivables from Other Parties	176	-
Doubtful Other Receivables	-	678.942
Provision for Doubtful Other Receivables (-)	-	(678.942)
	1.482.904	**1.944.583**

Changes in doubtful other receivables as of June 30, 2018 and December 31, 2017 are as follows:

	June 30, 2018	December 31, 2017
Opening Balance	678.942	675.170
Provisions for the Period	-	-
Exchange Rate Valuation	-	3.772
Provisions Cancelled* (-)	(678.942)	-
Closing Balance	**-**	**678.942**

Other Long Term Receivables

	June 30, 2018	December 31, 2017
Deposits and Guarantees Given	**169.895**	**169.558**

Other Short Term Payables

	June 30, 2018	December 31, 2017
Other Payables to Other Parties	**149.832**	**68.889**

Other Long Term Payables

None.

12. RECEIVABLES AND PAYABLES FROM FINANCE SECTOR OPERATIONS

None.

13. DERIVATIVE INSTRUMENTS

Derivative Financial Assets

	June 30, 2018	December 31, 2017
Futures Market Collaterals	6.835.837	5.569.834
Derivative Financial Instruments	6.491.621	-
	13.327.458	**5.569.834**

Derivative Financial Liabilities

	June 30, 2018	December 31, 2017
Futures Market Collaterals	-	-
Derivative Financial Instruments	-	1.330.043
	-	**1.330.043**

Collaterals that are given to make transactions in futures market are classified as futures market collaterals where as fair values of forward agreements and options are classified as derivative financial instruments. Profit or losses resulted from the transactions within the period are reported in profit/loss statement as derivative financial instruments gain/loss in financial income/expenses. Also, fair value differences of open positions as of reporting date are reported in financial income.

Fair Value of Financial Instruments

The Group classifies the fair value measurement of each class of financial instruments according to the source using the three level hierarchy as follows:

Level 1 : Valuation methods which uses quoted prices (unadjusted) in active markets for identical assets or liabilities that The Group can access at the measurement date

Level 2 : Valuation methods which include inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 : Valuation methods which include inputs that are unobservable inputs for the asset or liability

June 30, 2018	Level 1	Level 2	Level 3
Foreign Exchange Forward Contracts (Held for Trading)	-	13.327.458	-
	-	**13.327.458**	-
December 31, 2017	**Level 1**	**Level 2**	**Level 3**
Foreign Exchange Forward Contracts (Held for Trading)	-	4.239.791	-
	-	**4.239.791**	-

Foreign exchange forward contracts (Level 2) are valued by; discounting foreign exchange forward contracts' fair value to present day and using foreign exchange rate.

14.INVENTORIES

	June 30, 2018	December 31 2017
Raw Material and Supplies	31.466.673	30.451.115
Goods	3.126.615	4.341.656
Goods in transit*	1.132.322	1.880.845
Trade Goods	48.771.879	187.014.141
Other Inventories	520.089	321.405
Provision for Impairment of Inventories (-)	(203.519)	(1.668.004)
	84.814.059	**222.341.158**

There are not any collaterals, pledges and mortgages upon inventories, and they are all insured.

* Goods in transit consist of products which are waiting in customs and of which sales agreement has been done and shipped but discharge process have not been completed and are still under Company's control and responsibility.

**The amount of 27.805.996-TL of the trade goods consist of transit goods.

15. BIOLOGICAL ASSETS

None.

16. PREPAID EXPENSES AND DEFERRED INCOME

Short Term Prepaid Expenses

	June 30, 2018	December31, 2017
Advances Given to Related Parties	6.944	-
Advances Given to Other Parties	30.876.421	46.546.557
Insurance Expenses and Other Expenses	551.733	459.659
	31.435.098	**47.006.216**

Long Term Prepaid Expenses

	June 30, 2018	December 31 2017
Insurance Expenses	-	-
Advances Given to Other Parties*	3.042.014	3.042.014
	3.042.014	**3.042.014**

*Vide note 24.

Short Term Deferred Income

	June 30, 2018	December 31, 2017
Advances Received from Related Parties	-	-
Advances Received from Other Parties	14.398.310	27.631.339
Deferred Income**	429.633	429.633
	14.827.943	**28.060.972**

** Vide note 19.

Long Term Deferred Income

	June 30, 2018	December 31, 2017
Deferred Income**	508.498	721.549
	508.498	**721.549**

** Vide note 21.

17. RECEIVABLES FROM ONGOING CONSTRUCTION CONTRACTS

None.

18. INVESTMENTS VALUED BY EQUITY METHOD

Associates	%	June 30, 2018	%	December 31, 2017
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	17	4.978.807	17	4.620.004

17% of the shares of Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş. were purchased by The Company on March 28, 2013.

According to fifth matter of TAS 28 "Investments in Associates", if an investor holds, directly or indirectly (eg through subsidiaries), 20% or more of the voting power of the investee, it is presumed that the investor has significant influence, unless it can be clearly demonstrated that this is not the case. Conversely, according to sixth matter if the investor holds, directly or indirectly (eg through subsidiaries), less than 20% of the voting power of the investee, it is presumed that the investor does not have significant influence, unless such influence can be clearly demonstrated. The existence of significant influence by an investor is usually evidenced in one or more of the following ways:(a) representation on the board of directors or equivalent governing body of the investee; (b) participation in policy-making processes, including participation in decisions about dividends or other distributions; (c) material transactions between the investor and the investee; (d) interchange of managerial personnel; or (e) provision of essential technical information. According to this, even though The Group has 17% of Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş., it is considered as The Group has significant influence while the conditions in sixth matter are fulfilled.

Associates	Goodwill*	Cost	Acquisition Cost
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	3.910.000	340.000	4.250.000

*According to thirtysecond matter of TAS 28 "Investments in Associates", an investment in an associate is accounted for using the equity method from the date on which it becomes an associate. Goodwill related to an associate is added to book value of associate investment. According to this, 3.910.000-TL goodwill is included to the book value of associates, other than 340.000-TL associate share related with Sasbaş Samsun Serbest Bölgesi Kurucusu ve İşleticisi A.Ş..

According to equity method, investments in associates are recorded by acquisition cost in the beginning. After acquisition, book value of the investment is increased or decreased in order to recognise the share of the investor in the invested company's profit/loss. The share which investor will get from invested company's profit/loss is recognised as investor's profit/loss.

As of June 30, 2018, 375.803-TL (December 31, 2017: 303.026-TL) share from associates' profit increases the book value of associates and also is recognised as shares of investments evaluated by equity method in profit/(loss) in consolidated profit or loss statement.

The detail of the change in Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.'s value for the period between January 1, 2018 – June 30, 2018 is as follows:

	January 1- June 30, 2018
Value as of December 31 2017	4.620.004
The Share from Associate's Profit/Loss as of June 30 ,2018	375.803
Accrued Dividend Yield	(17.000)
	4.978.807

According to TFRS 12 "Disclosure of Interests in Other Entities" B12 (a) and (b) matters; disclosure requirements for summarised financial information of Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş. as of June 30, 2018 and December 31, 2017 are as follows*:

	June 30, 2018	**December 31, 2017**
Current Assets	4.727.131	3.057.479
Non-Current Assets	5.425.357	4.780.964
Short Term Liabilities	436.591	140.606
Long Term Liabilities	405.495	498.038
Revenue	3.064.621	4.407.564
Continuing Profit/(Loss) for the Period	2.210.603	1.782.507
The Period Profit/(Loss) After Tax for Discontinued Operations	-	-
Other Comprehensive Income	2.210.603	1.782.507
Total Comprehensive Income	2.210.603	1.782.507

* According to B15 (b) matter of TFRS 12 "Disclosure of Interests in Other Entities"; financial information is obtained from associate's legal accounting records.

19. INVESTMENT PROPERTIES

Acquisition Cost	Land	Buildings	Total
January 1, 2018 Opening Balance	5.610.000	3.830.000	9.440.000
Fair Value Difference	86.555	273.445	360.000
June 30, 2018 Closing Balance	**5.696.555**	**4.103.445**	**9.800.000**

nvestment properties are reported in the financial statements based on their fair values. On 29.06.2018, the Capital Market Board authorized Harmoni Gayrimenkul Değerleme ve Danışmanlık A.Ş. has been prepared a valuation report for investment properties. In the valuation of real properties subject to appraisal, cost formations analysis method is used. In order to determine the land values of the immovable properties, the market value of the land was searched and the land value appraisal was made with the peer comparison method. The costs of the buildings are calculated by taking into consideration the related communiqué of the Ministry of Environment and Urbanization. Due to the use of a single method at the final value appraisal of the immovable property, the values reached with the cost formation analysis method have been rounded and the fair values of the land and buildings as of 30 June 2018 are valued at TL 9.800.000. As of the reporting date, the difference between the fair values of investment properties and the fair value of the investment property is associated with the profit and loss account.

