

AKSIGORTA A.Ş.

CONVENIENCE TRANSLATION OF THE BALANCE SHEET AT DECEMBER 31, 2015

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

AKSIGORTA ANONİM ŞİRKETİ			
DETAILED BALANCE SHEET			
ASSETS			
I- CURRENT ASSETS	Note	Audited Current Period (31/12/2015)	Audited Previous Period (31/12/2014)
A- Cash and Cash Equivalents		551.303.762	819.757.469
1- Cash		-	-
2- Cheques Received		-	-
3- Banks	14	374.800.368	623.405.482
4- Cheques Given and Payment Orders (-)		-	-
5- Receivables From Credit Cards with Bank Guarantee Due Less Than Three Months	14	176.503.394	196.351.987
6- Other Cash and Cash Equivalents		-	-
B- Financial Assets and Investments with Risks on Policy Holders	11.1	686.053.937	278.999.622
1- Financial Assets Available for Sale	11.1	678.300.658	271.703.627
2- Financial Assets Held to Maturity		-	-
3- Financial Assets Held for Trading	11.1	-	-
4- Loans		-	-
5- Provision for Loans (-)		-	-
6- Investments with Risks on Policy Holders	11.1	7.753.279	7.295.995
7- Equity Shares		-	-
8- Impairment in Value of Financial Assets (-)		-	-
C- Receivables From Main Operations	12.1	397.936.342	324.806.900
1- Receivables From Insurance Operations	12.1	396.437.558	323.102.389
2- Provision for Receivables From Insurance Operations (-)	12.1	(9.860.324)	(2.135.354)
3- Receivables From Reinsurance Operations		-	-
4- Provision for Receivables From Reinsurance Operations (-)	12.1	-	-
5- Cash Deposited For Insurance & Reinsurance Companies	12.1	30.954	30.954
6- Loans to Policyholders		-	-
7- Provision for Loans to Policyholders (-)		-	-
8- Receivables from Pension Operation		-	-
9- Doubtful Receivables From Main Operations	12.1	71.388.831	64.075.809
10- Provisions for Doubtful Receivables From Main Operations (-)	12.1	(60.060.677)	(60.266.898)
D- Due from Related Parties		80.678	71.723
1- Due from Shareholders		-	-
2- Due from Affiliates		-	-
3- Due from Subsidiaries		-	-
4- Due from Joint Ventures		-	-
5- Due from Personnel		-	-
6- Due from Other Related Parties	45	80.678	71.723
7- Rediscount on Receivables Due from Related Parties (-)		-	-
8- Doubtful Receivables Due from Related Parties		-	-
9- Provisions for Doubtful Receivables Due from Related Parties (-)		-	-
E- Other Receivables		7.315.908	7.880.125
1- Leasing Receivables		-	-
2- Unearned Leasing Interest Income (-)		-	-
3- Deposits and Guarantees Given		376.422	167.026
4- Other Receivables	47	6.939.486	7.713.099
5- Discount on Other Receivables (-)		-	-
6- Other Doubtful Receivables		-	-
7- Provisions for Other Doubtful Receivables (-)		-	-
F- Prepaid Expenses and Income Accruals	4.2.2	123.513.895	133.164.145
1- Deferred Commission Expenses		120.698.665	128.065.399
2- Accrued Interest and Rent Income		-	-
3- Income Accruals		276.048	-
4- Other Prepaid Expenses	47	2.539.182	5.098.746
G- Other Current Assets	4.2.2	5.458.704	6.510.652
1- Inventories		22	22
2- Prepaid Taxes and Funds	4.2.2	5.241.964	6.284.761
3- Deferred Tax Assets		-	-
4- Business Advances		168.635	121.896
5- Advances Given to Personnel		48.083	103.973
6- Stock Count Differences		-	-
7- Other Current Assets		-	-
8- Provision for Other Current Assets (-)		-	-
I- Total Current Assets		1.771.663.226	1.571.190.636

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

AKSİGORTA A.Ş.

