

**EGE PROFİL TİCARET VE SANAYİ  
ANONİM ŞİRKETİ AND ITS  
SUBSIDIARIES**

**Convenience Translation Into  
English of Interim Condensed  
Consolidated Financial  
Statements for the six months  
period ended 30 June 2015 and  
Independent Auditor's Review  
Report**

EGE PROFİL TİCARET VE SANAYİ ANONİM ŞİRKETİ AND ITS SUBSIDIARIES  
CONVENIENCE TRANSLATION OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH

Interim Condensed Consolidated Financial Statements  
for the six-month period ended 30 June 2015  
and the Independent Auditor's Review Report

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**EGE PROFİL TİCARET VE SANAYİ ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**Interim Condensed Consolidated Statements of Financial Position as of 30 June 2015 and 31 December 2014  
(Amounts expressed in Turkish Lira (TL) unless otherwise indicated)

<b>ASSETS</b>	<b>Notes</b>	<b>Reviewed 30 June 2015</b>	<b>Audited 31 December 2014</b>
Current assets		359.429.745	292.705.710
- Cash and cash equivalents	4	42.686.984	18.759.098
- Derivative instruments	6	1.332.140	-
- Trade receivables	7	241.252.525	207.246.853
- Trade receivables from related parties	7,28	21.796.553	10.711.451
- Trade receivables from unrelated parties	7	219.455.972	196.535.402
- Other receivables	8	804.562	11.191.053
- Other receivables from related parties	8,28	-	10.500.000
- Other receivables from unrelated parties	8	804.562	691.053
- Inventories	9	64.503.999	50.669.213
- Prepaid expenses	10	2.545.457	640.408
- Current tax assets	11	278.319	1.011
- Other current assets	18	4.737.967	3.001.723
<b>SUB TOTAL</b>		<b>358.141.953</b>	<b>291.509.359</b>
- Non-current assets held for sale	25	1.287.792	1.196.351
<b>TOTAL CURRENT ASSETS</b>		<b>359.429.745</b>	<b>292.705.710</b>
Non-current assets		104.073.218	116.673.295
- Trade receivables		-	-
- Trade receivables from related parties		-	-
- Trade receivables from unrelated parties		-	-
- Other receivables	8	394.872	400.732
- Other receivables from related parties		-	-
- Other receivables from unrelated parties	8	394.872	400.732
- Financial assets		-	-
- Investments valued by equity		-	-
- Investment properties		-	-
- Tangible assets	12	92.903.003	108.854.204
- Intangible assets	13	6.060.393	5.997.060
- Goodwill	14	773.352	773.352
- Other intangible assets		-	-
- Prepaid expenses	10	3.941.597	647.946
- Deferred tax asset	26	-	-
- Other non-current assets		-	-
<b>TOTAL NON-CURRENT ASSETS</b>		<b>104.073.218</b>	<b>116.673.295</b>
<b>TOTAL ASSETS</b>		<b>463.502.963</b>	<b>409.379.005</b>

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

**EGE PROFİL TİCARET VE SANAYİ ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**Interim Condensed Consolidated Statements of Financial Position as of 30 June 2015 and 31 December 2014  
(Amounts expressed in Turkish Lira (TL) unless otherwise indicated)

LIABILITIES	Notes	Reviewed	Audited
		30 June 2015	31 December 2014
Short term liabilities		202.551.936	190.778.441
- Short term borrowings	5	33.666.997	22.040.641
- Short term portion of long term borrowings	5	19.203.350	59.830.099
- Derivative instruments	6	212.414	254.693
- Trade payables	7	89.284.460	69.752.215
- Trade payables to related parties	7,28	6.213.232	1.188.172
- Trade payables to unrelated parties	7	83.071.228	68.564.043
- Employee benefit obligations	17	1.685.006	1.792.538
- Other payables		-	962
- Other payables to related parties		-	-
- Other payables to unrelated parties		-	962
- Deferred income	10	49.776.612	33.205.016
- Current tax liability	26	2.526.014	7.248
- Short term provisions		3.494.247	2.981.981
- Short term provisions related to employee benefits	17	1.127.093	958.031
- Other short term provisions	15	2.367.154	2.023.950
- Other short term liabilities	18	2.702.836	913.047
<b>SUB TOTAL</b>		<b>202.551.936</b>	<b>190.778.441</b>
- Liabilities related to asset groups classified as held for sale		-	-
<b>TOTAL SHORT TERM LIABILITIES</b>		<b>202.551.936</b>	<b>190.778.441</b>
Long term liabilities		63.489.050	29.700.769
- Long term borrowings	5	55.857.600	20.000.000
- Other financial liabilities		-	-
- Other payables		48.708	52.807
- Other payables due to related parties		-	3.173
- Other payables due to unrelated parties		48.708	49.634
- Deferred income		-	-
- Long term provisions	17	3.255.624	3.313.205
- Long term provisions related to employee benefits	17	3.255.624	3.313.205
- Other long term provisions		-	-
- Current tax liability		-	-
- Deferred tax liability	26	4.327.118	6.334.756
- Other long term liabilities		-	-
<b>TOTAL LONG TERM LIABILITIES</b>		<b>63.489.050</b>	<b>29.700.768</b>
<b>EQUITY</b>		<b>197.461.977</b>	<b>188.899.795</b>
Equity attributable to Parent Company		197.461.977	188.899.795
- Paid-in capital	19	59.566.900	59.566.900
- Capital adjustment differences	19	7.840.703	7.840.703
- Repurchased shares (-)		-	-
- Cross shareholding adjustment (-)		-	-
- Share premium		-	-
- Accumulated other comprehensive income or expenses not to be reclassified as profit or loss		3.700.812	18.375.775
- Revaluation and measurement gains/losses		3.560.189	18.530.998
- Actuarial gains/losses from pension plans		140.623	(155.223)
- Accumulated other comprehensive income or expenses to be reclassified as profit or loss		(31.143)	(19.296)
- Foreign exchange differences		(31.143)	(19.296)
- Restricted profit reserves		13.825.129	13.825.129
- Retained earnings/Accumulated losses	19	105.677.184	67.076.469
- Net profit/loss for the period		6.882.392	22.234.115
- Non-controlling interest		-	-
<b>TOTAL EQUITY</b>		<b>197.461.977</b>	<b>188.899.795</b>
<b>TOTAL LIABILITIES</b>		<b>463.502.963</b>	<b>409.379.005</b>

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

**EGE PROFİL TİCARET VE SANAYİ ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**

**Interim Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income for the six-month periods ended 30 June 2015 and 2014**

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

	Notes	Reviewed		Reviewed	
		1 January 2015 -30 June 2015	1 April 2015 - 30 June 2015	1 January 2014 - 30 June 2014	1 April 2014 - 30 June 2014
Revenue	20	208.185.919	119.770.156	182.434.334	105.114.902
Cost of sales (-)	20	(157.937.587)	(93.178.135)	(136.888.533)	(75.493.270)
<b>Gros profit/loss</b>		<b>50.248.332</b>	<b>26.592.021</b>	<b>45.545.801</b>	<b>29.621.632</b>
General administration expenses (-)	21	(12.156.686)	(5.796.721)	(8.999.690)	(4.110.959)
Marketing expenses (-)	21	(26.397.389)	(13.961.768)	(22.051.834)	(11.429.768)
Research and development expenses (-)	21	(267.323)	(137.378)	(288.851)	(193.549)
Other operating income	22	15.725.873	9.006.132	6.798.079	1.735.308
Other operating expenses (-)	22	(11.414.825)	(6.789.368)	(6.178.131)	(2.003.903)
<b>Operating profit/loss</b>		<b>15.737.982</b>	<b>8.912.918</b>	<b>14.825.374</b>	<b>13.618.761</b>
Income from investing activities		-	-	-	-
Expenses related to investing activities (-)		-	-	-	-
Shares in profits/losses of income value by equity method		-	-	-	-
<b>Operating profit/loss before financial expenses</b>		<b>15.737.982</b>	<b>8.912.918</b>	<b>14.825.374</b>	<b>13.618.761</b>
Financial income	24	1.105.035	(6.862.515)	907.695	661.136
Financial expenses (-)	24	(5.971.392)	3.537.939	(5.653.259)	(2.595.949)
<b>Profit/loss before tax from continuing operations</b>		<b>10.871.625</b>	<b>5.588.342</b>	<b>10.079.810</b>	<b>11.683.948</b>
Tax expense/income from continuing operations		(3.989.233)	(2.823.273)	(1.973.720)	(2.399.714)
Tax expense/income for the period	26	(4.669.922)	(2.539.984)	(3.199.141)	(1.980.680)
Deferred tax expense/income	26	680.689	(283.289)	1.225.421	(419.034)
<b>Profit/loss for the period from continuing operations</b>		<b>6.882.392</b>	<b>2.765.069</b>	<b>8.106.090</b>	<b>9.284.234</b>
<b>Profit/loss for the period</b>		<b>6.882.392</b>	<b>2.765.069</b>	<b>8.106.090</b>	<b>9.284.234</b>
<b>Other comprehensive income/(expense)</b>					
<i>Items not to be reclassified as profit or loss</i>		284.657	260.449	(103.992)	56.647
Change in fixed assets revaluation fund		(13.988)	79.262	(186.499)	(93.250)
Actuarial gains and losses from pension plans		369.809	246.299	56.509	164.059
Deferred tax income / expense		(71.164)	(65.112)	25.998	(14.162)
<i>Items to be reclassified as profit or loss</i>		(11.847)	(81.875)	(22.623)	1.761
Change in foreign exchange translation differences		(11.847)	(81.875)	(22.623)	1.761
<b>Other comprehensive income (After tax)</b>		<b>272.810</b>	<b>178.574</b>	<b>(126.615)</b>	<b>58.408</b>
<b>Total comprehensive income</b>		<b>7.155.202</b>	<b>2.943.643</b>	<b>7.979.475</b>	<b>9.342.642</b>
Earnings per share from continuing operations	27	0,1155		0,1361	

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

**EGE PROFİL TİCARET VE SANAYİ ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**  
**Interim Condensed Consolidated Statements of Changes in Equity**  
**for the six month periods ended 30 June 2015 and 2014**  
**(Amounts expressed in Turkish Lira (TL) unless otherwise indicated)**