Acquisition Cost	Lands	Buildings	Total
January 1, 2017 Opening Balance	5.610.000	3.830.000	9.440.000
Additions	-	-	-
Disposals	-	-	-
December 31, 2017 Closing Balance	**5.610.000**	**3.830.000**	**9.440.000**

Accumulated Depreciation	Lands	Buildings	Total
January 1, 2017 Opening Balance	-	-	-
Charge for the Period	-	-	-
Disposals	-	-	-
Reclassification	-	-	-
December 31, 2017 Closing Balance	-	-	-
Net Book Value (As of December 31, 2017)	**5.610.000**	**3.830.000**	**9.440.000**

Fixed asset sales revenue amounting to TL 1,717,357 - TL is generated from the sale of fixed assets made by the Group in connection with the Sale and Back Lease Agreement. According to Article 60 of the TAS 17 Financial Leasing Contracts, if a sale and leaseback transaction results in a finance lease, the portion above the carrying amount of the sales revenue is not immediately recognized as income by the seller's leaseholder. Instead, the mentioned income is postponed and amortized over the lease term..For this reason, fixed asset sale income amounting to TL 213.051, which corresponds to the period of 30 June 2018, is reported as profit / loss of the year 2018. Fixed asset sales revenue of TL 429.633 is reported in short term deferred income. Fixed asset sales amounting to TL508.498- Revenue is reported in long term deferred income..

20. CORPORATE TAX ASSETS

	June 30, 2018	December 31, 2017
Prepaid Taxes and Funds	-	720.097

21. TANGIBLE ASSETS

Detail of the tangible assets as of June 30, 2018 is as follows:

Acquisition Cost	Plant Machinery and Equipment	Underground and Overland Plants	Land	Buildings	Furniture and Fixtures	Vehicles	Leasehold Improvements	Constructions In Progress	Total
January 1, 2018 Opening Balance	30.822.895	304.427	9.294.898	17.070.235	2.247.195	7.716.880	467.566	14.735.272	82.659.368
Additions	211.871	-	-	-	169.308	754.402	-	20.978.430	22.114.011
Disposals	-	-	-	-	-	(61.580)	-	-	(61.580)
Reclassification	-	-	-	-	-	-	-	-	-
June 30, 2018 Closing Balance	**31.034.766**	**304.427**	**9.294.898**	**17.070.235**	**2.416.503**	**8.409.702**	**467.566**	**35.713.702**	**104.711.799**

Accumulated Depreciation	Plant Machinery and Equipment	Underground and Overland Plants	Land	Buildings	Furniture and Fixtures	Vehicles	Leasehold Improvements	Constructions In Progress	Total
January 1, 2018 Opening Balance	7.660.114	62.660	-	1.486.077	1.167.531	4.034.006	246.088	_	14.656.476
Charge for the Period	588.375	3.479	-	268.592	154.741	608.126	39.888	-	1.663.201
Disposals	-	-	-	-	-	(43.022)	-	-	(43.022)
Reclassification	-	-	-	-	-	-	-	-	-
June 30, 2018 Closing Balance	**8.248.489**	**66.139**	**-**	**1.754.669**	**1.322.272**	**4.599.110**	**285.976**	**-**	**16.276.655**

Net Book Value (As of June 30, 2018)	**22.786.277**	**238.288**	**9.294.898**	**15.315.566**	**1.094.231**	**3.810.592**	**181.590**	**35.713.702**	**88.435.144**

Detail of the tangible assets as of December 31, 2017 is as follows:

Acquisition Cost	Plant Machinery and Equipment	Underground and Overland Plants	Land	Buildings	Furniture and Fixtures	Vehicles	Leasehold Improvements	Constructions In Progress	Total
January 1, 2017 Opening Balance	29.798.283	286.389	9.294.898	17.070.235	1.894.628	7.141.809	467.566	7.297.475	73.251.283
Additions	468.485	-	-	-	331.930	653.995	-	8.042.142	9.496.552
Disposals	-	-	-	-	(2.075)	(86.392)	-	-	(88.467)
Reclassification	556.127	18.038	-	-	22.712	7.468	-	(604.345)	-
December 31, 2017 Closing Balance	**30.822.895**	**304.427**	**9.294.898**	**17.070.235**	**2.247.195**	**7.716.880**	**467.566**	**14.735.272**	**82.659.368**

Accumulated Depreciation	Plant Machinery and Equipment	Underground and Overland Plants	Land	Buildings	Furniture and Fixtures	Vehicles	Leasehold Improvements	Constructions In Progress	Total
January 1, 2017 Opening Balance	6.509.932	55.675	-	944.442	904.356	3.002.751	165.651	-	11.582.807
Charge for the Period	1.150.182	6.985	-	541.635	263.863	1.083.038	80.437	-	3.126.140
Disposals	-	-	-	-	(688)	(51.783)	-	-	(52.471)
Reclassification	-	-	-	-	-	-	-	-	-
December 31, 2017 Closing Balance	**7.660.114**	**62.660**	**-**	**1.486.077**	**1.167.531**	**4.034.006**	**246.088**	**-**	**14.656.476**

December 31, 2017 Closing Balance	**23.162.781**	**241.767**	**9.294.898**	**15.584.158**	**1.079.664**	**3.682.874**	**221.478**	**14.735.272**	**68.002.892**

22. INTANGIBLE ASSETS

Goodwill
None.

Other Intangible Assets

Detail of the intangible assets as of June 30, 2018 is as follows:

Acquisition Cost	Rights (Computer Programs)	Trademark and Royalty	Total
January 1, 2018 Opening Balance	477.888	264.974	742.862
Additions	19.445	45.750	65.195
Disposals	-	-	-
Reclassification	-	-	-
June 30, 2018 Closing Balance	**497.333**	**310.724**	**808.057**

Accumulated Depreciation	Rights (Computer Programs)	Trademark and Royalty	Total
January 1, 2018 Opening Balance	251.484	55.244	306.728
Charge for the Period	37.399	14.652	52.051
Disposals	-	-	-
Reclassification	-	-	-
June 30, 2018 Closing Balance	**288.883**	**69.896**	**358.779**

Net Book Value (As of June 30, 2017)	**208.450**	**240.828**	**449.278**

Detail of the intangible assets as of December 31, 2017 is as follows:

Acquisition Cost	Rights (Computer Programs)	Trademark and Royalty	Total
January 1, 2017 Opening Balance	385.798	264.974	650.772
Additions	92.090	-	92.090
Disposals	-	-	-
Reclassification	-	-	-
December 31, 2017 Closing Balance	**477.888**	**264.974**	**742.862**

Accumulated Depreciation	Rights (Computer Programs)	Trademark and Royalty	Total
January 1, 2017 Opening Balance	183.217	28.747	211.964
Charge for the Period	68.267	26.497	94.764
Disposals	-	-	-
Reclassification	-	-	-
December 31, 2017 Closing Balance	**251.484**	**55.244**	**306.728**

Net Book Value (As of December 31, 2017)	**226.404**	**209.730**	**436.134**

23. GOVERNMENT GRANTS AND INCENTIVES

Government grants consist of Social Security Institution Premium Fund due to law numbered 5510 and fair incentives.

Detail of the Government grants and inventives as of June 30, 2018 is as follows:

Investment Incentive Document Date and Number	Type of Invesment	Support Elements To Be Utilized	Capasity of Invesment	Amount of Investment		Finance of Investment
26/04/2016 124045/A	Licensed Warehous	* Tax Discount Rate 70% * Investment Contribution Rate 30% * VAT Exemption * Interest Support	23.500 Ton	Fixed Investment	6.100.200 TL	6.100.200 TL Foreign Assets - TL Equity

24. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

Short Term Provisions

	June 30, 2018	December 31, 2017
Short Term Provisions for Employee Benefits*	114.477	9.697
	114.477	**9.697**

*Vide note 26.

Long Term Provisions

	June 30, 2018	December 31, 2017
Long Term Provisions for Employee Benefits*	1.401.171	1.232.972
Other Long Term Provisions	-	-
	1.401.171	**1.232.972**

*Vide note 26.

Lawsuits

There is not any provision because there is not any possible cash outflow from The Group's liabilities as a result of previous events as of reporting date.