CONVENIENCE TRANSLATION OF THE BALANCE SHEET AT DECEMBER 31, 2015

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

AKSİGORTA ANONİM ŞİRKETİ			
DETAILED BALANCE SHEET			
ASSETS			
II- NON CURRENT ASSETS	Note	Audited	Audited
		Current Period	Previous Period
		(31/12/2015)	(31/12/2014)
A- Receivables From Main Operations		-	-
1- Receivables From Insurance Operations		-	-
2- Provision for Receivables From Insurance Operations (-)		-	-
3- Receivables From Reinsurance Operations		-	-
4- Provision for Receivables From Reinsurance Operations (-)		-	-
5- Cash Deposited for Insurance & Reinsurance Companies		-	-
6- Loans to Policyholders		-	-
7- Provision for Loans to Policyholders (-)		-	-
8- Receivables From Pension Operations		-	-
9- Doubtful Receivables from Main Operations		-	-
10- Provision for Doubtful Receivables from Main Operations		-	-
B- Due from Related Parties		-	-
1- Due from Shareholders		-	-
2- Due from Affiliates		-	-
3- Due from Subsidiaries		-	-
4- Due from Joint Ventures		-	-
5- Due from Personnel		-	-
6- Due from Other Related Parties		-	-
7- Discount on Receivables Due from Related Parties (-)		-	-
8- Doubtful Receivables Due from Related Parties		-	-
9- Provisions for Doubtful Receivables Due from Related Parties (-)		-	-
C- Other Receivables		-	-
1- Leasing Receivables		-	-
2- Unearned Leasing Interest Income (-)		-	-
3- Deposits and Guarantees Given		-	-
4- Other Receivables		-	-
5- Discount on Other Receivables (-)		-	-
6- Other Doubtful Receivables		-	-
7- Provisions for Other Doubtful Receivables (-)		-	-
D- Financial Assets		7.961.251	7.961.251
1- Investments In Associates		-	-
2- Affiliates	9, 11.4	30.116.653	30.116.653
3- Capital Commitments to Affiliates (-)		-	-
4- Subsidiaries		-	-
5- Capital Commitments to Subsidiaries (-)		-	-
6- Joint Ventures		-	-
7- Capital Commitments to Joint Ventures (-)		-	-
8- Financial Assets and Investments with Risks on Policy Holders		-	-
9- Other Financial Assets		-	-
10- Diminution in Value of Financial Assets (-)	4,2,2, 11.4	(22.155.402)	(22.155.402)
E- Tangible Fixed Assets		26.619.443	25.369.620
1- Investment Properties	7	80.126	541.121
2- Diminution in Value for Investment Properties (-)		-	-
3- Owner Occupied Properties	6	1.598.569	2.465.348
4- Machinery and Equipments		-	-
5- Furnitures and Fixtures	6	16.510.365	14.476.330
6- Vehicles	6	-	-
7- Other Tangible Assets (Including Leasehold Improvements)	6	20.034.606	18.312.709
8- Leased Tangible Fixed Assets	6	351.395	351.395
9- Accumulated Depreciation (-)	6, 7	(11.962.994)	(10.805.787)
10- Advances Paid for Tangible Fixed Assets (Including Construction In Progresses)		7.376	28.504
F- Intangible Fixed Assets		33.994.538	25.850.207
1- Rights	8	52.085.155	28.879.266
2- Goodwill		-	-
3- Establishment Costs		-	-
4- Research and Development Expenses		-	-
6- Other Intangible Assets		-	-
7- Accumulated Amortizations (-)	8	(20.757.045)	(15.246.083)
8- Advances Regarding Intangible Assets	8	2.666.428	12.217.024
G- Prepaid Expenses and Income Accruals		249.184	1.784.100
1- Deferred Commission Expenses		-	-
2- Accrued Interest and Rent Income		-	-
3- Other Prepaid Expenses	47	249.184	1.784.100
H- Other Non-current Assets		39.211.885	9.024.367
1- Effective Foreign Currency Accounts		-	-
2- Foreign Currency Accounts		-	-
3- Inventories		-	-
4- Prepaid Taxes and Funds		-	-
5- Deferred Tax Assets	35	39.211.885	9.024.367
6- Other Non-current Assets		-	-
7- Other Non-current Assets Amortization (-)		-	-
8- Provision for Other Non-current Assets (-)		-	-
II- Total Non-current Assets		108.036.301	69.989.545
TOTAL ASSETS (I+II)		1.879.699.527	1.641.180.181

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

AKSİGORTA A.Ş.