					Accumulated other comprehensive income or expenses not to be reclassified in profit or loss	Accumulated other comprehensive income or expenses to be reclassified in profit or loss						
	Notes	Paid-in Capital	Capital Adjustment Differences	Restricted Profit Reserves	Fixed Assets Revaluation Fund	Actuarial (Losses) / Gains	Translation Difference	Retained Earnings/ Accumulated Losses	Net Profit/(Loss) for the Period	Total Equity attributable to Parent Company	Non-controlling Interest	Total Equity
Balance as of 1 January 2015		59.566.900	7.840.703	13.825.129	18.530.998	(155.224)	(19.296)	67.076.469	22.234.114	188.899.795	-	188.899.795
TAS 19 Adjustment (Deferred tax effect netted off)		-	-	-	-	-	-	-	-	-	-	-
<b>Adjusted balance as of 1 January 2015</b>		<b>59.566.900</b>	<b>7.840.703</b>	<b>13.825.129</b>	<b>18.530.998</b>	<b>(155.224)</b>	<b>(19.296)</b>	<b>67.076.469</b>	<b>22.234.114</b>	<b>188.899.795</b>	-	<b>188.899.795</b>
Net profit for the period		-	-	-	-	-	-	-	6.882.392	6.882.392	-	6.882.391
Other comprehensive income	10	-	-	-	(11.190)	295.846	(11.847)	-	-	(323.631)	-	(323.631)
Total comprehensive income/(expense)		-	-	-	(11.190)	295.846	(11.847)	-	6.882.392	6.558.760	-	6.558.760
Classification of retained earnings		-	-	-	-	-	-	22.234.114	(22.234.114)	-	-	-
Transfer of revaluation fund (from sale of buildings)		-	-	-	(14.959.619)	-	-	14.959.619	-	-	-	-
Deferred tax effect of revaluation fund		-	-	-	-	-	-	1.400.911	-	1.400.911	-	1.400.911
Transfer of revaluation fund		-	-	-	-	-	-	11.190	-	11.190	-	11.190
Effect of branch on retained earnings / accumulated losses		-	-	-	-	-	-	(5.120)	-	(5.120)	-	(5.120)
<b>Adjusted balance as of 30 June 2015</b>	19	<b>59.566.900</b>	<b>7.840.703</b>	<b>13.825.129</b>	<b>3.560.189</b>	<b>140.623</b>	<b>(31.143)</b>	<b>105.677.184</b>	<b>6.882.392</b>	<b>197.461.977</b>	-	<b>197.461.977</b>
Balance as of 1 January 2014		59.566.900	7.840.703	13.825.129	18.829.396	(550.451)	10.193	51.084.059	15.694.011	166.299.940	-	166.299.940
Net profit for the period		-	-	-	-	-	-	-	8.106.090	8.106.090	-	8.106.090
Other comprehensive income		-	-	-	(149.199)	45.207	(22.623)	-	-	(126.615)	-	(126.615)
Total comprehensive income/(expense)		-	-	-	(149.199)	45.207	(22.623)	-	8.106.090	7.979.475	-	7.979.475
Classification of retained earnings		-	-	-	-	-	-	15.694.011	(15.694.011)	-	-	-
Transfer to restricted profit reserves		-	-	-	-	-	-	-	-	-	-	-
Dividend payment		-	-	-	-	-	-	-	-	-	-	-
Transfer of revaluation fund		-	-	-	-	-	-	149.199	-	149.199	-	149.199
<b>Adjusted balance as of 30 June 2014</b>	19	<b>59.566.900</b>	<b>7.840.703</b>	<b>13.825.129</b>	<b>18.680.197</b>	<b>(505.244)</b>	<b>(12.430)</b>	<b>66.927.269</b>	<b>8.106.090</b>	<b>174.428.614</b>	-	<b>174.428.614</b>

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

**EGE PROFİL TİCARET VE SANAYİ ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**  
**Interim Condensed Consolidated Statements of Cash Flows**  
**For the six-month periods ended 30 June 2015 and 2014**  
**(Amounts expressed in Turkish Lira (TL) unless otherwise indicated.)**

		1 January - 30 June 2015	1 January - 30 June 2014
<b>CASH INFLOWS PROVIDED FROM OPERATING ACTIVITIES</b>	<b>Notes</b>	<b>10.871.625</b>	<b>10.079.810</b>
Reconciliation between profit/(loss) before tax and cash flows from operating activities			
(Gain)/loss from fixed asset sales	22	(2.039.858)	2.182
Depreciation and amortisation	12,13,23	5.120.211	4.389.859
Inventory provision	9	1.640.033	150.697
Provision for doubtful receivables		3.887.352	1.220.598
Provision for termination indemnity		(8.905)	284.320
Provision for leaves		169.051	337.790
Forward (income)/loss accrual, net	6	212.414	274.606
Unrealized foreign exchange difference (gains)/losses, net		417.757	2.673.096
Interest income	22,24	(1.373.575)	(1.798.473)
Interest expense	22,24	4.312.229	4.093.708
Provision for litigation	15	297.729	350.254
Warranty provision	15	45.474	51.451
<b>Operating (loss)/profit before working capital changes</b>		<b>23.551.537</b>	<b>22.109.898</b>
<b>Working capital changes</b>			
Change in inventories	9	(15.474.818)	(24.382.649)
Change in trade receivables (including balances due from related parties)	7	(28.328.294)	(46.699.337)
Change in trade payables (including balances due to related parties)	7	18.519.482	15.310.690
Change in other short term liabilities	17,18	1.682.257	96.365
Change in other payables and deferred income	10	16.571.596	18.928.640
Change in other short term receivables	8	(113.509)	(555.719)
Change in other long term receivables	8	5.858	(43.479)
Change in other non-current assets and prepaid expenses	10	(3.293.652)	(2.760.331)
Change in other current assets and prepaid expenses	10	(5.250.742)	4.370.236
Change in non-current assets held for sale	25	(91.441)	(205.038)
Collection of doubtful receivables	7	3.648.289	1.120.977
Taxes paid	11	(2.151.156)	(1.341.109)
Termination indemnities paid	17	(48.672)	(85.129)
<b>Net cash inflows/(outflows) related to operating activities</b>		<b>9.226.735</b>	<b>(14.135.985)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of tangible assets	12	(6.521.781)	(11.182.174)
Acquisition of intangible assets	12	(134.266)	(25)
Revenue on sale of tangible assets		19.463.562	171.738
Interest collected		1.373.575	1.798.472
<b>Net cash outflows provided by/(used in) investing activities</b>		<b>14.181.090</b>	<b>(9.211.989)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash inflows/(outflows) related to financial debts, net		1.175.716	5.708.525
Interest paid		(1.013.616)	176.871
Dividend payment		-	-
Other financial liabilities		-	-
Translation difference		(11.847)	(22.623)
Actuarial gains/losses		369.808	56.509
<b>Net cash outflows provided by/(used in) financing activities</b>		<b>520.061</b>	<b>5.919.282</b>
Decrease in cash and cash equivalents, net		23.927.886	(17.428.692)
Beginning of the period	4	18.759.098	38.257.104
<b>End of the period</b>	<b>4</b>	<b>42.686.984</b>	<b>20.828.412</b>

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

**EGE PROFİL TİCARET VE SANAYİ ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**  
**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS**  
**ORIGINALLY ISSUED IN TURKISH**

Notes to the interim condensed consolidated financial statements for the six-month period ended 30 June 2015 (Amounts expressed in Turkish Lira (TL) unless otherwise indicated)

1. Organization and Principal Activities of the Parent Company

Ege Profil Ticaret ve Sanayi Anonim Şirketi (the Parent Company) is a company registered in Izmir. The main operations of the Parent Company are manufacturing and sales of all types of plastic pipes, spare parts, profiles and plastic goods. In the following sections, the Parent Company and its Subsidiaries will be referred to as "the Parent Company and its Subsidiaries" or "the Group".

The address of the Parent Company is as follows:

Atatürk Organize Sanayi Bölgesi, 10003 Sokak, No:5, Çiğli - İzmir

As of 30 June 2015 and 31 December 2014, the shareholding structure of the Parent Company is as follows:

Name	30 June 2015 Share percentage	31 December 2014 Share percentage
Deceuninck N.V.	97,54%	97,54%
Public offering	2,46%	2,46%
	100,00%	100,00%

For re-financing purposes, the major shareholder Deceuninck NV acting in the capacity of loan receiver has pledged in favor of Fortis Bank NV/SA acting in the capacity of guarantee representative the entire number of its 58.100.520 shares representing 97,5382% of the Company's share capital as per the Share Pledge Agreement signed on 16 August 2012 upon amendment dated 16 July 2012 made on the Loan Agreement dated 11 September 2009.

As of 30 June 2015, 2,46% of the Parent Company shares are listed on Borsa Istanbul.

As of 30 June 2015 and 31 December 2014, the number of personnel by category is as follows :

	30 June 2015	31 December 2014
White collar	183	168
Blue collar	723	499
	906	667

- Along with its Turkish operations, the Parent Company carries out sales activities through its subsidiaries in Chile and Brazil and its branch office in India.
- The condensed consolidated financial statements were approved by the Board of Directors as of 21 July 2015. The General Meeting and the related regulatory bodies have the power to amend the consolidated financial statements.



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Notes to the interim condensed consolidated financial statements for the six-month period ended 30 June 2015 (Amounts expressed in Turkish Lira (TL) unless otherwise indicated)

2. Presentation of the Financial Statements

(i) Basis of Presentation :

**Preparation of the financial statements**

The Parent Company maintains its books of account and prepares its statutory financial statements in Turkish Lira in accordance with the prevailing commercial and financial legislation. The foreign subsidiaries and agencies maintain their books of account and prepare their statutory financial statements in their local currencies and in accordance with the rules and regulations of the country in which they operate. The accompanying consolidated financial statements are prepared in accordance with the provisions of the "Communiqué Related to the Financial Reporting Principles at the Capital Markets" (Communiqué) Nr. II/14.1 of the Capital Markets Board (CMB) published in the Official Gazette dated 13 June 2013 Nr 28676, taking as basis the Turkish Accounting Standards /Turkish Financial Reporting Standards and the related appendices and interpretations (TAS/TFRS) put into effect by the Public Oversight Accounting and Auditing Standards Authority (POA) as per the Article 5 of the Communiqué.

The Parent Company and its Subsidiaries have prepared their condensed consolidated financial statements in accordance with TAS 34 "Interim Financial Reporting Standards".

The accompanying consolidated financial statements are presented in accordance with the principles the application of which is required by the announcement published in the weekly bulletin dated 7 June 2013 nr 2013/19 of the CMB.

The condensed consolidated financial statements are based on the statutory records of the Parent Company and its Subsidiaries and presented in TL in accordance with the TAS/TFRS with certain adjustments and reclassifications to provide a true and fair view of the financial position of the Parent Company and its Subsidiaries.

The financial statement items other than land, land improvements, buildings, and forward exchange contracts are based on historical cost.

*Functional currency and reporting currency*

The Parent Company uses Turkish Lira ("TL") as functional currency and reporting currency. The functional currencies used by the Parent Company's branch in India and its subsidiaries in Chile and Brazil are Indian Rupee, Chilean Peso and Brazilian Real, respectively. The items of the statement of financial position are translated at the foreign exchange rate valid at the reporting date; and the income and expense items are translated at the average rate of exchange for the period. Gains and losses arising from translation operations are stated in the "foreign exchange translation differences" account in the condensed consolidated statement of other comprehensive income. The condensed consolidated financial statements as of 30 June 2015 and the prior period financial data used for comparison purposes are all prepared in TL.

The interim condensed consolidated financial statements of the Parent Company and its Subsidiaries do not fully cover the disclosures and notes required in the year-end consolidated financial statements. For that reason, the accompanying financial statements need to be considered together with the consolidated financial statements as of 31 December 2014.