Collaterals, Pledges and Mortgages ("CPM") Given by The Group

	June 30, 2018*	December 31, 2017
A. Total Amount of CPM Given by The Group's Own Legal Personality	33.120.674	40.819.884
B. Total Amount of CPM Given In Favour of Fully Consolidated Companies	5.917.000	5.917.000
C. Total Amount of CPM Given For Continuation of Its Economic Activities on Behalf of Third Parties	-	-
D. Total Amount of Other CPM	-	-
i. Total Amount of CPM Given in Favour of Majority Shareholder	-	-
ii. Total Amount of CPM Is Given in Favour of Other Group Companies Which Are Not In the Scope of B and C	-	-
iii. Total Amount of CPM is Given in Favour of Third Parties Which Are Not In the Scope of C	-	-
Total	**39.037.674**	**46.736.884**

* There is not any mortgage upon The Group's fixed assets.

The details of receivables 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")as of June 30, 2018 are as follows:

Company Title*	Trade Receivable	Advances Given	Total	Mortgage Amount
Samsun Yem	1.128.371	-	1.128.371	700.000
Yemsel	-	3.042.014	3.042.014	6.000.000
Çakıroğlu **	12.576.364	-	12.576.364	10.000.000
Toplam	**13.704.735**	**3.042.014**	**16.746.749**	**16.700.000**

* All together will be referred as the "Çakıroğlu Group".

** The Company has deducted an invoice amounting to TL 4.905.410,79 including interest and interest charge on the date of June 30, 2018. Due to the fact that Çakıroğlu is in the process of postponement of bankruptcy, the interest invoiced for the interest invoice is reserved and reported in the provision expenses in the financial statements.

Samsun Yem, Yemsel ve Çakıroğlu has requested the postponement of bankruptcy on T.C. Samsun Commercial Court. According to the interlocutory decision given by the court, the prosecution will continue on April 6, 2016 and trustees have been appointed on administration. The decision of T.C. Samsun Commercial Court was issued on December 8, 2015 dated Trade Registry Gazette.

The Company has mortgaged Samsun Yem, Yemsel And Çakıroğlu's real estates for the receivables that are explained in details above. The hypothec that The Company has issued gives The Company right to demand whole receivables from any real estate of Çakıroğlu Group that have been mortgaged.

The Company is in the first place for the mortgage from Çakıroğlu and Samsun Yem. The Company is in the second place for the mortgages issued on Yemsel's real estate. Akbank T.A.Ş. is in the first place. Akbank T.A.Ş.'s total mortgage amount is 6.000.000-TL.

Real estate revaluation report has been prepared by Standart Gayrimenkul Değerleme Uygulamaları A.Ş. on June 28, 2013 for these real estates. According to revaluation reports, fair value of the mortgaged real estates is 18.867.692-TL.

On January 8, 2016, property valuation was requested for real estates. On December 29, 2016, the court delegation was invited for the valuation of the property. On January 18, 2017, the court experts presented their reports to the court. According to revaluation reports of court experts, fair value of the mortgaged Çakıroğlu's real estate is 10.858.440,75-TL. According to revaluation reports, fair value of the mortgaged Yemsel's real estate is 11.527.728,25-TL. Also, A total of 263.249,19-TL fair value was appreciated for the real estate with the mortgage of Samsun Yem. Sales of real estate were requested but the court rejected it because they were in the process of bankruptcy postponement.

Trade receivables and advances given to Samsun Yem, Yemsel ve Çakıroğlu are classified as long term because postponement of bankruptcy request.

Due to the fact that the fair value of the mortgages and the real estates for the receivables are sufficient to cover all of the receivable, no provision has been set aside, excluding the amount of 4.905.410.79 interest invoices issued to Çakıroğlu on June 30, 2018.

25. COMMITMENTS

None.

26. EMPLOYEE BENEFITS

Payables Related with Employee Benefits

Details of payables related with employee benefits as of June 30, 2018 and December 31, 2017 are:

	June 30, 2018	December 31, 2017
Social Security Institution Premiums	477.092	418.864
Due to Personnel	685.409	553.713
	1.162.501	**972.577**

Short Term Employee Benefits

Short term employee benefits are consisting of provision for unused vacation.

Details of short term employee benefits as of June 30, 2018 and December 31, 2017 are as follows:

	June 30, 2018	**December 31, 2017**
Provision for Unused Vacation	**114.477**	**9.697**

Long Term Employee Benefits

Long term employee benefits consist of provision for employee termination benefits.

According to Turkish Laws, employer has to pay employee termination benefit to employee who has worked at least a year in local firms, and whose employment is terminated without a legitimate reason, who is called for military obligation, who dies, who works for 25 years for males, 20 years for females, or who is 60-year-old male and 58-year-old female (retirement age).

As of June 30, 2018 provision for employee termination benefit ceiling on the respective reporting dates, is subject to a maximum of 5.001,76-TL per month for a working year (December 31, 2016: 4.732,48-TL). Provision for employee termination benefits are not subordinated any fund.

Provision for employee termination benefits is calculated by discounting potential liabilities of retirement to net present value. TFRS requires companies to improve actuarial valuation methods in the scope of retirement plans in order to estimate the termination benefits. Therefore, below mentioned actuarial estimations are used in order to calculate total employee termination benefits.

Provisions for employee termination is calculated by the discount rate of 2,15%, which is determined by 9,24% inflation rate and 11,59% interest rate. The release rate is 95% (December 31, 2017: inflation rate 9,24 % , interest rate 11,59% and discount rate 2,15% , release rate 95%).

Details of the provision for employee termination benefits as of June 30, 2018 and December 31, 2017 are as follows:

	June 30, 2018	December 31, 2017
Provision for Employee Termination Benefits	**1.401.171**	**1.232.972**

Details of provision for employee termination benefits are as follows:

	June 30, 2018	December 31, 2017
Opening Balance	1.232.972	900.118
Interest Cost	36.349	103.059
Service Cost	314.557	478.050
Payments (-)	(192.815)	(274.637)
Actuarial Differences	10.108	26.382
Closing Balance	**1.401.171**	**1.232.972**

Changes in interest rates and other rates and severance of personnel who are supposed to get compensation at retirement cause actuarial differences. The Group classifies service cost in general administrative expenses, interest costs in financial expenses, actuarial differences in shareholders' equity.

27. RETIREMENT BENEFITS

None.

28. OTHER ASSETS AND OTHER LIABILITIES

Other Current Assets

	June 30, 2018	December 31, 2017
Deferred VAT	7.717.788	6.628.991
Income Accruals*	159.062	1.934.547
Business Advances	93	95
Other VAT	3.350	3.350
	7.880.293	**8.566.983**

* Income accruals consist of freight incentive incomes arising from exports in 2017. All of the amounts were collected in 2018.

Other Short Term Liabilities

	June 30, 2018	December 31, 2017
Taxes and Funds Payables	228.933	388.446
Expense Accruals	554.596	-
	783.529	**388.446**

Other Non-Current Assets

None.

Other Long Term Liabilities

None.

29. EQUITY

Capital and Reserves

In the meeting dated November 7, 2014 and numbered 32/1095, CMB has allowed The Company to public offer on November 12-13-14, 2014 by book building (demand gathering) method. Total of 23.500.000 TL nominal value shares, which were offered to public by capital increase and sales of shareholders, were sold. 27, 81% of The Company shares have been traded in Borsa İstanbul since November 20, 2014. The issued capital of The Company is 84.500.000 TL (Eightyfourmillion and fivehundredthousand Turkish Lira). This capital consists of 9.750.000 Group A shares, 6.500.000 Group B shares and 68.250.000 Group C shares and each worth 1,00TL that makes a total of 84.500.000 TL. Group A and B shares are registered to the name and Group C shares which are traded in Borsa Istanbul are registered to the bearer, other Group C shares are registered to the name. Group A shares have privilege to vote in the election of Board of Directors, Group A and B shares have privilege to vote in General Assembly and not considering independent members, in case the Board of Directors consist of five members, at least two members, in case it consists of six or seven members, at least three members, in case it consists of eight or nine members, at least four members, in case it consists of ten or eleven members, at least five members must be chosen among the candidates who are nominated by the majority of Group A shareholders. Group A shareholders or representatives have 15 votes, Group B shareholders or representatives have 10 votes, Group C shareholders or representatives have 1 vote for each share in the ordinary or extraordinary General Assembly.