CONVENIENCE TRANSLATION OF THE BALANCE SHEET AT DECEMBER 31, 2015

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

AKSİGORTA ANONİM ŞİRKETİ			
DETAILED BALANCE SHEET			
LIABILITIES			
III- SHORT TERM LIABILITIES	Note	Audited	
		Current Period	Previous Period
		(31/12/2015)	(31/12/2014)
A- Borrowings		137.458.200	-
1- Loans to Financial Institutions		-	-
2- Finance Lease Payables		-	-
3- Deferred Finance Lease Borrowing Costs (-)		-	-
4- Current Portion of Long Term Borrowings		-	-
5- Principal, Installments and Interests on Issued Bills (Bonds)		-	-
6- Other Financial Assets Issued		-	-
7- Value Differences on Issued Financial Assets (-)		-	-
8- Other Financial Borrowings (Liabilities)	13,14	137.458.200	-
B- Payables From Main Operations	19,1	175.054.091	108.035.614
1- Payables Due to Insurance Operations	19,1	175.054.091	108.035.614
2- Payables Due to Reinsurance Operations		-	-
3- Cash Deposited by Insurance & Reinsurance Companies		-	-
4- Payables Due to Pension Operations		-	-
5- Payables from Other Operations		-	-
6- Rediscount on Other Payables From Main Operations (-)		-	-
C- Due to Related Parties		42.777	344.736
1- Due to Shareholders		1.143	1.145
2- Due to Affiliates		-	-
3- Due to Subsidiaries		-	-
4- Due to Joint Ventures		-	-
5- Due to Personnel		41.634	343.591
6- Due to Other Related Parties		-	-
D- Other Payables	19,1	37.639.614	39.282.651
1- Deposits and Guarantees Received		-	-
2- Due to SSI regarding Treatment Expenses	19,1	6.356.378	10.522.958
3- Other Payables	19,1	31.283.236	28.759.693
4- Discount on Other Payables (-)		-	-
E- Insurance Technical Reserves		1.054.437.950	880.164.352
1- Unearned Premiums Reserve - Net	20	510.667.337	566.154.357
2- Unexpired Risk Reserves - Net	20	16.354.138	10.218.793
3- Mathematical Reserves - Net		-	-
4- Outstanding Claims Reserve - Net	4,1, 20	526.216.475	303.791.202
5- Provision for Bonus and Discounts - Net	20	1.200.000	-
6- Other Technical Reserves - Net		-	-
F- Taxes and Other Liabilities and Relevant Provisions		13.187.297	14.507.838
1- Taxes and Dues Payable		11.743.271	11.494.317
2- Social Security Premiums Payable	23,1	1.439.049	1.327.563
3- Overdue, Deferred or By Installment Taxes and Other Liabilities		-	-
4- Other Taxes and Liabilities		4.977	4.977
5- Corporate Tax Liability Provision on Period Profit	35	-	7.541.703
6- Prepaid Taxes and Other Liabilities on Period Profit (-)	35	-	(5.860.722)
7- Provisions for Other Taxes and Liabilities		-	-
G- Provisions for Other Risks		20.687.893	17.924.032
1- Provision for Employment Termination Benefits		-	-
2- Pension Fund Deficit Provision		-	-
3- Provisions for Costs	19,1, 23,4	20.687.893	17.924.032
H- Deferred Income and Expense Accruals	19,1	35.555.383	29.577.467
1- Deferred Commission Income	19,1	35.555.383	29.577.467
2- Expense Accruals		-	-
3- Other Deferred Income		-	-
I- Other Short Term Liabilities		235	-
1- Deferred Tax Liability		-	-
2- Inventory Count Differences		-	-
3- Other Short Term Liabilities		235	-
III - Total Short Term Liabilities		1.474.063.440	1.089.836.690

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

AKSİGORTA A.Ş.