**EGE PROFİL TİCARET VE SANAYİ ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**  
**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS**  
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Notes to the interim condensed consolidated financial statements for the six-month period ended 30 June 2015 (Amounts expressed in Turkish Lira (TL) unless otherwise indicated)

2. Presentation of the Financial Statements (continued)

(ii) Companies included in the consolidation and their consolidation rates:

Parent Company:

- Ege Profil Ticaret ve Sanayi Anonim Şirketi 100%

Subsidiaries:

- Deceuninck Importadora Limitada \* 99,9%  
- Althera PVC LTDA- EPP (Deceuninck Brazil)(\*\*) 100%

\* Included in the accompanying consolidated financial statements by full consolidation method. The non-controlling shares representing 0,1% of the total capital is regarded immaterial, hence non-controlling interest is not calculated.

\*\* As of 23 October 2014, the Parent Company has acquired 100% of the shares of Althera PVC LTDA- EPP, a company located in Brazil, for a total consideration of EUR 177.372,13. The subsidiary is included in the accompanying consolidated financial statements by full consolidation method.

(iii) Consolidation Principles :

Full Consolidation Method:

- All balance sheet items other than the paid-in capital of the Parent Company and its Subsidiaries and their equities at the acquisition date are added, and inter-company balances are eliminated.
- The Parent Company's interest in the subsidiaries is set off against the Financial Assets account of the Parent Company and the Share Capital accounts of the subsidiaries.
- As of the acquisition date that the entity included in the consolidation becomes a subsidiary and in the subsequent share acquisitions, the acquisition cost of the Parent Company's shares in its subsidiaries is set off against the value representing these shares in the equity account of the Subsidiary's statement of financial position drawn up according to fair value.
- Shares other than those of the Parent Company shares and its Subsidiaries are deducted from all equity account group items including the paid in/issued share capital of subsidiaries included in the consolidation and are recognized as "Non-controlling Interests" in the equity account group of the consolidated statement of financial position.
- The purchase and sales among the Parent Company and its Subsidiaries and the profit and losses arising from these transactions are eliminated in the condensed consolidated statement of profit or loss and other comprehensive income. Profit and losses arising from the purchase or sale of marketable securities, inventories, tangible and intangible assets, long term financial assets and other assets among the consolidated group companies are also eliminated.

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2. Presentation of the Financial Statements (continued)

(iv) Adjustments :

The consolidated financial statements are prepared in accordance with TAS/TFRS, and the adjustments which are not stated in the statutory books are set out below.

- Depreciation adjustment related to the economical lives of tangible and intangible assets
- Adjustment of discounting the cost value of land, land improvement, and buildings to their market values
- Provision for doubtful receivables
- Warranty provision for sales
- Provision for litigation
- Adjustment of provisions for termination indemnity and leaves
- Adjustment related to purchasing turnover premium income
- Adjustment related to sales turnover premium payments
- Inventory provision
- Rediscount calculation for post dated cheques, note receivable, notes payable, customers, and suppliers
- Deferred tax adjustment
- Elimination of inter-group balances and transactions in accordance with the consolidation procedures

(v) Comparative Information and Adjustment of Prior Period Financial Statements:

The Group's financial statements are prepared comparatively with the prior period in order to make financial position and performance evaluations. The Group's consolidated statements of financial position as of 30 June 2015 and 31 December 2014 are prepared comparatively. Similarly, the consolidated statements of profit or loss and other comprehensive income, cash flows, and changes in equity for the period 1 January - 30 June 2015 and those for the period 1 January - 30 June 2014 are prepared comparatively.

(vi) Accounting Policies, Changes and Errors in Accounting Estimates:

The accounting policies applied by the Group are consistent with those applied in the prior year. Significant changes in accounting policies and significant accounting errors determined in the financial statements are treated retrospectively, and the prior year financials are restated. Changes in accounting policies are applied in the period of the change if they are related to the one period only; however, if they are related to the future periods, they are applied both in the period of change and the future period, prospectively.

The preparation of the consolidated financial statements require the Group management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting year. Actual results could differ from those estimates. Those estimates are reviewed periodically, and as adjustments become necessary, they are reported in statements of income in the periods they become known.

Significant estimates used in the preparation of these consolidated financial statements and the significant judgments with the most significant effect on amounts recognized in the financial statements are as follows:

2. Presentation of the Financial Statements (continued)

(vi) Accounting Policies, Changes and Errors in Accounting Estimates (continued):

- a) Termination indemnity liability is determined by using actuarial assumptions (discount rates, future salary increases and employee turnover rates). As these plans are long term plans, the said assumptions include significant ambiguities. Provisions for employee benefits are elaborated in Note 17.
- b) Provision for doubtful receivables is an estimated amount that management believes to reflect for possible future losses on existing receivables that have collection risk due to current economic conditions. During the impairment test for the receivables, the debtors, other than related parties, are assessed with their prior year performances, their credit risk in the current market, and their individual performances after the balance sheet date up to the issuing date of the financial statements and furthermore, the renegotiation conditions with these debtors are considered. The provisions made for doubtful receivables as of the reporting date are disclosed in Note 7.
- c) The Group Management has made significant assumptions in parallel with the technical team's experience in determining the useful lives of machinery and equipment.
- d) In calculating impairment, the physical status and aging of inventories are reviewed taking into consideration the technical personnel's opinion; and provision is made for items assumed unserviceable. In determining the net realizable value of inventories, inventory price lists and average discount rates of the year are used and assumptions are made in relation to sales expenses to be incurred in the future. As a result of these studies, provision is made for inventories whose net realizable value is less than the cost value as stated in Note 9.
- e) The Group uses discount cash flows and independent valuation studies on land and buildings in making impairment analysis on assets. While making these analyses, the Group makes various assumptions in relation to its future operations and the discount rates to be used. As a result of these studies, it is concluded by the Management that there is no impairment in the Group's non-financial assets.
- f) Deferred tax assets are recognized in the event that it is likely to settle temporary differences and accumulated losses through future taxable profit. In determining the amount of deferred tax assets to be recorded, significant assumptions and valuations need to be made in relation to the taxable profits that are likely to be generated in the future (Note 26).
- g) Management takes into consideration in making provisions for litigation the probability and consequences of losing court cases together with the legal consultants's opinion. The amount of provision deemed necessary by the Group Management is determined using the data available and making the best possible assumptions thereon. The related disclosures are set out in Note 15.
- h) In the light of legal consultants' opinion, the Group has made the best possible assumptions for the amount of provision that would be necessary for a liability likely to arise upon the tax review made for 2007. The related disclosures are set out in Note 15.

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2. Presentation of the Financial Statements (continued)

(vii) The new standards, amendments and interpretations:

Some of the new standards, and the related amendments and interpretations are not valid as of 30 June 2015 and not applied in the preparation of these condensed consolidated financial statements. The new standards and interpretations are not expected to have a significant impact on the Group's consolidated financial statements.

3. Segment Reporting

Segment reporting for the period ended 30 June 2015 is as follows (TL):

	Local Market*	Export Market**	Common***	Total
Revenue	174.092.529	34.093.390	-	208.185.919
Finished goods	151.002.751	29.560.201	-	180.562.952
Trade goods	22.656.952	4.493.034	-	27.149.986
Other	432.826	40.155	-	472.981
Cost of sales (-)	(133.441.508)	(24.496.079)	-	(157.937.587)
Finished goods	(111.902.352)	(21.055.585)	-	(132.957.937)
Trade goods	(20.230.633)	(3.395.278)	-	(23.625.911)
Other	(1.308.523)	(45.216)	-	(1.353.739)
<b>GROSS PROFIT/LOSS</b>	<b>40.651.021</b>	<b>9.597.311</b>		<b>50.248.332</b>
General administration expenses (-)	-	-	(12.156.686)	(12.156.686)
Marketing expenses (-)	(11.874.740)	(7.609.857)	(6.912.792)	(26.397.389)
Research and development expenses (-)	-	-	(267.323)	(267.323)
Other operating income	-	-	15.725.873	15.725.873
Other operating expenses (-)	-	-	(11.414.825)	(11.414.825)
<b>OPERATING PROFIT/LOSS</b>	<b>28.776.281</b>	<b>1.987.454</b>	<b>(15.025.753)</b>	<b>15.737.982</b>
Income from investing activities	-	-	-	-
Expenses related to investing activities (-)	-	-	-	-
Share in profits and losses of investments accounted for by the equity method	-	-	-	-
<b>OPERATING PROFIT/LOSS BEFORE FINANCIAL EXPENSES</b>	<b>28.776.281</b>	<b>1.987.454</b>	<b>(15.025.753)</b>	<b>15.737.982</b>
Financial income	-	-	1.105.035	1.105.035
Financial expenses (-)	-	-	(5.971.392)	(5.971.392)
<b>PROFIT/LOSS BEFORE TAX FROM CONTINUING OPERATIONS</b>	<b>28.776.281</b>	<b>1.987.454</b>	<b>(19.892.110)</b>	<b>10.871.625</b>
Tax expense/income from continuing operations	-	-	(3.989.233)	(3.989.233)
Tax expense (-)/income for the period	-	-	(4.669.922)	(4.669.922)
Deferred tax expense (-)/income	-	-	680.689	680.689
<b>PROFIT/LOSS FOR THE PERIOD FROM CONTINUING OPERATIONS</b>	<b>28.776.281</b>	<b>1.987.454</b>	<b>(23.881.343)</b>	<b>6.882.392</b>
<b>PROFIT/LOSS FOR THE PERIOD</b>	<b>28.776.281</b>	<b>1.987.454</b>	<b>(23.881.343)</b>	<b>6.882.392</b>

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3. Segment Reporting (continued)

Segment reporting for the period ended 30 June 2014 is as follows (TL):

	Local Market*	Export Market**	Common***	Total
<b>Revenue</b>	<b>157.620.869</b>	<b>24.813.465</b>	-	<b>182.434.334</b>
Finished goods	138.244.904	20.701.701	-	158.946.605
Trade goods	18.748.061	3.691.834	-	22.439.895
Other	627.904	419.930	-	1.047.834
<b>Cost of sales (-)</b>	<b>(119.379.881)</b>	<b>(17.508.652)</b>	-	<b>(136.888.533)</b>
Finished goods	(102.341.921)	(14.534.356)	-	(116.876.277)
Trade goods	(16.057.175)	(2.559.471)	-	(18.616.646)
Other	(980.785)	(414.825)	-	(1.395.610)
<b>GROSS PROFIT/LOSS</b>	<b>38.240.988</b>	<b>7.304.813</b>		<b>45.545.801</b>
General administration expenses (-)	-	-	(8.999.690)	(8.999.690)
Marketing expenses (-)	(12.989.403)	(5.327.016)	(3.735.415)	(22.051.834)
Research & development expenses(-)	-	-	(288.851)	(288.851)
Other operating income	-	-	6.798.079	6.798.079
Other operating expenses (-)	-	-	(6.178.131)	(6.178.131)
<b>ESAS FAALİYET KARI/ZARARI</b>	<b>25.251.585</b>	<b>1.977.797</b>	<b>(12.404.008)</b>	<b>14.825.374</b>
Income from investing activities	-	-	-	-
Expenses related to investing activities (-)	-	-	-	-
Share in profits and losses of investments accounted for by the equity method	-	-	-	-
<b>OPERATING PROFIT/LOSS BEFORE FINANCIAL EXPENSES</b>	<b>25.251.585</b>	<b>1.977.797</b>	<b>(12.404.008)</b>	<b>14.825.374</b>
Financial income	-	-	907.695	907.695
Financial expenses (-)	-	-	(5.653.259)	(5.653.259)
<b>PROFIT/LOSS BEFORE TAX FROM CONTINUING OPERATIONS</b>	<b>25.251.585</b>	<b>1.977.797</b>	<b>(17.149.572)</b>	<b>10.079.810</b>
Tax expense/income from continuing operations	-	-	(1.973.720)	(1.973.720)
Tax expense (-)/income for the period	-	-	(3.199.141)	(3.199.141)
Deferred tax expense (-)/income	-	-	1.225.421	1.225.421
<b>PROFIT/LOSS FOR THE PERIOD FROM CONTINUING OPERATIONS</b>	<b>25.251.585</b>	<b>1.977.797</b>	<b>(19.123.292)</b>	<b>8.106.090</b>
<b>PROFIT/LOSS FOR THE PERIOD</b>	<b>25.251.585</b>	<b>1.977.797</b>	<b>(19.123.292)</b>	<b>8.106.090</b>