Shareholder structure of The Company as of June 30, 2018 is as follows:

Shareholders	Number Of Shares	Group	Rate (%)	Amount
Fahrettin Ulusoy	4.550.000	A	5,38	4.550.000
	1.950.000	B	2,31	1.950.000
	-	C	-	-
	6.500.000		**7,69**	**6.500.000**
Nevin Ulusoy	650.000	A	0,77	650.000
	1.300.000	B	1,54	1.300.000
	12.207.627	C	14,45	12.207.627
	14.157.627		**16,76**	**14.157.627**
Onur Erhan Ulusoy	650.000	A	0,77	650.000
	1.950.000	B	2,31	1.950.000
	15.638.791	C	18,50	15.638.791
	18.238.791		**21,58**	**18.238.791**
Eren Günhan Ulusoy	3.900.000	A	4,62	3.900.000
	1.300.000	B	1,54	1.300.000
	16.781.279	C	19,86	16.781.279
	21.981.279		**26,02**	**21.981.279**
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 shares that are open to the public, TL 1,944,229 amount of the shares belong to Fahrettin Ulusoy and TL 1,126,118 amount belong to Eren Günhan Ulusoy.

Shareholder structure of The Company as of December 31, 2017 is as follows:

Shareholders	Number Of Shares	Group	Rate (%)	Amount
Fahrettin Ulusoy	4.550.000	A	5,38	4.550.000
	1.950.000	B	2,31	1.950.000
	-	C	-	-
	6.500.000		**7,69**	**6.500.000**
Nevin Ulusoy	650.000	A	0,77	650.000
	1.300.000	B	1,54	1.300.000
	12.207.627	C	14,45	12.207.627
	14.157.627		**16,76**	**14.157.627**
Onur Erhan Ulusoy	650.000	A	0,77	650.000
	1.950.000	B	2,31	1.950.000
	15.638.791	C	18,50	15.638.791
	18.238.791		**21,58**	**18.238.791**
Eren Günhan Ulusoy	3.900.000	A	4,62	3.900.000
	1.300.000	B	1,54	1.300.000
	16.781.279	C	19,86	16.781.279
	21.981.279		**26,02**	**21.981.279**
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**

Fahrettin Ulusoy transferred his C Group shares with stock market value amounting TL 6.366.871 to Nevin Ulusoy, TL 8.215.107 to Onur Erhan Ulusoy and TL 9,281,904 to Eren Günhan Ulusoy with the decision of the board of directors dated December 7, 2017.

In addition, 1.126.118 Group C bearer shares belonging to Fahrettin Ulusoy, which are publicly traded in Borsa İstanbul A.Ş., are transferred to Eren Günhan Ulusoy account from Fahrettin Ulusoy account in accordance with the share transfer agreement. The closing price of TL 2,52 dated 06.12.2017 was taken as basis in the share transfers made in accordance with the share transfer agreement. The total share transfer sales price is 63.000.000-TL.

According to Turkish Commercial Code, there are two types of legal reserves; primary reserves and secondary reserves. Primary reserves are set up as 5% of the net profit until it reaches 20% of The Company's paid-in-capital due to Turkish Commercial Code. Secondary legal reserves are set up as 1/11 proportion of distribution of dividends by cash which is more than 5% of The Company's capital according to CMB's regulation, and 1/10 proportion of distribution of dividends by cash which is more than 5% of The Company's capital according to official records.

Publicly traded companies distribute dividends according to the II-19.1 numbered Dividend Communique of CMB which is published in January 23, 2014 dated and 28891 numbered Official Gazette.

Companies distribute dividends by a decree of their general assembly in the scope of the determined policy of their general assembly and due to the related regulations. According to the mentioned communique of CMB, minimum distribution ratio has not been determined. Companies distribute dividends according to their articles of association or their dividend policy. Also dividends can be paid by equal or different amounted instalments and dividend advances can be paid by cash due to the profit in interim financial statements.

In case the contingency reserves are not allocated according to Turkish Trade Regulation and profit is not distributed as mentioned in the dividend policy or articles of association; it is not allowed to allocate another contingency reserve to transfer profit to the following year and to distribute dividends to beneficial owners, board members, employees and people other than shareholders, and also dividends cannot be paid to these people unless dividends are not paid to the shareholders by cash.

Share Premiums on Capital Stock

	June 30, 2018	December 31, 2017
Share Premiums on Capital Stock	41.925.000	41.925.000
Expenses of Share Premiums on Capital Stock Expenses (-)	(3.317.008)	(3.317.008)
	38.607.992	**38.607.992**

According to thirthyseventh matter of TAS 32 "Financial Instruments", The Group bears some expenses while issuing or repurchasing equity instruments. These expenses may contain registration and other regulatory charges, legal, financial and other professional consulting fees, printing costs and stamp tax duties. Transaction costs of equity transactions are recognised as deduction from equity as long as they are directly incurred additional costs as a result of these transactions. Additionally, costs related with cancelled equity transactions are recognised as expenses.

Additional expenses, related with the issuance of new share certificates directly (indirectly), are deducted from equity after related taxes are deducted from these expenses. Expenses related with the permission for trading in stock market (quotation) or expenses that are not directly related with the issuance of new stocks are recognised as expenses in profit and loss statement. Expenses related with the permission for either flotation in stock market or quotations are allocated due to the proportion of shares that are offered between two transactions.

Treasury Shares (-)

	June 30, 2017	December 31, 2017
Treasury Shares (-)	**3.445.108**	**3.445.108**

If the company receives its own shares in accordance with paragraph 33 of TAS 32, the purchase proceeds related to these shares are shown in "Treasury Shares (-)" net of equity.

In the Scope of CMB's July 21, 2016 dated announcement; the July 25, 2016 dated and 2016/014 numbered decision to buy back The Company's shares in the market has been made.
It is announced that the repurchase has ended with the special case statement dated 27 July 2017. In repurchases, amounting to TL 3,445,108 was used, with an average of TL 1,7207 per share.

Details of The Company's bought back shares are as follows:

The maximum amount paid for a share	1,90 TL
Average repurchase cost per share	1,7207 TL
Total repurchase cost	3.445.108 TL
Total number of shares repurchesed	2.002.152 Number
Rate of repurchase shares in company's capital	% 2,3694

Details of The Company's bought back shares as of June 30, 2018 are as follows:

Date	Number of Shares Owned	Nominal Amount of Shares Acquired(TL)	Purchase Fees of Owned Shares Total Amount(TL)
June 30, 2018	2.002.152	2.002.152	3.445.108

Details of The Company's bought back shares as of December 31, 2017 are as follows:

Date	Number of Shares Owned	Nominal Amount of Shares Acquired(TL)	Purchase Fees of Owned Shares Total Amount(TL)
December 31,2017	2.002.152	2.002.152	3.445.108

Other Equity Items

Other accumulated comprehensive income and expenses which are not classified in profit/loss as of June 30, 2017 and December 31, 2017 are as follows:

	June 30, 2018	December 31, 2017
Tangible Assets Revaluation Differences(net)**	553.518	562.159
Actuarial Profit/Loss Related with the Employee Benefits*	(497.784)	(489.899)
	55.734	**72.260**

*Actuarial differences have been recognised in equity since January 1, 2013.

**If a revaluated tangible asset is disposed of, the revaluation surplus related with the derecognised asset is directly transferred to related earnings. Therefore the revaluation surplus related with land and buildings which have been disposed of by sell and leaseback transaction were transferred to retained earnings.

Details of the actuarial differences as of June 30, 2018 and December 31, 2017 are as follows:

	June 30, 2018	December 31, 2017
Actuarial Gains/(Losses) Related with the Employee Benefits	(622.482)	(612.374)
Deferred Tax***	124.698	122.475
Actuarial Gains/(Losses) Related to Employee Benefits (net)	**(497.784)**	**(489.899)**

Details of tangible assets revaluation surplus as of June 30, 2018 and December 31, 2017 are as follows:

	June 30, 2018	December 31, 2017
Revaluation Differences of Buildings and Lands (net)	200.395	200.395
Revaluation Differences of Vehicles (net)	353.123	361.764
	553.518	**562.159**

Detail of the revaluation differences of lands and buildings as of June 30, 2018 and December 31, 2017 is as follows:

	June 30, 2018	December 31, 2017
Total Lands and Buildings Revaluation Difference	250.494	250.494
Deferred Tax ***	(50.099)	(50.099)
Revaluation Differences of Buildings and Lands (net)	**200.395**	**200.395**

Details of the vehicles revaluation surplus as of June 30, 2018 and December 31, 2017 are as follows:

	June 30, 2018	December 31, 2017
Vehicles Revaluation Differences (net)	**353.123**	**361.764**

	June 30, 2018	December 31, 2017
Total Vehicle Revaluation Differences **	441.405	452.205
Deferred Tax ***	(88.282)	(90.441)
	353.123	**361.764**

***According to TAS 12, 61-a, current tax and deferred tax related with the items which are not recognised in profit or loss, are not recognised in profit or loss both in the same or different period. Therefore, current tax and deferred tax that are related with the items that are recognised in the same or different period in other comprehensive income shall be recognised in other comprehensive income. Realised deferred tax is classified in revaluation surplus.