**CONVENIENCE TRANSLATION OF THE BALANCE SHEET
AT DECEMBER 31, 2015**

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

AKSİGORTA ANONİM ŞİRKETİ			
DETAILED BALANCE SHEET			
LIABILITIES			
IV- LONG TERM LIABILITIES	Note	Audited Current Period (31/12/2015)	Audited Previous Period (31/12/2014)
A- Borrowings		-	-
1- Loans to Financial Institutions		-	-
2- Finance Lease Payables		-	-
3- Deferred Finance Lease Borrowing Costs (-)		-	-
4- Bonds Issued		-	-
5- Other Issued Financial Assets		-	-
6- Value Differences on Issued Financial Assets (-)		-	-
7- Other Financial Borrowings (Liabilities)		-	-
B- Payables From Main Operations		-	-
1- Payables Due to Insurance Operations		-	-
2- Payables Due to Reinsurance Operations		-	-
3- Cash Deposited by Insurance & Reinsurance Companies		-	-
4- Payables Due to Pension Operations		-	-
5- Payables from Other Operations		-	-
6- Discount on Other Payables From Main Operations (-)		-	-
C- Due to Related Parties		-	-
1- Due to Shareholders		-	-
2- Due to Affiliates		-	-
3- Due to Subsidiaries		-	-
4- Due to Joint Ventures		-	-
5- Due to Personnel		-	-
6- Due to Other Related Parties		-	-
D- Other Payables		-	-
1- Deposits and Guarantees Received		-	-
2- Due to SSI regarding Treatment Expenses		-	-
3- Other Payables		-	-
4- Discount on Other Payables (-)		-	-
E- Insurance Technical Reserves		50.522.208	40.549.290
1- Unearned Premiums Reserve - Net		-	-
2- Unexpired Risk Reserves - Net		-	-
3- Mathematical Reserves - Net	17,2, 20	1.910.495	1.972.202
4- Outstanding Claims Reserve - Net		-	-
5- Provision for Bonus and Discounts - Net		-	-
6- Other Technical Reserves - Net	20	48.611.713	38.577.088
F- Other Liabilities and Provisions		-	-
1- Other Liabilities		-	-
2- Overdue, Deferred or By Installment Other Liabilities		-	-
3- Other Liabilities and Expense Accruals		-	-
G- Provisions for Other Risks		6.474.170	2.813.302
1- Provision for Employment Termination Benefits	22	6.474.170	2.813.302
2- Provisions for Employee Pension Fund Deficits		-	-
H- Deferred Income and Expense Accruals		-	-
1- Deferred Commission Income		-	-
2- Expense Accruals		-	-
3- Other Deferred Income		-	-
I- Other Long Term Liabilities		-	-
1- Deferred Tax Liability		-	-
2- Other Long Term Liabilities		-	-
IV- Total Long Term Liabilities		56.996.378	43.362.592

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

AKSİGORTA A.Ş.

CONVENIENCE TRANSLATION OF THE BALANCE SHEET AT DECEMBER 31, 2015

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

AKSİGORTA ANONİM ŞİRKETİ			
DETAILED BALANCE SHEET			
SHAREHOLDERS' EQUITY			
V- SHAREHOLDERS' EQUITY	Note	Audited Current Period (31/12/2015)	Audited Previous Period (31/12/2014)
A- Paid in Capital		306.000.000	306.000.000
1- (Nominal) Capital	15	306.000.000	306.000.000
2- Unpaid Capital (-)		-	-
3- Positive Inflation Adjustment on Capital		-	-
4- Negative Inflation Adjustment on Capital (-)		-	-
5- Unregistered Capital		-	-
B- Capital Reserves		95.377.201	91.155.206
1- Equity Share Premiums		-	-
2- Cancellation Profits of Equity Shares		-	-
3- Profit on Sale to be Transferred to Capital		95.377.201	91.155.206
4- Translation Reserves		-	-
5- Other Capital Reserves		-	-
C- Profit Reserves		83.194.917	80.205.060
1- Legal Reserves		83.064.172	80.665.151
2- Statutory Reserves		62	62
3- Extraordinary Reserves		26.666	-
4- Special Funds (Reserves)	22, 34,5	6.050.009	377.964
5- Revaluation of Financial Assets	11,6, 16,1	(5.945.992)	(838.117)
6- Other Profit Reserves		-	-
D- Previous Years' Profits		13.151	13.151
1- Previous Years' Profits		13.151	13.151
E- Previous Years' Losses (-)		-	-
1- Previous Years' Losses		-	-
F- Net Profit of the Period		(135.945.560)	30.607.482
1- Net Profit of the Period		-	26.385.487
2- Net Loss of the Period (-)		(135.945.560)	-
3- Net Income not subject to distribution		-	4.221.995
Total Shareholders' Equity		348.639.709	507.980.899
Total Liabilities and Shareholders' Equity (III+IV+V)		1.879.699.527	1.641.180.181