(\*) Turkey

(\*\*) EU countries, Middle-East countries, Turkic Republics, African countries, Other Asian countries and other countries

(\*\*\*) Unallocated income/expense

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4. Cash and Cash Equivalents

Cash and cash equivalents consist of the following (TL) :

	30 June 2015	31 December 2014
Cash	34.738	5.938
Banks		
- TL demand deposit	2.787.126	2.799.866
- Foreign currency demand deposit	40	28.207
- TL time deposit *	26.250.000	8.608.360
- Foreign currency time deposit **	6.632.481	3.320.597
Cheques submitted for collection	6.982.599	3.996.130
<b>Total</b>	<b>42.686.984</b>	<b>18.759.098</b>

(\*) As of 30 June 2015, the interest rate on TL time deposits is 10,80% (31 December 2014 - 10,05%) and the maturity date is 1 July 2015.

(\*\*) As of 30 June 2015, the interest rates on foreign currency time deposits are 1,09%, 0,10%, 2,50%, and 0,10% (31 December 2014 - 0,1%, 0,8% and 2,5%) and their maturity date is 1 July 2015.

The Company has no blocked cash and cash equivalents as of 30 June 2015 and 31 December 2014.

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5. Financial Liabilities

Short term bank borrowings are as follows (TL):

	30 June 2015			31 December 2014		
	Amount in foreign currency	TL equivalent	Interest rate (%)	Amount in foreign currency	TL equivalent	Interest rate(%)
TL loans (no interest)		607.334		443.542		
TL loans		20.000.000	(*)9,50	20.000.000		(*)11,10
TL loans		6.000.000	(***) 6,59	-		
Euro loans	400.155	5.964.400	(*)1,90			
Interest accrued on short term loans		1.095.263		1.597.099		
<b>Short term loans</b>		<b>33.666.997</b>		<b>22.040.641</b>		
TL loans		13.000.000	(***) 6,25-13	23.000.000		(**) 8-10,5
TL loans		4.000.000	(**) 8-10,5	8.000.000		(***)3-6,25
Euro loans		-		25.386.300		(*)3,65
Interest accrued on current portion of long term loans		2.203.350		3.443.799		
<b>Current portion of long term loans</b>		<b>19.203.350</b>		<b>59.830.099</b>		
<b>Total</b>		<b>52.870.347</b>		<b>81.870.740</b>		

(\*) Interest payable at the end of the period; fixed interest rate.

(\*\*) Interest payable every three months; fixed interest rate.

(\*\*\*) Interest payable every six months; fixed interest rate.

Long term bank borrowings are as follows (TL):

	30 June 2015			31 December 2014		
	Amount in foreign currency	TL equivalent	Interest rate (%)	Amount in foreign currency	TL equivalent	Interest rate(%)
Euro loans	8.000.000	23.857.600	(*)2,08	-	-	-
TL loans		32.000.000	(***)6,25-13	20.000.000		(***)6,25-13
<b>Long term financial liabilities</b>		<b>55.857.600</b>		<b>20.000.000</b>		

(\*) Interest payable at the end of the period; fixed interest rate.

(\*\*\*) Interest payable every six months; fixed interest rate.

There is no guarantee given by the Group for the borrowings received as of 30 June 2015 and 31 December 2014.



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5. Financial Liabilities (continued)

The repayment schedule of long term bank borrowings as of 30 June 2015 and 31 December 2014 is as follows:

	30 June 2015	31 December 2014
Less than 1 year	19.203.350	59.830.099
1-3 years (*)	55.857.600	20.000.000
Short term portion of long term borrowings (-)	(19.203.350)	(59.830.099)
<b>Total long term borrowings</b>	<b>55.857.600</b>	<b>20.000.000</b>

(\*) The loan of TL 55.857.600 stated among long term loans as of 30 June 2015 matures in 1-3 years (31 December 2014 - TL 20.000.000 matures in 1-3 years).

6. Derivative Instruments

Other short term financial liabilities are as follows (TL):

The Parent Company has made forward exchange contracts during the period for hedging risks that may arise upon foreign currency fluctuations.

As of 30 June 2015, the total nominal value of the outstanding forward exchange and option contracts is USD 8.818.540 (31 December 2014 - USD 3.500.000), AUD 1.000.000 (31 December 2014 - AUD 1.000.000), and EUR 5.500.000. In relation to these outstanding forward exchange contracts, the Parent Company has recognized a total of TL 212.414 as liabilities carried at current value (31 December 2014 - TL 254.693) and a total of TL 1.332.140 as assets carried at current value (31 December 2014 - None) in the condensed consolidated financial statements.

The forward exchange and option contracts as of 30 June 2015 are elaborated below.

Base currency	Nominal value	Maturity	Forward exchange rate
USD	1.500.000	2/07/2015	2,7040
	700.000	8/07/2015	2,7085
	507.150	9/07/2015	2,7319
	491.400	13/07/2015	2,7359
	800.000	15/07/2015	2,7135
	54.127	20/07/2015	2,7413
	1.000.000	22/07/2015	2,7199
	2.000.000	24/07/2015	2,6975
	817.863	4/01/2016	2,8643
	948.000	4/01/2016	2,8643
<b>Total</b>	<b>8.818.540</b>		
AUD	1.000.000	22/07/2015	2,1070
<b>Total</b>	<b>1.000.000</b>		
Euro	3.000.000	2/07/2015	3,0447
	1.000.000	8/07/2015	3,1183
	1.500.000	8/07/2015	3,1183
<b>Total</b>	<b>5.500.000</b>		

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7. Trade Receivables and Payables

Short term trade receivables consist of the following (TL) :

	30 June 2015	31 December 2014
Trade receivables from related parties (Note 28)	21.796.553	10.711.451
<b>Sub total</b>	<b>21.796.553</b>	<b>10.711.451</b>
Trade receivables	22.588.482	23.627.589
Post-dated cheques and notes receivable	201.625.430	176.073.426
Rediscount on trade receivables (-)	(61.672)	(72.203)
Rediscount on notes receivable (-)	(1.706.873)	(1.516.625)
Rediscount on post-dated cheques (-)	(2.989.395)	(2.560.770)
Doubtful receivables	26.767.770	27.512.692
Provision for doubtful receivables (-)	(26.767.770)	(26.528.707)
<b>Sub total</b>	<b>219.455.972</b>	<b>196.535.402</b>
<b>Total</b>	<b>241.252.525</b>	<b>207.246.853</b>

In calculating the discounted cost value for trade receivables, the effective interest rate for TL is 11,39% (31 December 2014 - 10,02%); Libor and Euribor are used for USD and EUR, respectively.

The average maturity period for trade receivables is 100 days (31 December 2014 - 96 days).

As of 30 June 2015 and 31 December 2014, changes in provision for doubtful trade receivables are set out in the table below (TL);

	30 June 2015	31 December 2014
Opening balance	26.528.707	25.866.204
Provisions no longer required	(3.648.289)	(1.976.813)
Provision expense for the current period	3.887.352	2.639.316
<b>Closing balance</b>	<b>26.767.770</b>	<b>26.528.707</b>

The overdue trade receivables for which no provisions are made as of 30 June 2015 and 31 December 2014 are elaborated below (balances due from related parties are included). As the guarantees received from related entities cover the uncollected receivables as of 30 June 2015 and 31 December 2014, there are no additional provisions made in relation to these totals in the accompanying consolidated financial statements.

		Overdue receivables with no provisions					
	Total	Outstanding receivables	30 days past due	30-60 days past due	60-90 days past due	90-180 days past due	180 days past due
30 June 2015	241.252.525	229.527.686	1.990.364	562.685	576.479	1.286.806	7.308.505
31 December 2014	207.246.853	193.957.553	1.469.759	1.590.961	1.448.161	1.902.732	6.877.687

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7. Trade Receivables and Payables (continued)

As of 30 June 2015, the Group has guarantee letters, guarantee notes and mortgages in the amount of TL 37.267.420, TL 4.268.466, and TL 131.516.456 obtained against receivables, respectively, (31 December 2014 - Guarantee letters: TL 42.109.636, Guarantee notes: TL 6.467.879, Mortgages: TL 132.622.631 ) (Note 15).

Trade payables consist of the following (TL) :

	30 June 2015	31 December 2014
Trade payables to related parties (Note 28)	6.213.232	1.188.172
<b>Sub total</b>	<b>6.213.232</b>	<b>1.188.172</b>
Trade payables	50.310.927	25.472.689
Notes payable	33.746.430	44.839.750
Rediscount on trade payables (-)	(257.851)	(123.891)
Rediscount on notes payable (-)	(728.278)	(1.624.505)
<b>Sub total</b>	<b>83.071.228</b>	<b>68.564.043</b>
<b>Total</b>	<b>89.284.460</b>	<b>69.752.215</b>

In calculating the discounted cost value for trade payables, the effective interest rate for TL is 11,39% (31 December 2014 - 10,02%; Libor and Euribor are used for USD and EUR, respectively).

The average maturity period of trade payables is 119 days (31 December 2014 - 113 days).