Other comprehensive income and expenses to be reclassified to profit / loss as of June 30, 2018 and December 31, 2017 are as follows:

	June 30, 2018	December 31, 2017
Foreign Currency Exchange Differences	545.387	-
	545.387	**-**

Restricted reserves as of June 30, 2018 and December 31, 2017 are as follows:

	June 30, 2018	December 31, 2017
Legal Reserves	5.693.220	3.999.099
Reserves of Treasury Shares	3.445.108	3.445.108
	9.138.328	**7.444.207**

In accordance with Article 520 of the Law No. 6102, the amount of reserves is allocated to the shares that are acquired for the Treasury shares. These reserves are shown in the line of "reserves on retained earnings " since they are solved only when the reversed shares are transferred or canceled. In other words, reserves amounting to TL 3.445.108 are allocated from retained earnings.

Accumulated profit or loss as of June 30, 2018 and December 31, 2017 is as follows:

	June 30, 2018	December 31, 2017
Accumulated Profit/(Loss)	**66.811.519**	**51.899.755**

Detail of Accumulated Profit/ (Loss) is as follows:

	June 30, 2018	December 31, 2017
Accumulated Profit/(Loss)	51.899.755	38.139.327
Transfer of Previous Year to the Accumulated Profit/(Loss)	16.595.085	14.796.725
Capital Contribution	-	-
Transfers to Legal Reserves	(1.694.121)	(668.784)
Reserves of Treasury Shares	-	(372.139)
Dividends Paid	-	-
Tangible Assets Revaluation Transfer**	10.800	4.626
	66.811.519	**51.899.755**

**If a revaluated tangible asset is disposed of, the revaluation surplus related with the derecognised asset is directly transferred to related earnings. Therefore the revaluation surplus related with land and buildings which have been disposed of by sell and leaseback transaction were transferred to retained earnings

Net profit/ (loss) for the period as of December 30, 2018 and December 31, 2017 are as follow:

	June 30, 2018	December 31, 2017
Net Profit/(Loss) For The Period	**12.426.893**	**16.595.085**

30. REVENUE AND COST OF SALES

Details of revenue as of June 30, 2018 and June 30, 2017 are as follows:

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Domestic Sales	541.373.480	293.963.855	389.626.724	191.740.536
Foreign Sales	764.030.868	400.133.063	437.847.268	255.125.195
Sales Returns (-)	(6.147.652)	(2.154.050)	(387.825)	(230.648)
Sales Discounts (-)	(85.319)	(30.261)	(346.274)	(247.098)
Other Discounts (-)	(8.238)	-	(123.672)	(123.672)
	1.299.163.139	**691.912.607**	**826.616.221**	**446.264.313**

Details of cost of sales as of June 30, 2018 and June 30, 2017 are as follows:

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Cost of Goods Sold	145.640.326	64.448.263	131.041.736	60.305.663
Cost of Merchandise Sold	1.113.110.013	604.940.210	641.579.571	364.544.945
Cost of Service Sold	2.353.238	1.170.421	-	-
	1.261.103.577	**670.558.894**	**772.621.307**	**424.850.608**

Details of cost of service sold as of June 30, 2018 are as follows:

	January 1- June 30, 2018	April 1- June 30, 2018
Depreciation Expenses	143.155	72.126
Outsourced Benefits and Services	1.309.975	658.972
Other Expenses	12.258	-
Personnel Expenses	688.053	336.335
Insurance Expenses	110.125	63.746
Transportation Expenses	55.582	22.197
Tax and Funds	34.090	17.045
Cost Of Service Sold	**2.353.238**	**1.170.421**

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

Details of total operating expenses as of June 30, 2018 and June 30, 2017 are as follows:

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
General Administrative Expenses	4.743.942	2.583.980	3.656.995	2.000.661
Marketing Expenses	15.961.561	7.444.941	16.690.741	8.838.177
Research and Development Expenses	63.984	32.948	-	-
	20.769.487	**10.061.869**	**20.347.736**	**10.838.838**

Details of General Administrative Expenses as of June 30, 2018 and June 30, 2017 are as follows:

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Depreciation Expenses	220.271	113.383	186.865	102.966
Grants and Aid	182.542	132.651	104.374	100.627
Maintenance and Repair Expenses	57.812	31.916	-	-
Bank Transfer and Collectible Expenses	99.220	73.971	66.167	27.961
Outsourced Benefits and Services	1.160.085	638.808	1.068.348	587.344
Other Expenses	362.286	184.347	296.768	158.384
Education and Publication Expenses	85.442	33.142	95.720	22.319
Fair Expenses	29.991	6.287	31.337	31.057
Late Fees and Charges	8.347	2.388	1.037	1.037
Rent Expenses	130.210	67.947	107.582	54.822
Commission Expenses	66.135	35.892	-	-
Accomodation Expenses	74.495	29.088	65.061	24.890
Brand, Apl. and Ren. of Patent Expenses	7.390	-	4.281	4.281
Notary Expenses	50.134	50.134	8.239	5.144
Personnel Expenses	1.830.811	971.282	1.351.908	697.886
Advertising Expenses	16.600	3.600	6.974	4.115
Insurance Expenses	83.249	53.791	82.952	41.843
Registration and Announcement Expenses	1.061	1.061	1.949	444
Transportation Expenses	172.112	108.647	95.555	61.886
Taxes and Funds	105.749	45.645	81.878	73.655
General Administrative Expenses	**4.743.942**	**2.583.980**	**3.656.995**	**2.000.661**

Details of Marketing Expenses as of June 30, 2018 and June 30, 2017 are as follows:

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Depreciation Expenses	594.646	293.026	523.796	259.073
Vehicle Expenses	677.568	351.969	308.240	179.477
Bank Transfer and Collectible Expenses	274.507	140.938	234.724	121.097
Consultancy Expenses	42.957	24.728	-	-
Outsourced Benefits and Services	242.910	131.355	782.257	341.121
Other Expenses	500.378	246.879	353.358	203.775
Fair Expenses	254.030	124.169	55.100	55.100
Late Fees and Charges	3.587	3.007	4.029	4.029
Export Expenses	1.679.780	749.926	2.614.506	1.211.513
Rent Expenses	275.013	125.902	735.594	315.117
Sales Commissions Expenses	265.345	145.938	56.137	48.945
Freight Expenses	8.853.995	3.922.350	9.663.547	5.419.436
Personnel Expenses	1.690.132	833.521	970.013	484.183
Insurance Expenses	172.376	95.522	102.892	50.785
Transportation Expenses	55.013	34.954	36.537	19.973
Taxes and Funds	252.397	158.890	250.011	124.553
Food Expenses	126.927	61.867	-	-
Marketing Expenses	**15.961.561**	**7.444.941**	**16.690.741**	**8.838.177**

Details of Research and Development Expenses as of June 30, 2018 is as follows:

	January 1- June 30, 2018	April 1- June 30, 2018
Vehicle Expenses	17.078	8.347
Outsourced Benefits and Services	1.005	690
Personnel Expenses	29.589	14.889
Insurance Expenses	973	495
Transportation Expenses	15.022	8.366
Taxes and Funds	317	161
	63.984	**32.948**

Nature of expenses for the period January 1, 2018- June 30, 2018 is as follows:

	General Administrative Expenses	Marketing Expenses	Research and Development Expenses	Cost of Sales and Service
Personnel Expenses	1.830.811	1.690.132	29.589	3.493.326
Depreciation Expenses	220.271	594.646	-	900.335

Nature of expenses for the period April 1, 2018- June 30, 2018 is as follows:

	General Administrative Expenses	Marketing Expenses	Research and Development Expenses	Cost of Sales and Service
Personnel Expenses	971.282	833.521	14.889	1.770.982
Depreciation Expenses	113.383	293.026	-	453.242

Nature of expenses for the period January 1, 2017- June 30, 2017 is as follows:

	General Administrative Expenses	Marketing Expenses	Research and Development Expenses	Cost of Sales and Service
Personnel Expenses	1.351.908	970.013	-	2.241.204
Depreciation Expenses	186.865	523.796	-	883.804

Nature of expenses for the period April 1, 2017- June 30, 2017 is as follows:

	General Administrative Expenses	Marketing Expenses	Research and Development Expenses	Cost of Sales and Service
Personnel Expenses	697.886	484.183	-	848.995
Depreciation Expenses	102.966	259.073	-	440.793

32. OTHER INCOME AND OTHER EXPENSES

Other Income

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Income Due to the Law No 5510	372.677	218.854	303.689	166.021
Balance Allocation Income	9.805	7.066	21.245	(33.707)
Other Income	353.087	153.009	208.616	138.708
Service Reflection Income*	4.826.834	2.483.096	1.872.421	718.956
Maturity Difference Income	20.510.519	13.903.447	6.458.094	3.492.653
Price Difference Income	2.172.743	1.231.058	542.637	123.257
Indemnity Income	19.680	557	770.035	8.100
Foreign Currency Income	71.366.533	56.897.739	23.150.576	2.939.655
Licenced Warehouse Rental Grant	388.848	159.062	152.793	84.428
Income from Grants and Supports**	4.913.824	45.386	-	-
Provisions no Longer Required	833.422	772.729	68.558	47.079
Income From Returned Expenses	513.669	128.705	646.219	126.522
	106.281.641	**76.000.708**	**34.194.883**	**7.811.672**

*Service reflection income consists of reflection revenues of trust expenses and, reflection revenues of service expenses.