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

CONVENIENCE TRANSLATION OF THE STATEMENT OF INCOME FOR THE PERIOD JANUARY 1 – DECEMBER 31, 2015

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

AKSIGORTA ANONİM ŞİRKETİ DETAILED INCOME STATEMENT			
I-TECHNICAL PART	Note	Audited	Audited
		Current Period 01/01/2015-31/12/2015	Previous Period 01/01/2014-31/12/2014
A- Non-Life Technical Income		1.268.490.436	1.278.176.900
1- Earned Premiums (Net of Reinsurer Share)		1.157.208.324	1.190.007.305
1.1 - Written Premiums (Net of Reinsurer Share)	24	1.104.665.096	1.217.961.897
1.1.1 - Gross Written Premiums (+)		1.622.170.866	1.713.593.950
1.1.2 - Ceded Premiums to Reinsurers (-)	17.16	(511.068.367)	(476.015.245)
1.1.3 - Ceded Premiums to SSI (-)	17.16	(6.437.403)	(19.616.808)
1.2 - Change in Unearned Premiums Reserve (Net of Reinsurers Shares and Reserves Carried Forward) (+/-)		58.678.573	(26.925.437)
1.2.1 - Unearned Premiums Reserve (-)		(456.698)	(69.380.417)
1.2.2 - Reinsurance Share of Unearned Premiums Reserve (+)	17.16	67.375.527	48.010.890
1.2.3 - SSI of Unearned Premiums Reserve (+)	17.16	(8.240.256)	(5.555.910)
1.3 - Changes in Unexpired Risks Reserve (Net of Reinsurer Share and Reserves Carried Forward)(+/-)		(6.135.345)	(1.029.155)
1.3.1 - Unexpired Risks Reserve (-)		(4.273.891)	11.732.578
1.3.2 - Reinsurance Share of Unexpired Risks Reserve (+)	17.16	(1.861.454)	(12.761.733)
2- Investment Income Transferred from Non-Technical Part		101.800.005	73.387.316
3- Other Technical Income (Net of Reinsurer Share)		3.708.492	-
3.1 - Gross Other Technical Income (+)		3.708.492	-
3.2 - Reinsurance Share of Other Technical Income (-)		-	-
4- Accrued Subrogation and Salvage Income (+)		5.773.615	14.782.279
B- Non-Life Technical Expense (-)		(1.417.017.569)	(1.235.988.616)
1- Total Claims (Net of Reinsurer Share)		(1.032.037.678)	(862.897.957)
1.1- Claims Paid (Net of Reinsurer Share)		(811.385.147)	(774.772.082)
1.1.1 - Gross Claims Paid (-)		(940.777.726)	(883.985.433)
1.1.2 - Reinsurance Share of Claims Paid (+)	17.16	129.392.579	109.213.351
1.2 - Changes in Outstanding Claims Reserve (Net of Reinsurer Share and Reserves Carried Forward) (+/-)	29	(220.652.531)	(88.125.875)
1.2.1 - Outstanding Claims Reserve (-)		(253.372.909)	(100.106.191)
1.2.2 - Reinsurance Share of Outstanding Claims Reserve (+)	17.16	32.720.378	11.980.316
2- Changes in Bonus and Discount Reserve (Net of Reinsurer Share and Reserves Carried Forward) (+/-)		(1.200.000)	-
2.1 - Bonus and Discount Reserve (-)	20	(1.200.000)	-
2.2 - Reinsurance Share of Bonus and Discount Reserve (+)	20	-	-
3- Changes in Other Technical Reserves (Net of Reinsurer Share and Reserves Carried Forward) (+/-)		(10.034.625)	(7.853.134)
4- Operating Expenses (-)	32	(333.082.676)	(324.707.086)
5- Changes in Mathematical Reserves (Net of Reinsurer Share and Reserves Carried Forward) (+/-)		-	-
5.1- Mathematical Reserves (-)		-	-
5.2- Reinsurance Share of Mathematical Reserves (+)		-	-
6- Other Technical Expenses (-)		(40.662.590)	(40.530.439)
6.1- Gross Other Technical Expenses (-)		(40.662.590)	(40.530.439)
6.2- Reinsurance Share of Other Technical Expenses (+)		-	-
C- Non Life Technical Net Profit (A-B)		(148.527.133)	42.188.284
D- Life Technical Income		250.360	136.229
1- Earned Premiums (Net of Reinsurer Share)		12.184	17.711
1.1 - Written Premiums (Net of Reinsurer Share)	24	12.322	17.722
1.1.1 - Gross Written Premiums (+)		15.288	21.536
1.1.2 - Ceded Premiums to Reinsurers (-)	17.16	(2.966)	(3.814)
1.2 - Change in Unearned Premiums Reserve (Net of Reinsurers Shares and Reserves Carried Forward) (+/-)		(138)	(11)
1.2.1 - Unearned Premium Reserves (-)		35	860
1.2.2 - Unearned Premium Reserves Reinsurer Share (+)	17.16	(173)	(871)
1.3 - Changes in Unexpired Risks Reserve (Net of Reinsurer Share and Reserves Carried Forward)(+/-)		-	-
1.3.1 - Unexpired Risks Reserves (-)		-	-
1.3.2 - Unexpired Risks Reserves Reinsurer Share (+)		-	-
2- Life Branch Investment Income		241.489	285.658
3- Unrealized Income from Investments		-	-
4- Other Technical Income (Net of Reinsurer Share) (+/-)		(3.313)	(167.140)
4.1 - Gross Other Technical Income (+/-)		(3.313)	(167.140)
4.2 - Reinsurance Share of Other Technical Income (+/-)		-	-
5- Accrued Subrogation and Salvage Income (+)		-	-
E- Life Technical Expense		(461.838)	(698.321)
1- Total Claims (Net of Reinsurer Share)		(267.741)	(454.219)
1.1- Claims Paid (Net of Reinsurer Share)		(473.468)	(498.001)
1.1.1- Gross Claims Paid (-)		(473.468)	(498.001)
1.1.2- Claims Paid Reinsurer Share (+)		-	-
1.2 - Changes in Outstanding Claims Provisions (Net of Reinsurer Share and Reserves Carried Forward) (+/-)	29	205.727	43.782
1.2.1 - Outstanding Claims Reserve (-)		205.727	43.829
1.2.2 - Reinsurance Share of Outstanding Claims Reserve (+)	17.16	-	(47)
2- Changes in Bonus and Discount Reserve (Net of Reinsurer Share and Reserves Carried Forward) (+/-)		-	-
2.1 - Bonus and Discount Reserve (-)		-	-
2.2 - Reinsurance Share of Bonus and Discount Reserve (+)		-	-
3- Changes in Mathematical Reserves (Net of Reinsurer Share and Reserves Carried Forward) (+/-)		61.918	216.190
3.1- Mathematical Reserves (-)		61.707	216.017
3.1.1- Actuarial Mathematical Reserve (-)		259.973	422.767
3.1.2- Profit Share Reserve (Reserves for Life Insurance Policies Including Investment Risk) (-)		(198.266)	(206.750)
3.2- Reinsurer Share of Mathematical Reserves (+)		211	173
3.2.1- Reinsurance Share of Actuarial Mathematical Reserve (+)		211	173
3.2.2- Reinsurance Share of Profit Share Reserve (Reserves for Life Insurance Policies Including Investment Risk)		-	-
4- Changes in Other Technical Reserves (Net of Reinsurer Share and Reserves Carried Forward) (+/-)	20	-	-
5- Operating Expenses (-)	32	(256.015)	(451.935)
6- Investment Expenses (-)		-	-
7- Unrealized Losses from Investments (-)		-	-
8- Investment Income Transferred to Non- Technical Part (-)		-	(8.357)
F- Life Technical Profit (D-E)		(211.478)	(562.092)
G- Individual Retirement Technical Income			
1- Fund Management Fee		-	-
2- Management Fee Deduction		-	-
3- Initial Contribution Fee		-	-
4- Management Fee In Case Of Temporary Suspension		-	-
5- Withholding tax		-	-
6- Increase in Market Value of Capital Commitment Advances		-	-
7- Other Technical Income		-	-
H- Individual Retirement Technical Expense			
1- Fund Management Expenses (-)		-	-
2- Decrease in Market Value of Capital Commitment Advances (-)		-	-
3- Operating Expenses (-)		-	-
4- Other Technical Expense (-)		-	-
I- Individual Retirement Technical Profit (G-H)			