8. Other Receivables and Payables

Short term other receivables consist of the following (TL) :

	30 June 2015	31 December 2014
Other receivables from related parties (Note 28)	-	10.500.000
<b>Sub total</b>	<b>-</b>	<b>10.500.000</b>
Other miscellaneous receivables	416.610	243.803
Deposits and guarantees given	333.075	444.070
Due from personnel	54.877	3.180
<b>Sub total</b>	<b>804.562</b>	<b>691.053</b>
<b>Total (Note 29 (iv))</b>	<b>804.562</b>	<b>11.191.053</b>

Long term other receivables consist of the following (TL) :

	30 June 2015	31 December 2014
Deposits and guarantees given	394.872	400.732
<b>Total (Note 29 (iv))</b>	<b>394.872</b>	<b>400.732</b>

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9. Inventories

Inventories consist of the following (TL) :

	30 June 2015	31 December 2014
Raw materials	15.031.488	8.341.888
Semi-finished goods	4.862.948	4.637.494
Finished goods	24.451.140	20.859.890
Trade goods	23.268.129	18.299.615
Provision for inventory (-)	(3.109.706)	(1.469.673)
<b>Total</b>	<b>64.503.999</b>	<b>50.669.213</b>

Changes in inventory provision as at 30 June 2015 and 31 December 2014 are as follows (TL):

	30 June 2015	31 December 2014
Opening balance	1.469.673	729.440
Increase / (decrease) during the period	1.640.033	740.233
<b>Closing balance</b>	<b>3.109.706</b>	<b>1.469.673</b>

10. Prepaid Expenses and Deferred Income

Prepaid expenses and deferred income consist of the following (TL):

	30 June 2015	31 December 2014
<b>Short term prepaid expenses:</b>		
- Advances given	944.680	270.473
- Expenses related to future months	1.600.777	369.935
<b>Total</b>	<b>2.545.457</b>	<b>640.408</b>

**Long term prepaid expenses:**

	30 June 2015	31 December 2014
- Advances given	3.886.443	633.747
- Expenses related to future years	55.154	14.199
<b>Total</b>	<b>3.941.597</b>	<b>647.946</b>

**Deferred income**

	30 June 2015	31 December 2014
- Order advances received	49.693.316	33.031.546
- Other	83.296	173.470
<b>Total</b>	<b>49.776.612</b>	<b>33.205.016</b>

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11. Current Tax Assets

As of 30 June 2015 and 31 December 2014, current tax assets consist of the following (TL):

	30 June 2015	31 December 2014
- Other miscellaneous receivables	278.319	1.011
<b>Total</b>	<b>278.319</b>	<b>1.011</b>

12. Tangible Assets

As of 30 June 2015, tangible assets consist of the following (TL):

Cost	Opening 1 January 2015	Additions	Transfers	Disposals	Closing 30 June 2015
Land	18.740.342	-	-	(10.606.750)(*)	8.133.592
Land improvements	3.119.198	-	604	(964.760)	2.155.042
Buildings	31.030.407	-	7.787	(11.058.832)	19.979.362
Machinery and equipment	127.930.608	-	5.282.587	(640.894)	132.572.300
Motor vehicles	407.908	-	24.746	-	432.654
Furniture and fixtures	8.827.343	-	109.803	(94.518)	8.842.628
Investments in progress	13.029.772	6.521.781	(5.425.527)	-	14.126.027
<b>Sub total</b>	<b>203.085.578</b>	<b>6.521.781</b>	<b>-</b>	<b>(23.365.754)</b>	<b>186.241.605</b>
Accumulated depreciation (-)					
Land improvements	(544.048)	(74.133)	-	469.094	(149.087)
Buildings	(8.176.793)	(459.446)	-	4.919.792	(3.716.447)
Machinery and equipment	(77.345.232)	(4.312.802)	-	492.934	(81.165.100)
Motor vehicles	(264.367)	(28.885)	-	-	(293.252)
Furniture and fixtures	(7.900.934)	(174.011)	-	60.229	(8.014.716)
<b>Sub total</b>	<b>(94.231.374)</b>	<b>(5.049.277)</b>	<b>-</b>	<b>5.942.049</b>	<b>(93.338.602)</b>
<b>Net value</b>	<b>108.854.204</b>				<b>92.903.003</b>

(\*) The land of 30.305 m<sup>2</sup> located at Block 2144, Parcel 5 of Büyük Çiğli district in Çiği, İzmir, owned by and registered in the name of the Parent Company is sold to FELDA IFFCO Gıda San.ve Tic. A.Ş. on 8 June 2015 for a total of TL 15.000.000.

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12. Tangible Assets (continued)

As of 31 December 2014, tangible assets consist of the following (TL):

Cost	Opening 1 January 2014	Additions	Transfers	Disposals	Closing 31 December 2014
Land	18.740.342	-	-	-	18.740.342
Land improvements	1.257.752	-	1.861.446	-	3.119.198
Buildings	30.938.125	-	92.282	-	31.030.407
Machinery and equipment	110.014.143	-	18.206.145	(289.680)	127.930.608
Motor vehicles	312.070	-	107.838	(12.000)	407.908
Furniture and fixtures	8.546.650	-	328.893	(48.200)	8.827.343
Investments in progress	8.208.238	25.418.138	(20.596.604)	-	13.029.772
<b>Sub total</b>	<b>178.017.320</b>	<b>25.418.138</b>	<b>-</b>	<b>(349.880)</b>	<b>203.085.578</b>
Accumulated depreciation (-)					
Land improvements	(468.091)	(75.957)	-	-	(544.048)
Buildings	(7.183.264)	(993.529)	-	-	(8.176.793)
Machinery and equipment	(69.954.837)	(7.456.948)	-	66.553	(77.345.232)
Motor vehicles	(243.292)	(33.075)	-	12.000	(264.367)
Furniture and fixtures	(7.570.626)	(361.638)	-	31.330	(7.900.934)
<b>Sub total</b>	<b>(85.420.110)</b>	<b>(8.921.147)</b>	<b>-</b>	<b>109.883</b>	<b>(94.231.374)</b>
<b>Net value</b>	<b>92.597.210</b>				<b>108.854.204</b>

The Parent Company has recognized its land, land improvements and buildings at their fair values. The land and buildings owned by the Parent Company have been subject to revaluation for the first time in 2002 by Lotus Gayrimenkul Ekspertiz Değerleme Anonim Şirketi and the difference between the fair value and the carrying value was recognized in the financial statements. In 2008, Lotus Gayrimenkul Ekspertiz Değerleme Anonim Şirketi performed another revaluation study. As per the report prepared on the second study dated 26 December 2008, the difference observed between the fair value and the carrying value of the assets was considered immaterial; hence the Parent Company did not recognize this difference in the financial statements.

For the purpose of determining any change that might have occurred in the fair values of the Parent Company's land, land improvements, and buildings, the Management delegated to a valuation company licensed by the Capital Markets Board, namely, Denge Gayrimenkul Değerleme ve Danışmanlık A.Ş. a valuation study to be performed. As a result of this study, the difference observed between the fair values and the carrying values of the assets as stated in the valuation report was recognized by the Parent Company in the financial statements. The fair values of land, land improvements and buildings were determined according to their market values. The revaluation of the subject tangible assets was made at the market value in use.

In case of disposal of revalued assets, the revaluation funds of these assets are transferred to retained earnings. Furthermore, the difference between the depreciation calculated over the revalued asset and the depreciation calculated over the acquisition value of the asset is transferred from the revaluation fund to the retained earnings account during the course of utilization on annual basis.

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13. Intangible Assets

As of 30 June 2015, intangible assets consist of the following\_(TL):

Cost ;	Opening			Closing
	1 January 2015	Additions	Disposals	30 June 2015
License	859.735	-	-	859.735
Trademark	3.987.406	-	-	3.987.406
Industrial design	71.645	-	-	71.645
Dealer list	2.274.223	-	-	2.274.223
Rights and other	704.836	134.266	-	839.102
<b>Sub total</b>	<b>7.897.845</b>	<b>134.266</b>	<b>-</b>	<b>8.032.111</b>
Accumulated amortization (-)				
Industrial design	(71.645)	-	-	(71.645)
Dealer list	(1.023.401)	(56.856)	-	(1.080.255)
Rights and other	(805.739)	(14.078)	-	(819.818)
<b>Sub total</b>	<b>(1.900.785)</b>	<b>(70.934)</b>	<b>-</b>	<b>(1.971.718)</b>
<b>Net Book Value</b>	<b>5.997.060</b>			<b>6.060.393</b>

As of 31 December 2014, intangible assets consist of the following (TL):

Cost ;	Opening			Closing
	1 January 2014	Additions	Disposals	31 December 2014
License	859.735	-	-	859.735
Trademark	3.987.406	-	-	3.987.406
Industrial design	71.645	-	-	71.645
Dealer list	2.274.223	-	-	2.274.223
Rights and other	704.760	76	-	704.836
<b>Sub total</b>	<b>7.897.769</b>	<b>76</b>	<b>-</b>	<b>7.897.845</b>
Accumulated amortization (-)				
Industrial design	(71.645)	-	-	(71.645)
Dealer list	(909.689)	(113.712)	-	(1.023.401)
Rights and other	(792.551)	(13.188)	-	(805.739)
<b>Sub total</b>	<b>(1.773.885)</b>	<b>(126.900)</b>	<b>-</b>	<b>(1.900.785)</b>
<b>Net Book Value</b>	<b>6.123.884</b>			<b>5.997.060</b>

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14. Goodwill

As of 30 June 2015 and 31 December 2014, goodwill consists of the following (TL) :

	30 June 2015	31 December 2014
21 October 2004	655.882	655.882
23 October 2014	117.470	117.470
Total	773.352	773.352

On 21 October 2004, the operations realized under the trademark "Winsa" were acquired by the Parent Company from Pilsa A.Ş. Pursuant to the IFRS 3 "Business Combinations", the Parent Company has recognized at fair value on the effective date of agreement (1 December 2004) the identifiable assets and liabilities transferred within the scope of the acquisition, and the difference between the acquisition cost and the fair value of the identifiable assets and liabilities less deferred tax effect, was recognized as goodwill in the financial records.

The Parent Company has acquired 100% of the shares of Althera PVC LTDA EPP in Brazil afor a total of EU 177.372,13 on 23 October 2014. Pursuant to the TFRS 3 "Business Combinations", the Parent Company has recognized at fair value on the effective date of agreement (23 October 2014) the identifiable assets and liabilities transferred within the scope of the acquisition, and the difference between the acquisition cost and the fair value of the identifiable assets and liabilities was recognized as goodwill in the financial records.

As of 30 June 2015 and 31 December 2014, the positive goodwill amount is TL 773.352 (31 December 2014 - TL 773.352).

15. Provisions, Contingent Assets and Liabilities

As of 30 June 2015 and 31 December 2014, short term other provisions consist of the following (TL) :

	30 June 2015	31 December 2014
Warranty provision	812.034	766.559
Provision for litigation	1.018.860	721.131
Provision for tax penalty (*)	536.260	536.260
Total	2.367.154	2.023.950

(\*) In accordance with tax inspection reports issued by the Ministry of Finance Revenue Administration within the scope of tax inspection for 2007, tax penalty notifications issued were communicated to the Company within 2011. Accordingly, the Company was imposed with principal tax and tax loss penalty communicated on 2 April 2012 amounting to a total of TL 3.605.914. The Company initiated a tax case at Izmir 4th Tax Court against tax penalty on 30 April 2012. As a result of the first hearing held on 6 December 2012, a portion of TL 2.358.150 out of the tax penalties communicated to the Parent Company was reversed by the court. The date of the next hearing to be held for the balancing amount is not yet communicated to the Parent Company. Considering the current legal position and related evidence, the Management believes that the litigation process will be finalized in favor of the Parent Company. The Parent Company has made a provision of TL 536.260 in the accompanying financial statements as of 30 June 2015 and 31 December 2014 as a matter of prudence.