** The grants and supports income consists of the export support income of TL 4.833.993.

Other Expenses

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Other Expenses	143.886	102.453	9.818	7.364
Balance Allocation Expenses	7.852	6.801	17.553	2.178
Price Difference Expenses	1.282.014	-	575.847	16.802
Provision Expenses	5.528.116	5.461.501	299.831	(36.371)
Foreign Currency Expenses	12.288.560	9.186.217	26.508.245	10.183.734
Maturity Difference Expenses	17.367.609	8.841.086	11.390.253	3.947.023
Returned Expenses	495.842	44.971	519.407	117.448
Contract Requirement Compensation Expenses	-	-	685.155	685.155
	37.113.879	**23.643.029**	**40.006.109**	**14.923.333**

Income from Investing Activities

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Asset Sales Revenue	48.176	-	1.184	-429
Sell and Back Lease Transaction Income	213.051	107.114	213.051	107.114
Investment Real Estate Fair Value Difference	360.000	360.000	-	-
	621.227	**467.114**	**214.235**	**106.685**

Expenses from Investing Activities

None.

33. SHARES OF INVESTMENTS EVALUATED BY EQUITY METHOD IN PROFIT/LOSS

Details of profit/loss shares of investments evaluated by equity method as of June 30, 2018 and June 30, 2017 are as follows:

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.*	375.803	229.708	102.336	40.182

*(Vide note 18)

34. FINANCIAL INCOME AND EXPENSES

Financial Income

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Interest Income	4.871.633	2.963.455	3.369.853	2.762.035
Foreign Exchange Profits	20.936.681	14.811.726	57.353.561	21.042.805
Profit on Sale of Marketables	62.011	12.870	27.691	13.540
Derivative Financial Instruments Income	18.268.546	14.676.839	2.631.724	-
Derivative Financial Instruments Fair Value Difference	6.491.622	3.415.725	-	-
	50.630.493	**35.880.615**	**63.382.829**	**23.818.380**

Financial Expenses

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Financial Expenses	14.719.485	7.967.823	8.908.173	4.927.667
Foreign Exchange Losses	102.216.216	78.815.844	49.943.999	6.369.521
Marketable Securities Sales Loss	58	58	-	-
Derivative Financial Instruments Expenses	6.655.002	1.862.775	12.543.854	12.543.854
Derivative Financial Instruments Fair Value Difference	-	-	4.898.595	(369.911)
	123.590.761	**88.646.500**	**76.294.621**	**23.471.131**

35. FIXED ASSETS HELD FOR SALE AND CEASED OPERATIONS

None.

36. TAX ASSETS AND TAX LIABILITIES

Corporation tax is charged from taxable corporate income, which is calculated from the statutory accounting profit by adding non-deductible expenses, and by deducting dividends received from resident companies, other exempt income and investment incentives utilized.

In 2018 corporate tax rate is 22% (2017: 20%). 5520 numbered corporation tax rate is determined as 22% for the fiscal taxation periods of 2018, 2019 and 2020, with provisional Article 10 added to Article 91 of Law No. 7061.

In Turkey pre-paid corporate tax is calculated and accrued quarterly. In 2018, pre-paid corporate tax rate is 22% of the corporation income for the quarterly taxation periods (2017: 20%).

Losses can be carried forward to offset from future taxable income for up to 5 years. Losses cannot be carried back to offset from profit of the previous periods.

There is not a specific procedure for a final and definitive agreement on tax assessments in Turkey. Companies prepare their current year tax returns within April 1-25 of the following year (The duration for the companies which has private fiscal year between 1st and the 25th day of the forth month following the closing date of the fiscal year). Tax authorities may, however, examine such returns and the underlying accounting records and may revise assessments within five years.

Income Withholding Tax:

In addition to corporate taxes, companies should also calculate income withholding taxes and funds surcharge on any dividends distributed, except for companies receiving dividends who are resident companies in Turkey and Turkish branches of foreign companies. The rate of income withholding tax is 10% beginning from April 24, 2003. This rate modified to 15% by the law No: 5520, article 15 valid from June 21, 2006. However, by the new cabinet decision the rate was stated to be 10% until it is modified. The income withholding tax becomes 15% by publishing on the official journal by the cabinet decision on July 23, 2006. Undistributed dividends incorporated in share capital are not subject to income withholding taxes.

Deferred Tax Assets / Liability:

The Group recognises deferred tax assets and liabilities based upon temporary differences arising from differences between its consolidated financial statements as reported based on the "Financial Reporting Standards in capital market" and its statutory tax financial statements. These differences are set out below. Deferred tax asset is only provided to the extent if it is probable that taxable profit will be available against which the deductible temporary differences can be utilized. Provision is provided for the deferred tax asset of which the realisation is not likely. Deferred tax rate is 22% for all temporary differences since there is investment incentive of The Group (December 31, 2017: 20%).
The tax rate to be applied in 2018, 2019 and 2020 is increased to 22%. Since calculations do not make a significant difference in deferred tax calculation, calculations are made over 20%.

Deferred tax liabilities are recognised for all taxable temporary differences.

The Group's earnings from investments linked to the incentive certificate are subject to corporation tax at rates discounted up to the amount of the investment contribution beginning from the accounting period in which the investment is partially or fully commissioned. As of June 30, 2018 the Group is not likely to benefit for the foreseeable future, Therefore deferred tax assets are not reflected to the consolidated financial statements.

Temporary difference and deferred tax as of June 30, 2018 are as follows:

Deferred Tax Assets	**Temporary Difference**	**Deferred Tax**
Doubtful Receivables	8.647.968	1.902.553
Adjustment on Receivables from Personnel	68.895	15.157
Adjustment on Advances Given	79.330	17.453
Impairment of Inventories Expenses	2.144.457	447.789
Adjustment on Amortized Cost of Receivables	1.775.147	390.532
Adjustment on Deferred Income of Sell and Leaseback	938.131	206.389
Adjustment on Tangible and Intangible Assets	4.082.722	884.361
Adjustment of Loans	1.091.018	240.024
Provision for Unused Vacation	114.477	25.185
Other adjustments	27.945	6.366
Actuarial Difference of Employee Termination Benefits *	622.482	124.698
	19.592.572	**4.260.507**

Deferred Tax Liabilities	**Temporary Difference**	**Deferred Tax**
Vehicles Revaluation Difference (Related with Equity)	441.404	88.281
Lands and Buildings Revaluation Difference (Related with Equity)	250.494	50.099
Adjustment on Derivative Instrument Fair Value Difference	6.491.622	1.428.157
Adjustment on Letter of Credit Interest	36.683	8.073
Amortized Cost of Debt Adjustment	3.047.981	670.556
Tangible and Intangible Assets Depreciation Difference	6.459.450	1.421.079
Employee Termination Benefits Actuarial Difference	2.407.913	517.493
	19.135.547	**4.183.738**

Temporary difference and deferred tax as of December 31, 2017 are as follows:

Deferred Tax Assets	Temporary Difference	Deferred Tax
Doubtful Receivables	4.292.832	858.566
Adjustment on Receivables from Personnel	68.895	13.779
Adjustment on Advances Given	79.330	15.866
Adjustment of Loans	713.987	142.797
Impairment of Inventories Expenses	4.164.457	832.891
Adjustment on Amortized Cost of Receivables	2.003.386	400.677
Adjustment on Deferred Income of Sell and Leaseback	1.151.182	230.236
Adjustment on Tangible and Intangible Assets	2.960.935	592.187
Adjustment on Derivative Instrument Fair Value Difference	1.330.043	266.009
Provision for Unused Vacation	9.697	1.939
Other adjustments	23.189	6.937
Actuarial Difference of Employee Termination Benefits *	612.374	122.475
	17.410.307	**3.484.359**

Deferred Tax Liabilities	Temporary Difference	Deferred Tax
Vehicles Revaluation Difference (Related with Equity)	452.205	90.441
Lands and Buildings Revaluation Difference (Related with Equity)	250.494	50.099
Bank Interest Revenue Recognition Adjustment	6.633	1.327
Adjustment on Letter of Credit Interest	112.487	22.497
Amortized Cost of Debt Adjustment	4.702.011	940.402
Depreciation difference of tangible and intangible assets	6.421.313	1.284.263
Employee Termination Benefits Actuarial Difference	2.710.100	542.020
	14.655.243	**2.931.049**

Changes in the deferred tax as of June 30, 2018 and December 31, 2017 are as follows:

	January 1- June 30, 2018	January 1- December 31, 2017
Opening Balance	571.375	(3.508.765)
Deferred Tax Income /(Expenses) for The Period	(480.924)	4.080.140
Tangible Assets Revaluation Surplus and Actuarial Difference Deferred Tax Effect*	(13.682)	(18.065)
Closing Balance	**76.769**	**553.310**

*According to TAS 12, 61-a, current tax and deferred tax related with the items which are not recognised in profit or loss, are not recognised in profit or loss both in the same or different period. Therefore, current tax and deferred tax that relates to items that are recognised, in the same or a different period in other comprehensive income, shall be recognised in other comprehensive income. Deferred tax liability which is calculated by actuarial differences, is recognised in other comprehensive income.