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

AKSİGORTA A.Ş.

CONVENIENCE TRANSLATION OF THE STATEMENT OF INCOME FOR THE PERIOD JANUARY 1 – DECEMBER 31, 2015

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

AKSİGORTA ANONİM ŞİRKETİ			
DETAILED INCOME STATEMENT			
I-NON TECHNICAL PART	Note	Audited	Audited
		Current Period 01/01/2015-31/12/2015	Previous Period 01/01/2014-31/12/2014
C- Non Life Technical Profit (A-B)		(148.527.133)	42.188.284
F- Life Technical Profit (D-E)		(211.478)	(562.092)
I- Individual Retirement Technical Profit (G-H)		-	-
J- Total Technical Profit (C+F+I)		(148.738.611)	41.626.192
K- Investment Income		232.885.908	128.169.257
1- Income From Financial Investment	26	43.907.815	51.891.237
2- Income from Sales of Financial Investments	26	5.468.124	2.152.607
3- Revaluation of Financial Investments	26	6.917.919	20.489.470
4- Foreign Exchange Gains	36	138.098.133	43.807.663
5- Income from Affiliates		-	-
6- Income from Subsidiaries and Joint Ventures		-	-
7- Income Received from Land and Building	26	-	155.949
8- Income from Derivatives	13	38.493.917	9.663.974
9- Other Investments		-	-
10- Investment Income transferred from Life Technical Part		-	8.357
L- Investment Expenses (-)		(234.712.893)	(115.441.261)
1- Investment Management Expenses (including interest) (-)		-	-
2- Valuation Allowance of Investments (-)		-	-
3- Losses On Sales of Investments (-)		-	-
4- Investment Income Transferred to Life Technical Part (-)		(101.800.005)	(73.387.316)
5- Losses from Derivatives (-)		-	-
6- Foreign Exchange Losses (-)	36	(123.847.258)	(37.383.268)
7- Depreciation Expenses (-)	5	(9.065.630)	(4.670.677)
8- Other Investment Expenses (-)		-	-
M- Other Income and Expenses (+/-)	47	14.620.036	(16.205.003)
1- Provisions Account (+/-)	47	(12.181.358)	(15.698.586)
2- Discount account (+/-)	47	-	-
3- Mandatory Earthquake Insurance Account (+/-)	47	622.352	483.204
4- Inflation Adjustment Account (+/-)		-	-
5- Deferred Tax Asset Accounts(+/-)	35	30.328.559	(168.869)
6- Deferred Tax Expense Accounts (-)		-	-
7- Other Income and Revenues	47	453.747	6.707.228
8- Other Expense and Losses (-)	47	(5.521.719)	(7.527.980)
9- Prior Period Income	47	918.455	-
10- Prior Period Losses (-)		-	-
N- Net Profit / (Loss)		(135.945.560)	30.607.482
1- Profit /(Loss) Before Tax		(135.945.560)	38.149.185
2- Corporate Tax Liability Provision (-)	35	-	(7.541.703)
3- Net Profit (Loss)		(135.945.560)	30.607.482
4- Inflation Adjustment Account		-	-