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15. Provisions, Contingent Assets and Liabilities (continued)

As of 30 June 2015 and 31 December 2014, guarantees, pledges and mortgages given/received by the Parent Company and its Subsidiaries consist of the following (TL):

	30 June 2015		31 December 2014	
	TL equivalent	Foreign currency	TL equivalent	Foreign currency
Guarantee letters received				
Euro	6.621.537	2.220.353	14.202.295	5.035.025
USD	1.101.383	410.000	2.863.841	1.235.000
TL	29.544.500		25.043.500	
	37.267.420		42.109.636	
Guarantee notes received				
Euro	89.466	30.000	535.934	190.000
USD	-	-	1.612.976	695.578
TL	4.179.000		4.318.969	
	4.268.466		6.467.879	
Mortgages received				
Euro	162.956		154.131	
TL	131.353.500		132.468.500	
	131.516.456		132.622.631	
<b>Total guarantees and mortgages received</b>				
	<b>173.052.342</b>		<b>181.200.146</b>	
Guarantees given				
Euro	1.365.102	457.750	14.792.131	5.244.135
USD	34.489.562	12.839.058	4.199.227	1.810.870
AUD	35.044	17.082	32.275	17.082
TL	42.392.107		34.905.962	
	78.281.815		53.929.595	
<b>Total guarantees given</b>				
	<b>78.281.815</b>		<b>53.929.595</b>	

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15. Provisions, Contingent Assets and Liabilities (continued)

As of 30 June 2015 and 31 December 2014, guarantee, pledge and mortgage position chart of the Parent Company and its Subsidiaries is as follows:

<b>Guarantees, pledges and mortgages given by the Company</b>	<b>30 June 2015</b>	<b>31 December 2014</b>
a. Total amount of guarantees, pledges and mortgages given in the name of legal entity	78.281.815	53.929.595
b. Total amount of guarantees, pledges and mortgages given in favor of the parties included in the full consolidation	-	-
c. Total amount of guarantees, pledges and mortgages given to third parties for their liabilities in the purpose of conducting the ordinary operations	-	-
d. Total amount of other guarantees, pledges and mortgages	-	-
<b>Total</b>	<b>78.281.815</b>	<b>53.929.595</b>

As of 30 June 2015 and 31 December 2014, the Parent Company and its subsidiaries have no guarantees, pledges or mortgages received from or given to related parties.

As of 30 June 2015, the other guarantees, pledges and mortgages given by the Parent Company and its subsidiaries are equivalent to 0% of their equity (31 December 2014 - 0%).

16. Commitments

a) The export commitments of the Parent Company and its Subsidiaries are as follows:

The Parent Company and its Subsidiaries have export commitments in the amount of USD 10.665.744 in relation to the export incentives received on 30 June 2015 (31 December 2014 - USD 10.046.661).

b) The transactions made by the Parent Company and its Subsidiaries in relation to operating leases are as follows:

The operating leases of the Parent Company and its Subsidiaries amounting to EUR 1.620.468, USD 3.730.758 and TL 4.910.663 in total (31 December 2014 - EUR 2.983.142, USD 3.067.253 and TL 3.013.520) consist of cars, forklifts, and warehouse rentals; and their maturities vary between 1-6 years. The operating leases amounting to EUR 2.250.376, USD 406.296, and TL 1.027.073 mature in 1-4 years.

17. Employee Benefit Obligations and Provisions

As of 30 June 2015 and 31 December 2014, employee benefit obligations consist of the following (TL):

	<b>30 June 2015</b>	<b>31 December 2014</b>
Taxes and funds payable	340.924	427.326
Social security premiums payable	401.428	372.271
Accrued wages	942.654	992.941
<b>Total</b>	<b>1.685.006</b>	<b>1.792.538</b>

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17. Employee Benefit Obligations and Provisions (continued)

As of 30 June 2015 and 31 December 2014, provisions for employee benefits consist of the following (TL):

**Provision for annual leaves**

	30 June 2015	31 December 2014
Opening balance	958.031	636.816
Charge for the current year	169.062	321.215
<b>Closing balance</b>	<b>1.127.093</b>	<b>958.031</b>

**Provision for termination indemnity**

	30 June 2015	31 December 2014
Opening balance	3.313.205	3.255.165
Provisions paid during the year	(48.672)	(129.583)
Interest cost	160.690	315.751
Service cost	200.209	365.907
Actuarial gains / (losses)	(369.808)	(494.035)
<b>Closing balance</b>	<b>3.255.624</b>	<b>3.313.205</b>

18. Other Assets and Liabilities

As of 30 June 2015 and 31 December 2014, other assets and liabilities consist of the following (TL):

**Other Current Assets**

	30 June 2015	31 December 2014
Rental fee (Turnover cost accrual-2014)	2.737.167	1.541.176
Deferred VAT	1.616.346	1.167.329
Other advances	384.454	293.218
<b>Total</b>	<b>4.737.967</b>	<b>3.001.723</b>

(\*) The Group has entered into forward exchange contracts during the year for hedging risks that might arise upon foreign currency fluctuations.

**Other Short Term Liabilities**

	30 June 2015	31 December 2014
Taxes and funds payable	1.653.521	581.928
Expense provisions	1.049.315	331.119
<b>Total</b>	<b>2.702.836</b>	<b>913.047</b>

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19. Equity

(a) Paid-in capital:

As of 30 June 2015 and 31 December 2014, the share capital and shareholding structure of the Parent Company is as follows:

	30 June 2015		31 December 2014	
	TL	Shareholding (%)	TL	Shareholding (%)
Deceuninck	58.100.520	97,54	58.100.520	97,54
Public offering	1.466.380	2,46	1.466.380	2,46
Paid-in capital as stated in the legal books	59.566.900	100,00	59.566.900	100,00
Restatement difference	7.840.703		7.840.703	
<b>Total</b>	<b>67.407.603</b>		<b>67.407.603</b>	

The upper limit of registered share capital of the Parent Company as of 30 June 2015 and 31 December 2014 is TL 120.000.000. As of 30 June 2015 and 31 December 2014, the historic value of the Company's paid-in capital is TL 59.566.900 consisting of 5.956.690.000 shares of Kr 1 nominal value each.

As of 30 June 2015 and 31 December 2014, the movement chart of the number of shares issued for the Company's share capital is as follows:

	30 June 2015		31 December 2014	
	Number of shares	TL	Number of shares	TL
January 1	5.956.690.000	59.566.900	5.956.690.000	59.566.900
Bonus issue transferred from retained earnings/prior year profits	-	-	-	-
<b>End of period</b>	<b>5.956.690.000</b>	<b>59.566.900</b>	<b>5.956.690.000</b>	<b>59.566.900</b>

For the purpose of the second amendment and restatement agreement dated 7 May 2015 of the loan agreement originally dated 11 September 2009, the Share Pledge Agreement signed on 16 August 2012 remains into force. Deceuninck NV, pursuant to the Share Pledge Agreement entered into on 11 September 2009, has pledged in favor of Fortis Bank NV/SA acting in the capacity of guarantee representative, a total of 16.980.361,712 shares representing approximately 28,5063 % of the Company's total share capital at TL 0,01 nominal value each on 15 September 2009 and a total of 41.120.158,313 shares representing approximately 69,0318% of the Company's total share capital at TL 0,01 nominal value each on 16 September 2009. In total, there is a right of pledge established on approximately 97,5382% of the Company's shares in favor of Fortis Bank NV/SA.

For the purpose of obtaining a refinance loan of Euro 140.000.000, the major shareholder Deceuninck NV acting in the capacity of loan receiver has pledged in favor of Fortis Bank NV/SA acting in the capacity of guarantee representative the entire number of its 58.100.520 shares of TL 0,01 nominal value each representing 97,5382% of the Company's share capital as per the Share Pledge Agreement signed on 16 August 2012 upon amendment dated 16 July 2012 made on the Loan Agreement dated 11 September 2009.

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19. Equity (continued)

(b) Restricted profit reserves :

Restricted profit reserves consist of legal reserves. Legal reserves which are divided as First Legal Reserve and Second Legal Reserve as per the Turkish Commercial Code, are appropriated as below:

- i.* First Legal Reserve: Appropriated out of net profit at the rate of 5% until such reserve is equal to 20% of issued and fully paid capital.
- ii.* Second Legal Reserve: Appropriated out of net profit at the rate of 10% of distributions after providing for First Legal Reserve and an amount equal to 5% of capital as dividends.

Legal reserves which do not exceed one half of share capital may only be used to absorb losses or for purposes of continuity of the business in times of business difficulties and to prevent unemployment or lessen its effects.

(c) Retained earnings / (Accumulated losses):

Changes in retained earnings/(accumulated losses) during the period are set out below (TL):

	30 June 2015	31 December 2014
Retained earnings	67.076.469	51.084.059
Fixed asset revaluation adjustment (*)	11.190	298.398
Prior year profit / (loss)	22.234.114	15.694.011
Revaluation fund transfer (From sale of building)	14.959.619	-
Deferred tax effect of revaluation fund	1.400.911	-
Retained earnings/(accumulated losses) of the Branch	(5.120)	-
<b>Total</b>	<b>105.677.184</b>	<b>67.076.469</b>

(\*) The land and buildings owned by the Parent Company were subject to revaluation in 2002, 2008 and 2012. The revaluation of these assets was made at the market value in use. The difference between their carrying values and market values are stated in fixed asset revaluation fund under capital reserves. In case of disposal of revalued assets, the fixed asset revaluation funds related to these assets are transferred to retained earnings. Furthermore, the difference between the depreciation calculated over the carrying value of the revalued asset and the depreciation calculated over the acquisition value of the asset is transferred from the fixed asset revaluation fund to the retained earnings account during the course of utilization on annual basis.

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20. Sales and Cost of Sales

Sales consist of the following (TL) :

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Local sales	174.092.528	100.728.498	157.620.868	89.631.109
Exports	34.093.391	19.041.658	24.813.466	15.483.793
<b>Total</b>	<b>208.185.919</b>	<b>119.770.156</b>	<b>182.434.334</b>	<b>105.114.902</b>

Cost of sales consists of the following (TL) :

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Direct raw material, semi-finished good and material expenses	110.803.179	61.953.362	106.245.564	54.139.760
Direct labor cost	1.314.296	632.701	1.567.630	810.398
Amortization and depreciation expenses	4.439.703	2.791.724	4.116.479	2.103.815
Other production costs	19.832.620	10.722.294	16.715.713	8.820.290
<b>Total cost of production</b>	<b>136.389.798</b>	<b>76.100.081</b>	<b>128.645.386</b>	<b>65.874.263</b>
<b>Change in semi-finished goods</b>	<b>(225.455)</b>	<b>(230.837)</b>	<b>(647.088)</b>	<b>185.175</b>
Beginning of the period	4.637.494	-	3.316.311	-
End of the period	(4.862.948)	(230.837)	(3.963.399)	185.175
<b>Change in finished goods</b>	<b>(3.591.249)</b>	<b>2.038.682</b>	<b>(10.039.257)</b>	<b>(1.068.396)</b>
Beginning of the period	20.859.890	-	15.139.185	-
End of the period	(24.451.140)	2.038.682	(25.178.442)	(1.068.396)
<b>Change in trade goods</b>	<b>25.364.492</b>	<b>15.270.209</b>	<b>18.929.492</b>	<b>10.502.228</b>
Beginning of the period	18.299.615	4.708.147	9.112.442	-
Purchases	30.333.006	9.892.958	23.981.555	11.500.808
End of the period	(23.268.129)	669.104	(14.164.505)	(998.580)
<b>Total</b>	<b>157.937.587</b>	<b>93.178.135</b>	<b>136.888.533</b>	<b>75.493.270</b>

21. Research and Development Expenses; Marketing, Sales and Distribution Expenses; General Administration Expenses

Research and development expenses; marketing, sales and distribution expenses; general administration expenses are as follows (TL) :