Tax expenses as of June 30, 2018 and June 30, 2017 are as follows:

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Current Period Tax Income/(Expenses)	1.586.782	1.586.782	7.036.701	3.745.464
Deferred Tax(Profit)/ Loss	480.924	(784.936)	(4.382.081)	(3.252.041)
	2.067.706	**801.846**	**2.654.620**	**493.423**

Tax provisions as of June 30, 2018 and December 31, 2017 are as follows:

	January 1- June 30, 2018	January 1- December 31, 2017
Corporate Tax Liabilities	1.586.782	6.819.069
Prepaid Taxes and Funds	(537.749)	(7.539.166)
	1.049.033	**(720.097)**

37. EARNINGS PER SHARE

Details of earning per share as of June 30, 2018 and June 30, 2017 are as follows:

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Net Profit/(Loss) for the Period	12.426.893	10.778.614	12.586.111	3.463.899
Weighted Average Number of Ordinary Shares	82.497.848	82.497.848	82.497.848	82.497.848
Earnings Per Share	**0,1506**	**0,131**	**0,1526**	**0,042**

38. RELATED PARTY DISCLOSURES

	June 30, 2018	December 31, 2017
GFC Denizcilik ve Ticaret A.Ş.	106.460	17.357
Unay Un San. ve Tic. A.Ş.	-	81.272
Trade Receivables from Related Parties	**106.460**	**98.629**

	June 30, 2018	December 31, 2017
Unay Un San. ve Tic. A.Ş.	13.710.749	-
Notes Receivables to Related Parties	**13.710.749**	**-**

	June 30, 2018	December 31, 2017
GK Tarım Ürünleri Depoculuk A.Ş.	6.944	-
Advances Given For Purchases to Related Parties	**6.944**	**-**

	June 30, 2018	December 31, 2017
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	26.201	94.298
Fahrettin Ulusoy	6.300	-
Ulusoy Petrol Ürünleri Tic. A.Ş.	60.219	34.389
Ulusoy Çay Gıda San. ve Tic. A.Ş.	17.659	1.982
GK Tarım Ürünleri Depoculuk A.Ş.	-	70.031
Trade Payables to Related Parties	**110.379**	**200.700**

	June 30, 2018	December 31, 2017
Unay Un San. ve Tic. A.Ş.	-	12.283.559
Notes Payable to Related Parties	**-**	**12.283.559**

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Unay Un San. ve Tic. A.Ş.	18.023.596	6.697.666	21.139.819	14.187.211
Sales Income from Related Parties	**18.023.596**	**6.697.666**	**21.139.819**	**14.187.211**

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Ulusoy Çay Gıda San. ve Tic. A.Ş.	17.682	10.406	12.088	10.307
Unay Un San. ve Tic. A.Ş.	47.226.559	30.450.630	78.219.865	33.244.261
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	321.083	121.448	788.175	438.494
GK Tarım Ürünleri Depoculuk A.Ş.	395.609	197.275	152.734	23.376
GFC Denizcilik Ticaret A.Ş.	1.454	-	-	-
Purchase of Raw Material and Supplies from Related Parties	**47.962.387**	**30.779.759**	**79.172.862**	**33.716.438**

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Unay Un San. ve Tic. A.Ş.	922.794	-	358.380	173.249
GFC Denizcilik ve Ticaret A.Ş.	233.064	136.268	68.340	43.424
Other Income from Related Parties	**1.155.858**	**136.268**	**426.720**	**216.673**

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Unay Un San. ve Tic. A.Ş.	388.455	8.928	427.638	253.366
Ulusoy Petrol Ürünleri Tic. A.Ş.	24.128	12.088	26.886	14.596
General Production Expenses to Related Parties	**412.583**	**21.016**	**454.524**	**267.962**

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Unay Un San. ve Tic. A.Ş.	100.559	47.937	43.939	28.297
Ulusoy Petrol Ürünleri Tic. A.Ş.	231.524	117.785	154.871	83.058
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	-	-	18.226	-
GK Tarım Ürünleri Depoculuk A.Ş.	-	-	399	102
Marketing Expenses to Related Parties	**332.083**	**165.722**	**217.435**	**111.457**

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Ulusoy Çay Gıda San. ve Tic. A.Ş.	-	-	4.768	2.461
Ulusoy Petrol Ürünleri Tic. A.Ş.	44.814	27.150	51.898	20.498
Unay Un San. ve Tic. A.Ş.	-	-	140	-
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.	-	-	3.692	-
General Administrative Expenses to Related Parties	**44.814**	**27.150**	**60.498**	**22.959**

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Sasbaş Samsun Serbest Bölgesi Kurucu ve İşleticisi A.Ş.		-		-
GFC Denizcilik Ticaret A.Ş.	2.114	-		-
Unay Un San. ve Tic. A.Ş.	210.302	189.607	920.811	558.587
Other Expenses to Related Parties	**212.416**	**189.607**	**920.811**	**558.587**

	January 1- June 30, 2018	April 1- June 30, 2018	January 1- June 30, 2017	April 1- June 30, 2017
Unay Un San. ve Tic. A.Ş.	2.048.949	1.363.051	1.866.253	1.866.253
Financial Income from Related Parties	**2.048.949**	**1.363.051**	**1.866.253**	**1.866.253**

Top management of The Group consists of board members, general manager and department managers.

Total wage payments and other utilities to top management as of December 30, 2018 is 458.502-TL (December 31, 2017: 616.845-TL)

39. NATURE AND EXTENT OF RISK ARISING FROM FINANCIAL INSTRUMENTS

Liquidity Risk Management:

The principal responsibility related with the liquidity risk management belongs to the Board of Directors. The Board of Directors has created an appropriate liquidity risk management for the short, medium, and long term funding and liquidity requirements of The Group. The Group manages the liquidity risk by monitoring the estimated and actual cash flows on a regular basis and ensuring the continuity of adequate funds and borrowing reserve through matching the maturities of financial assets and liabilities.

Credit Risk:

The Group's credit risk primarily arises from its trade receivables. Trade receivables are evaluated by The Group's management based on prior experiences and the current economic environment, and presented in the consolidated statement of financial position on net basis after deducting allowances for doubtful receivables.

Market Risk:

Market risk arises from the probable changes in the level of interest rates, currency exchange rates or the price of securities and other financial contracts that might have an adverse financial impact.