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

AKSİGORTA A.Ş.

CONVENIENCE TRANSLATION OF THE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD JANUARY 1 – DECEMBER 31, 2015

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

AKSİGORTA ANONİM ŞİRKETİ
STATEMENT OF CHANGES IN EQUITY
(Audited)

TL

CURRENT PERIOD	Capital	Equity Shares Owned by the Company (-)	Revaluation of Financial Assets	Inflation Adjustment on Capital	Translation Reserves	Legal Reserves	Statutory Reserves	Other Reserves and Retained Earnings	Net Profit/(Loss) for the Period	Previous Years' Profit/(Loss)	Total
I - Closing Balance of Prior Period (31/12/2014)	306.000.000	-	(838.117)	-	-	80.665.151	62	91.533.170	30.607.482	13.151	507.980.899
II - Amendments in Accounting Policy	-	-	-	-	-	-	-	-	-	-	-
III - Current Balance (I + II) (01/01/2015)	306.000.000	-	(838.117)	-	-	80.665.151	62	91.533.170	30.607.482	13.151	507.980.899
A- Capital increase (A1 + A2)	-	-	-	-	-	-	-	-	-	-	-
1- Cash	-	-	-	-	-	-	-	-	-	-	-
2- Internal sources	-	-	-	-	-	-	-	-	-	-	-
B- Equity shares purchased by the company	-	-	-	-	-	-	-	-	-	-	-
C- Income / (expense) recognized directly in the equity	-	-	-	-	-	-	-	-	-	-	-
D- Revaluation of financial assets (Note 16.1)	-	-	(5.107.875)	-	-	-	-	-	-	-	(5.107.875)
E- Translation reserves	-	-	-	-	-	-	-	-	-	-	-
F- Other income / (expenses)	-	-	-	-	-	-	-	5.672.045	-	-	5.672.045
G- Inflation adjustment differences	-	-	-	-	-	-	-	-	-	-	-
H- Period net profit (Note 37)	-	-	-	-	-	-	-	-	(135.945.560)	-	(135.945.560)
I- Dividend distributed	-	-	-	-	-	-	-	-	-	(23.959.800)	(23.959.800)
J- Transfer	-	-	-	-	-	2.399.021	-	4.248.661	(30.607.482)	23.959.800	-
II- Closing Balance (31/12/2015) (I+ A+B+C+D+E+F+G+H+I+J)	306.000.000	-	(5.945.992)	-	-	83.064.172	62	101.453.876	(135.945.560)	13.151	348.639.709

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

AKSİGORTA A.Ş.

**CONVENIENCE TRANSLATION OF THE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE PERIOD JANUARY 1 – DECEMBER 31, 2015**

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

AKSİGORTA A.Ş.
AKSİGORTA ANONİM ŞİRKETİ
STATEMENT OF CHANGES IN EQUITY
(Audited)