**Research and Development Expenses:**

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Personnel expenses	262.178	133.958	224.006	133.434
Other	5.145	3.420	64.845	60.115
<b>Total</b>	<b>267.323</b>	<b>137.378</b>	<b>288.851</b>	<b>193.549</b>

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21. Research and Development Expenses; Marketing, Sales and Distribution Expenses; General Administration Expenses (continued)

Research and development expenses; marketing, sales and distribution expenses; general administration expenses are as follows (TL) (continued) :

**Marketing, sales and distribution expenses :**

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Personnel expenses	9.615.015	4.955.938	7.649.893	3.952.445
Customs and transportation expenses	6.172.935	3.322.241	5.423.463	2.867.309
Advertisement expenses	2.186.897	1.843.426	1.160.066	729.060
Exposition, exhibition and showroom expenses	1.120.135	469.003	963.056	273.783
Rental fees	2.723.910	1.379.686	2.554.507	1.250.413
Dealer promotion and meeting expenses	1.536.304	1.008.268	1.762.226	1.029.201
Sales premiums and commissions	479.832	277.245	344.831	200.330
Depreciation and amortization expenses	517.719	(284.340)	101.679	71.425
Other	2.044.642	990.301	2.092.113	1.055.802
<b>Total</b>	<b>26.397.389</b>	<b>13.961.768</b>	<b>22.051.834</b>	<b>11.429.768</b>

**General administration expenses:**

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Personnel expenses	4.014.571	1.971.126	3.290.468	1.493.474
Consultancy services	4.347.299	2.408.964	3.145.735	1.570.257
Provision for doubtful receivables, net	199.067	42.641	99.621	(157.107)
Taxes and similar expenses	634.425	540.944	297.353	129.475
Depreciation and amortization expenses	162.790	85.872	171.702	86.002
Communication expenses	83.772	49.040	73.832	32.685
Insurance expenses	257.789	143.849	227.799	123.606
Termination indemnity and annual leave expenses	320.401	(314.957)	435.615	148.138
Other	2.136.572	869.241	1.257.565	684.429
<b>Total</b>	<b>12.156.686</b>	<b>5.796.721</b>	<b>8.999.690</b>	<b>4.110.959</b>

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22. Other Operating Income/Expenses

Other operating income and expenses consist of the following (TL):

**Other operating income:**

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Foreign exchange gains	7.943.049	3.328.285	3.344.781	585.989
Interest income	1.373.575	798.958	1.798.472	796.422
Forward earnings	2.449.159	1.637.779	1.043.290	149.250
Profit from sales of fixed assets	333.579	52.315	78.142	70.481
Insurance damage income	38.964	-	124.255	19.371
Other	3.587.547	3.188.795	409.139	113.795
<b>Total</b>	<b>15.725.873</b>	<b>9.006.132</b>	<b>6.798.079</b>	<b>1.735.308</b>

**Other operating expenses:**

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Foreign exchange losses	5.791.161	2.335.268	2.859.468	611.158
Waived receivables *	301.475	214.364	30.821	30.821
Interest expense	16.397	(65.175)	2.587	1.533
Losses from sale of fixed assets	2.373.437	2.369.279	80.324	33.254
Interest cost of termination indemnity	160.690	81.753	157.875	78.938
Forward losses	2.070.078	1.494.168	2.651.735	1.017.226
Special transaction tax	13.543	6.383	13.052	7.951
Other expenses	688.044	353.328	382.269	223.022
<b>Total</b>	<b>11.414.825</b>	<b>6.789.368</b>	<b>6.178.131</b>	<b>2.003.903</b>

(\*) Receivables that are determined as uncollectible upon legal proceedings started by the Company against customers in default have started to be followed up as waived receivables under operating expenses.

23. Expenses Classified by Nature

**Depreciation and amortization expenses**

	1 January 2015- 30 June 2015	1 January 2014- 30 June 2014
Overhead	4.439.703	4.116.479
General administration expenses	162.790	171.702
Marketing and sales expenses	517.719	101.679
<b>Total</b>	<b>5.120.211</b>	<b>4.389.859</b>
	1 January 2015- 30 June 2015	1 January 2014- 30 June 2014
Depreciation	5.049.277	4.325.783
Amortisation	70.934	64.076
<b>Total</b>	<b>5.120.211</b>	<b>4.389.859</b>



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23. Expenses Classified by Nature (continued)

**Employee Benefits**

	1 January 2015- 30 June 2015	1 January 2014- 30 June 2014
Wages and salaries	10.937.731	14.939.958
Social security premium expenses-employer's share	1.338.090	1.121.485
Other social expenses	13.032.698	4.136.837
Provision for termination indemnity and unused leaves, net	320.401	435.615
<b>Total</b>	<b>25.628.920</b>	<b>20.633.895</b>

24. Financial Income and Expenses

Financial income and expenses consist of the following (TL):

**Financial Income**

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Foreign exchange gains	1.096.486	(6.863.039)	639.445	514.086
Interest income	-	-	-	-
Forward earnings	-	(8.025)	268.250	147.050
Other income	8.549	8.549	-	-
<b>Total</b>	<b>1.105.035</b>	<b>(6.862.515)</b>	<b>907.695</b>	<b>661.136</b>

**Financial Expenses**

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Foreign exchange losses	1.644.532	(5.664.617)	355.288	(421.255)
Interest expense	4.302.048	2.107.365	4.093.708	2.052.440
Forward losses	-	-	1.186.543	956.343
Other expenses	24.812	19.313	17.720	8.421
<b>Total</b>	<b>5.971.392</b>	<b>(3.537.939)</b>	<b>5.653.259</b>	<b>2.595.949</b>

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25. Non-Current Assets Held for Sale

As of 30 June 2015 and 31 December 2014, non-current assets held for sale consist of the following (TL):

	30 June 2015	31 December 2014
Opening balance	1.196.351	1.607.283
Additions (*)	640.209	449.554
Disposals (-)	(548.768)	(860.486)
<b>Total</b>	<b>1.287.792</b>	<b>1.196.351</b>

As of 30 June 2015 and 31 December 2014, non-current assets held for sale comprise land, stores and buildings acquired from customers against receivables whose collection has become doubtful. The Group Management intends to dispose of the subject real estate in a short time.

(\*) Addition of the machinery sold to Chile at a total of TL 597.128 subsequent to being eliminated with investments in progress.

26. Taxes

a) Corporation Tax ;

For 2015 and 2014, the corporation tax rate in Turkey is 20%. This rate is applicable to the tax base derived upon adding onto the commercial earnings of entities the disallowable expenses, and deducting exemptions and discounts as stated in the tax legislation. The corporation tax rates in India, Chile and Brazil are 43%, 20%, and 34%, respectively..

Taxes payable as of 30 June 2015 and 31 December 2014 netted with the prepaid taxes are set out below (TL).

	30 June 2015	31 December 2014
Current period corporation tax	4.669.739	5.231.363
Taxes prepaid during the period (-)	(2.143.725)	(5.224.114)
<b>Corporation tax payable</b>	<b>2.526.014</b>	<b>7.248</b>

As of 30 June 2015 and 31 December 2014, the reconciliation between tax expense calculated by applying the legal tax rate on profit before tax and the total tax provision stated in the statement of comprehensive income is as follows (TL) :

	30 June 2015	31 December 2014
Profit before tax	10.871.625	27.835.708
Tax expense /(income) at the rate of 20%	2.174.326	5.567.143
Effect of disallowable expenses	41.330	272.982
Effect of income exempt from corporation tax	(2.411.813)	(209.760)
Effect of other adjusting items	(6.686.235)	(28.772)
<b>Current period tax (income) / expense</b>	<b>3.989.233</b>	<b>5.601.593</b>

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26. Taxes (continued)

b) Deferred tax assets and liabilities;

Deferred tax assets, liabilities, income and expenses and the temporary differences taken as basis for deferred tax calculations are as follows (TL):

	Deferred tax asset / (liability )		Deferred tax income / (expense)	
	30 June 2015	31 December 2014	30 June 2014	31 December 2014
Provision for doubtful receivables	1.419.247	1.263.231	156.016	(74.513)
Provision for termination indemnity	1.020.932	1.156.676	(135.744)	558.692
Actuarial loss on termination indemnity	(369.808)	(494.035)	124.227	(547.084)
Provision for unused leaves	225.379	191.606	33.773	64.243
Provision for litigation	203.772	144.226	59.546	103.577
Rediscount on receivables	82.813	(25.728)	108.541	55.790
Rediscount on payables	(61.873)	(11.764)	(50.109)	1.975
Expense accruals	647.481	387.197	260.284	101.430
Elimination effect of the consolidation	658.521	573.890	84.631	121.104
Depreciation time differences and the effect of valuation of intangible assets in accordance with TFRS 3	(7.761.625)	(7.715.995)	(45.628)	(928.850)
Effect of fixed asset revaluation	(1.792.870)	(1.804.060)	11.190	74.599
Deferred tax effect of the revaluation fund of fixed assets sold	1.400.911			
<b>Deferred Tax Asset/(Liability), Net</b>	<b>(4.327.118)</b>	<b>(6.334.756)</b>	<b>606.727</b>	<b>(469.037)</b>

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27. Earnings /(loss) per Share

Earnings/(loss) per share is calculated as follows:

	30 June 2015	30 June 2014
Profit/(loss) for the period	6.882.392	8.106.090
Weighted average number of ordinary shares at the beginning of the period *	5.956.690.000	5.956.690.000
Weighted average number of ordinary shares at the end of the period *	5.956.690.000	5.956.690.000
Earnings/loss) per share (TL)	0,1155	0,1361

(\*) per share of Kr 1 nominal value.

Calculation of earnings per share is made by dividing the net income/(loss) for the current period by the weighted average number of outstanding shares.

Changes in the number of shares for the periods ended 30 June 2015 and 31 December 2014 are set out in the table below:

Number of shares	30 June 2015	31 December 2014
Beginning of the period/year	5.956.690.000	5.956.690.000
Bonus issues from internal sources during the year	-	-
End of the period/year	5.956.690.000	5.956.690.000

As of the reporting date, there was no transaction in relation to ordinary shares issued or planned to be issued other than those shown above.

Companies in Turkey are allowed to increase their share capitals through making transfers from various internal sources and extend bonus issues to shareholders based on this increase. In calculating earnings per share, the bonus shares are regarded as shares distributed as dividends. For that reason, these shares are deemed to be outstanding throughout the year in calculating the average number of shares.