40. FINANCIAL INSTRUMENTS (FAIR VALUE EXPLANATIONS AND EXPLANATIONS OF HEDGE ACCOUNTING)

Statement of Foreign Currency Position

Statement of Foreign Currency Position	June 30, 2018			
	TL (Its functional currency)	USD	Euro	CHF
1. Trade and Other Receivables	322.307.541	69.824.885	726.510	-
2a. Monetary Financial Asset (Include Cash and Bank Account)	117.314.448	23.642.016	940.880	981.651
2b. Non-Monetary Financial Assets	-	-	-	-
3. Futures Market Collaterals and Derivative Financial Assets	13.327.458	2.922.240		
4. Advances Given	19.355.409	3.574.241	575.297	
5. .Current Assets (1+2+3+4)	**472.304.856**	**99.963.382**	**2.242.687**	**981.651**
6. Other Non-Current Assets	-	-	-	-
7. Non-Current Assets (6)	-	-	-	-
8. Total Assets	**472.304.856**	**99.963.382**	**2.242.687**	**981.651**
9. Short and Long Term Liabilities	**596.366.120**	**126.650.473**	**3.531.853**	-
Financial Payables	116.135.333	22.832.566	2.260.765	-
Trade and Other Payables	471.713.751	102.822.335	522.099	-
Advances Collected	8.517.036	995.572	748.989	-
10. Total Liabilities	**596.366.120**	**126.650.473**	**3.531.853**	-

Statement of Foreign Currency Position

	December 31, 2017		
	TL (Its functional currency)	USD	Euro
1. Trade and Other Receivables	194.148.948	51.308.374	137.060
2a. Monetary Financial Asset (Include Cash and Bank Account)	94.009.515	24.704.575	182.998
2b. Non-Monetary Financial Assets			
3. Futures Market Collaterals and Derivative Financial Assets	5.569.834	1.476.665	-
4. Advances Given	20.046.801	5.314.775	-
5. .Current Assets (1+2+3+4)	**313.775.098**	**82.804.389**	**320.058**
6. Other Non-Current Assets	-	-	-
7. Non-Current Assets (6)	-	-	-
8. Total Assets	**313.775.098**	**82.804.389**	**320.058**
9. Short and Long Term Liabilities	**551.271.918**	**140.992.849**	**4.309.820**
Loans	126.325.757	28.378.320	4.270.971
Leasing Receivables	9.127.950	2.419.987	-
Trade and Other Payables	391.447.366	103.772.236	6.394
Derivative Financial Liabilities	1.330.043	352.619	-
Advances Collected	23.040.802	6.069.687	32.455
10. Total Liabilities	**551.271.918**	**140.992.849**	**4.309.820**

Foreign Currency Sensitivity Analysis

	June 30, 2018	
	Profit/Loss	
	Appreciation of foreign currency	Depreciation of foreign currency
Change in 10% of USD Against TL		
1- Net USD Asset/Liability		
2- USD Hedging (-)	(12.171.181)	12.171.181
3- Net USD Effect (1+2)	**(12.171.181)**	**12.171.181**
Change in 10% of EURO Against TL		
4- Net Euro Asset/Liability		
5- Euro Hedging (-)	(684.444)	684.444
6- Net Euro Effect (4+5)	**(684.444)**	**684.444**

Foreign Currency Sensitivity Analysis		
	December 31, 2017	
		Profit/Loss
	Appreciation of foreign currency	Depreciation of foreign currency
	Change in 10% of USD Against TL	
1- Net USD Asset/Liability	(21.948.105)	21.948.105
2- USD Hedging (-)	-	-
3- Net USD Effect (1+2)	**(21.948.105)**	**21.948.105**
	Change in 10% of EURO Against TL	
4- Net Euro Asset/Liability	(1.801.577)	1.801.577
5- Euro Hedging (-)	-	-
6- Net Euro Effect (4+5)	**(1.801.577)**	**1.801.577**

Credit Risk

	Receivables						
	Trade Receivables		Other Receivables				
June 30, 2018	Related Party	Other Party	Related Party	Other Party	Deposits	Derivative Instruments	Other
Maximum credit risk as of reporting dates (A+B+C+D+E)	**13.817.209**	**490.165.870**	**-**	**1.652.799**	**166.354.401**	**13.327.458**	**40.260.012**
- The part of maximum is under guarantee with collateral	-	-	-	-	-	-	-
A. Carrying value of financial assets that not past due nor impaired	13.817.209	490.165.870	-	1.652.799	166.354.401	13.327.458	40.260.012
B. Net book value of financial assets that terms are reassessed, if not accepted as past due or impaired	-	-	-	-	-	-	-
C. Carrying value of financial assets that past due not impaired	-	-	-	-	-	-	-
- The part under guarantee with collateral etc.	-	-	-	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-	-	-
- Past due (gross book value)	-	10.801.020	-	-	-	-	-
- Impairment (-)	-	(10.801.020)	-	-	-	-	-
- The part of net value under guarantee with collateral etc.	-	-	-	-	-	-	-
- Not past due (gross book value)	-	-	-	-	-	-	-
- Impairment (-)	-	-	-	-	-	-	-
- The part of net value under guarantee with collateral etc.	-	-	-	-	-	-	-
E. Off balance sheet items that include credit risk	-	-	-	-	-	-	-

	Receivables						
	Trade Receivables		Other Receivables				
December 31, 2017	**Related Party**	**Other Party**	**Related Party**	**Other Party**	**Deposits**	**Derivative Instruments**	**Other**
Maximum credit risk as of reporting dates (A+B+C+D+E)	**98.629**	**340.519.906**	**-**	**2.114.141**	**140.341.147**	**5.569.834**	**54.562.310**
- The part of maximum is under guarantee with collateral	-	-	-	-	-	-	-
A. Carrying value of financial assets that not past due nor impaired	98.629	340.519.906	-	2.114.141	140.341.147	5.569.834	54.562.310
B. Net book value of financial assets that terms are reassessed, if not accepted as past due or impaired	-	-	-	-	-	-	-
C. Carrying value of financial assets that past due not impaired	-	-	-	-	-	-	-
- The part under guarantee with collateral etc.	-	-	-	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-	-	-
- Past due (gross book value)	-	5.427.384	-	678.942	-	-	-
- Impairment (-)	-	(5.427.384)	-	(678.942)	-	-	-
- The part of net value under guarantee with collateral etc.	-	-	-	-	-	-	-
- Not past due (gross book value)	-	-	-	-	-	-	-
- Impairment (-)	-	-	-	-	-	-	-
- The part of net value under guarantee with collateral etc.	-	-	-	-	-	-	-
E. Off balance sheet items that include credit risk	-	-	-	-	-	-	-

Liquidity Risk

June 30, 2018 **Maturities Based on Agreement** **Non Derivative Financial Liabilities**	**Book Value**	**Cash Outflow According to Contract**	**Less Than 3 Month**	**3-12 Month**	**1-5 Year**	**More Than 5 Years**
Financial Liabilities	210.826.692	210.826.692	16.852.512	98.860.105	95.114.075	-
Debt Securities Issuance	-	-	-	-	-	-
Trade Payables	478.189.585	478.189.585	56.776.821	421.412.764	-	-
Other Payables	149.832	149.832	-	149.832	-	-

December 31, 2017 Maturities Based on Agreement Non Derivative Financial Liabilities	Book Value	Cash Outflow According to Contract	Less Than 3 Month	3-12 Month	1-5 Year	More Than 5 Years
Financial Liabilities	219.344.902	219.344.902	72.822.386	67.116.921	79.405.595	-
Debt Securities Issuance	-	-	-	-	-	-
Trade Payables	406.112.570	406.112.570	136.133.097	269.979.473	-	-
Other Payables	68.889	68.889	-	68.889	-	-

	Receivables				
June 30, 2018	Trade Receivables	Other Receivables	Deposits	Derivative Instruments	Other
1-30 days overdue	-	-	-	-	-
1-3 months overdue	-	-	-	-	-
3-12 months overdue	5.373.635	-	-	-	-
1-5 years overdue	5.427.385	-	-	-	-
More than 5 years overdue	-	-	-	-	-

	Receivables				
December 31, 2017	Trade Receivables	Other Receivables	Deposits	Derivative Instruments	Other
1-30 days overdue	-	-	-	-	-
1-3 months overdue	-	-	-	-	-
3-12 months overdue	199.003	-	-	-	-
1-5 years overdue	5.228.381	678.942	-	-	-
More than 5 years overdue	-	-	-	-	-

Fair Value of Financial Instruments

The Group classifies financial instruments reflected at fair value in the financial statements using three level hierarchy according to the source of valuation inputs of each class of financial instruments.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices);

Level 3: Inputs for the asset or liability that is not based on observable market data (unobservable inputs).

Financial Assets (June 30, 2018	Level 1	Level 2	Level 3
Derivative Assets	-	13.327.458	-
Short Term Financial Investments	1.279.484	-	-

Interest Position and Related Sensitivity Analysis

Fixed Interest Financial Instruments	January 1- June 30, 2018	January 1- December 31, 2017
Cash and Cash Equivalents (Term Deposits)	123.926.787	105.146.223
Financial Liabilities	210.826.692	219.344.902

As of June 30, 2018 and December 31, 2017, the Company has fixed interest rate bank deposits and fixed interest rate financial liabilities. The Company do not subject to variable interest rates.

41. SUBSEQUENT EVENTS

None.

42. OTHER MATTERS THAT MAY AFFECT THE FINANCIAL STATEMENTS TO A SIGNIFICANT EXTENT OR MATTERS WHICH ARE REQUIRED TO BE EXPLAINED IN ORDER FOR THE FINANCIAL STATEMENTS TO BE CLEAR, INTERPRETABLE AND UNDERSTANDABLE

None.