TL

PREVIOUS PERIOD	Capital	Equity Shares Owned by the Company (-)	Revaluation of Financial Assets	Inflation Adjustment on Capital	Translation Reserves	Legal Reserves	Statutory Reserves	Other Reserves and Retained Earnings	Net Profit/(Loss) for the Period	Previous Years' Profit/(Loss)	Total
I - Closing Balance of Prior Period (31/12/2013)	306.000.000	-	(5.312.432)	-	-	68.138.419	62	3.948.341	159.775.039	139.064	532.688.493
II - Amendments in Accounting Policy	-	-	-	-	-	-	-	-	-	-	-
III - Current Balance (I + II) (01/01/2014)	306.000.000	-	(5.312.432)	-	-	68.138.419	62	3.948.341	159.775.039	139.064	532.688.493
A- Capital increase (A1 + A2)	-	-	-	-	-	-	-	-	-	-	-
1- Cash	-	-	-	-	-	-	-	-	-	-	-
2- Internal sources	-	-	-	-	-	-	-	-	-	-	-
B- Equity shares purchased by the company	-	-	-	-	-	-	-	-	-	-	-
C- Income / (expense) recognized directly in the equity	-	-	-	-	-	-	-	890.410	-	-	890.410
D- Revaluation of financial assets (Note 16.1)	-	-	4.474.315	-	-	-	-	-	-	-	4.474.315
E- Translation reserves	-	-	-	-	-	-	-	-	-	-	-
F- Other income / (expenses)	-	-	-	-	-	-	-	86.694.419	-	-	86.694.419
G- Inflation adjustment differences	-	-	-	-	-	-	-	-	-	-	-
H- Period net profit (Note 37)	-	-	-	-	-	-	-	-	30.607.482	-	30.607.482
I- Dividend distributed	-	-	-	-	-	-	-	-	-	(60.679.800)	(60.679.800)
J- Transfer	-	-	-	-	-	12.526.732	-	-	(159.775.039)	60.553.887	(86.694.420)
II- Closing Balance (31/12/2014) (I+ A+B+C+D+E+F+G+H+I+J)	306.000.000	-	(838.117)	-	-	80.665.151	62	91.533.170	30.607.482	13.151	507.980.899

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

AKSİGORTA A.Ş.

**CONVENIENCE TRANSLATION OF THE STATEMENTS OF CASH FLOW
FOR THE PERIOD JANUARY 1 – DECEMBER 31, 2015**

(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)

AKSİGORTA ANONİM ŞİRKETİ			
CASH FLOW STATEMENT			
	Note	Audited 31/12/2015	Audited 31/12/2014
A. CASH FLOWS FROM THE OPERATING ACTIVITIES			
1. Cash inflows from the insurance operations		1.295.514.052	1.338.513.033
2. Cash inflows from the reinsurance operations		-	-
3. Cash inflows from the pension operations		-	-
4. Cash outflows due to the insurance operations (-)		(1.258.597.869)	(1.198.782.141)
5. Cash outflows due to the reinsurance operations (-)		-	-
6. Cash outflows due to the pension operations (-)		-	-
7. Cash generated from the operating activities (A1+A2+A3-A4-A5-A6)		36.916.183	139.730.892
8. Interest payments (-)		-	-
9. Income tax payments (-)		(5.241.964)	(7.965.742)
10. Other cash inflows		183.594.013	40.432.184
11. Other cash outflows (-)		(41.621.676)	(80.715.893)
12. Net cash generated from the operating activities	39	173.646.556	91.481.441
B. CASH FLOWS FROM THE INVESTING ACTIVITIES			
1. Sale of tangible assets		1.034.352	3.195.392
2. Purchase of tangible assets (-)		(6.268.022)	(17.190.352)
3. Acquisition of financial assets (-)		(413.514.950)	(121.286.342)
4. Sale of financial assets		(457.284)	(757.306)
5. Interest received		65.964.629	83.963.981
6. Dividends received		-	-
7. Other cash inflows		75.826.712	37.222.462
8. Other cash outflows (-)		(152.223.924)	(105.950.730)
9. Net cash generated from the investing activities	39	(429.638.487)	(120.802.895)
C. CASH FLOWS FROM THE FINANCING ACTIVITIES			
1. Issue of equity shares		-	-
2. Cash inflows from the loans to policyholders		-	-
3. Payments of financial leases (-)		-	-
4. Dividend paid (-)		(23.959.800)	(60.679.800)
5. Other cash inflows		-	-
6. Other cash outflows (-)		-	-
7. Cash generated from the financing activities	39	(23.959.800)	(60.679.800)
D. EFFECTS OF EXCHANGE RATE DIFFERENCES ON CASH AND CASH EQUIVALENTS			
		14.250.875	6.424.395
E. Net increase/(decrease) in cash and cash equivalents (A12+B9+C7+D)		(265.700.856)	(83.576.859)
F. Cash and cash equivalents at the beginning of the period	14	816.206.333	899.783.192
G. Cash and cash equivalents at the end of the period (E+F)	14	550.505.477	816.206.333

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