28. Related Party Disclosures

i. Trade receivables from related parties consist of the following (TL) :

	30 June 2015	31 December 2014
Deceuninck (majority shareholder)	2.307.883	2.060.177
Other Deceuninck affiliates	19.488.670	8.651.274
<b>Total (Note 7)</b>	<b>21.796.553</b>	<b>10.711.451</b>

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28. Related Party Disclosures (continued)

ii. Trade payables to related parties consist of the following (TL) :

	30 June 2015	31 December 2014
EgePen Plastik San. Ve Tic. A.Ş (Ege Pen) (*)	1.154.288	1.187.595
Other Deceuninck affiliates	5.058.944	577
<b>Total (Note 7)</b>	<b>6.213.232</b>	<b>1.188.172</b>

(\*) Debt created upon acquisition of a 20.000 m<sup>2</sup> of land owned by Ege Pen Plastik Sanayi ve Ticaret A.Ş. in Menemen Industrial Zone.

iii. Other receivables from related parties consist of the following (TL) :

	30 June 2015	31 December 2014
Deceuninck (majority shareholder)	-	10.500.000
<b>Total (Note 8)</b>	<b>-</b>	<b>10.500.000</b>

Given to Deceuninck for Pimaş share acquisition on 22 December 2014; collected together with interest in the amount of TL 10.568.919 on 22 January 2015

iv. Acquisition of goods and services from related parties for the periods ended 30 June 2015 and 2014 consists of the following(TL) :

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Deceuninck (majority shareholder)	59.286	17.298	404.612	156.842
Other Deceuninck affiliates	3.353.368	3.025.453	374.785	365.850
<b>Total</b>	<b>3.412.654</b>	<b>3.042.751</b>	<b>779.397</b>	<b>522.692</b>

v. Sales made to related parties in the periods ended 30 June 2015 and 2014 consist of the following (TL) :

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Deceuninck (majority shareholder)	1.667.036	902.039	1.428.451	713.955
Other Deceuninck affiliates	14.341.976	11.235.859	3.929.005	2.464.666
<b>Total</b>	<b>16.009.012</b>	<b>12.137.898</b>	<b>5.357.456</b>	<b>3.178.621</b>

vi. Fixed asset purchases made from related parties in the periods ended 30 June 2015 and 2014 consist of the following (TL) :

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Deceuninck (majority shareholder)	1.050	65.392	14.085	14.085
Other Deceuninck affiliates	728.642	-	-	-
<b>Total</b>	<b>729.692</b>	<b>65.392</b>	<b>14.085</b>	<b>14.085</b>

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28. Related Party Disclosures (continued)

- vii. Other purchases made from related parties for the periods ended 30 June 2015 and 2014 consist of the following (TL) :

	1 January 2015- 30 June 2015	1 April 2015- 30 June 2015	1 January 2014- 30 June 2014	1 April 2014- 30 June 2014
Deceuninck (majority shareholder)*	3.045.629	5.890.845	2.568.913	1.283.430
Other Deceuninck affiliates	383.281	66.161	619	58.656
Egepen	170.822	90.674	110.950	36.750
<b>Total</b>	<b>3.599.732</b>	<b>6.047.680</b>	<b>2.680.482</b>	<b>1.378.836</b>

(\*) As of 30 June 2015, TL 3.045.629 out of the indicated total consists of management service fees (31 December 2014 - TL 4.929.487).

Transactions with other Deceuninck affiliates consist of other miscellaneous expenses and the amount related to Ege Pen consists of trademark expenses.

- viii. Salaries and similar benefits provided to top management such as CEO, Board Members, General Manager, General Coordinator, and Assistant General Manager of the Company for the period ended 30 June 2015 amounts to TL 2.686.385 (31 December 2014 - TL 4.370.860).
- ix. As of 30 June 2015 and 31 December 2014, the unaudited statutory financial data of the Subsidiaries before elimination consists of the following (TL):

	Deceuninck Importadora Limitada	
	30 June 2015	31 December 2014
Total assets	19.511.687	17.269.230
Gross sales	8.772.932	5.745.568
Net profit/(loss) for the period	(276.453)	505.945
Equity	89.962	875.676
Current Assets	17.853.341	15.443.522
Non-current Assets	1.658.346	1.825.708
Short-term Liabilities	19.421.724	16.393.554
Long-term Liabilities	-	-
Total Comprehensive Income	(276.453)	505.525

	Althera PVC LTDA-EPP	
	30 June 2015	31 December 2014
Total assets	3.047.870	2.318.998
Gross sales	441.272	185.762
Net profit/(loss) for the period	(773.304)	(155.392)
Equity	(40.228)	133.934
Current Assets	2.995.859	2.318.998
Non-current Assets	52.010	-
Short-term Liabilities	2.290.485	1.427.082
Long-term Liabilities	797.613	757.983
Total Comprehensive Income	(773.304)	(155.392)

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**29. Nature and Level of Risks Arising from Financial Instruments**

Due to its operations, the Parent Company is exposed to various financial risks including the effects of changes in foreign exchange rates and interest rates in loan market and capital market prices. These risks comprise price risk, foreign exchange risk, interest rate risk, credit risk and liquidity risk. The Parent Company's general risk management program focuses on the unpredictable and fluctuating characteristic of the financial markets and aims to minimize their potential negative impact on the financial performance of the Parent Company.

Some of the basic financial instruments of the Company are bank borrowings, cash, and short and long term bank deposits. The main purpose in using these instruments is to finance the Parent Company operations. Furthermore, the Company has financial instruments like trade receivables and trade payables which are directly related to operations.

The Parent Company Management manages these risks in the manner stated below, and monitors the market risks that may arise upon utilization of financial instruments.

**i. Price Risk**

Price risk is a combination of foreign exchange, interest, and market risks. The Parent Company's receivables and payables and interest bearing assets and liabilities cover and compensate each other provided that they are of the same currency; hence, the price risk is managed automatically. Market risk is monitored by the Parent Company via market analyses and relevant valuation methods.

**ii. Interest Rate Risk**

The Parent Company does not have significant interest-sensitive assets. The Parent Company's income and cash flows from its operations are mostly independent of the market interest fluctuations.

The Parent Company's interest rate risk arises from short and long term borrowings. The interest rates to be applied in the future periods will affect the loans to be received for the continuation of the Parent Company's operations in the subsequent period.

**Interest position chart and related sensitivity analysis**

As of 30 June 2015 and 31 December 2014, the interest position of the Parent Company is set out in the table below (TL):

Interest position chart		Current period	Prior period
		30 June 2015	31 December 2014
	<i>Financial instruments with fixed interest rate</i>		
	Assets the fair value difference of which is reflected to profit/loss	-	-
	Financial assets available for sale	-	-
Financial assets	Time deposits	32.882.481	11.928.957
Financial liabilities (Note 5)		108.120.613	101.427.198
	<i>Financial instruments with variable interest rate</i>		
Financial assets		-	-
Financial liabilities (Note 5)		-	-

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29. Nature and Level of Risks Arising from Financial Instruments (continued)

iii. **Liquidity Risk**

Prudent liquidity risk management stands for maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit facilities and the ability to close out market positions.

The Management monitors the funding risk of the Parent Company's current and potential loan requirements through maintaining continuous access to sufficient number of committed credit lines.

The Parent Company's liquid assets (current assets - (inventories + non-current assets held for sale) exceed its short term payables by a total of TL 91.086.018 as of 30 June 2015 (TL 50.061.705 as of 31 December 2014).

The maturity breakdown of the Parent Company's commercial and financial debts by due dates is set out in the table below as of 30 June 2015 and 31 December 2014.

**Current Period**

Expected or contractual terms	Book value	Total contractual cash outflows (=I+II+III+IV)	Up to 3 months (I)	3-12 months (II)	1-5 years (III)	More than 5 years (IV)
<b>Financial liabilities (non-derivative)</b>						
Bank loans	108.727.947	109.081.653	19.631.234	31.112.906	58.337.513	-
Other financial liabilities	-	-	-	-	-	-
Notes payable	33.018.151	33.746.430	8.570.719	25.175.711	-	-
Trade payables	56.266.309	56.524.160	36.262.856	20.261.304	-	-
Other payables (Deferred income)	49.776.612	49.776.612	14.213.483	35.421.019	142.110	-
<b>Expected or contractual terms</b>						
Financial liabilities (derivative) (net)	212.414	212.414	212.414	-	-	-

**Prior Period**

Expected or contractual terms	Book value	Total contractual cash outflows (=I+II+III+IV)	Up to 3 months (I)	3-12 months (II)	1-5 years (III)	More than 5 years (IV)
<b>Financial liabilities (non-derivative)</b>						
Bank loans	101.870.740	107.482.435	63.257.416	21.571.727	22.653.292	-
Other financial liabilities	-	-	-	-	-	-
Notes payable	43.215.244	44.839.749	17.049.652	27.790.097	-	-
Trade payables	26.536.971	26.653.309	22.679.715	3.973.594	-	-
Other payables (Deferred income)	33.205.016	33.205.016	12.604.209	20.600.807	-	-
<b>Expected or contractual terms</b>						
Financial liabilities (derivative) (net)	254.693	254.693	254.693	-	-	-



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**29. Nature and Level of Risks Arising from Financial Instruments (continued)**

**iv. Credit Risk**

Ownership of financial assets involves the risk that counterparties may be unable to meet the terms of their agreements. The Parent Company management monitors such risks by minimizing the average risk for the counterparty in the agreements (other than related parties) and receiving collaterals when necessary. The Parent Company's collection risk basically arises from its trade receivables from dealers or other customers. The Parent Company monitors this risk either by extending the credit limits allocated to dealers up to the level of collaterals received or by receiving advance payments. The utilization of these credit limits are continuously followed up by the management and the credit quality is regularly assessed taking into consideration the customer's financial position, past experience and other similar factors.

Trade receivables are evaluated by the Parent Company management based on past experiences and current economic condition, and are presented in the financial statements net of provision for doubtful receivables.

The Parent Company attempts to control credit risk by extending the range of its sales operations, avoiding unfavorable concentrations on persons or groups of a certain sector or region. The Parent Company also obtains collaterals from customers when deemed necessary.

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29. Nature and Level of Risks Arising from Financial Instruments (continued)

iv. **Credit Risk (continued)**

Disclosures regarding maturity and guarantee structure of receivables and cash and cash equivalents are as follows (TL) :

30 June 2015	Receivables				
	Trade receivables (Note 7)	Trade receivables from related parties (Note 7)	Other receivables (Note 8)	Cheques submitted for collection (Note 4)	Cash and banks (Note 4)
Maximum credit risk exposure as of reporting date (A+B+C+D+E) (1)	219.455.972	21.796.553	1.199.434	6.982.599	35.704.385
- Maximum risk secured by guarantee (2)	(173.052.342)	-	-	-	-
A. Net book value of financial assets neither overdue nor impaired	207.731.133	21.796.553	1.199.434	6.982.599	35.704.385
B. Net book value of financial assets of which conditions are negotiated, otherwise considered as impaired or overdue	-	-	-	-	-
C. Net book value of assets overdue but not impaired	11.724.839	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-
- Overdue (gross book value)	26.767.770	-	-	-	-
- Impairment (-) (Note 7)	(26.767.770)	-	-	-	-
- Net value under guarantee	-	-	-	-	-
- Not overdue (gross book value)	-	-	-	-	-
- Impairment (-)	-	-	-	-	-
- Net value under guarantee	-	-	-	-	-
E. Off-balance sheet items having credit risk	-	-	-	-	-

1) In determining the credit amounts, factors that increase credit reliability, i.e. the guarantees received, are not taken into consideration.

2) The collaterals received consist of guarantee notes, guarantee cheques and mortgages.

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29. Nature and Level of Risks Arising from Financial Instruments (continued)

iv. **Credit Risk (continued)**

Disclosures regarding maturity and guarantee structure of receivables and cash and cash equivalents are as follows (TL) :

	Receivables				
	Trade receivables (Note 7)	Trade receivables from related parties (Note 7)	Other receivables (Note 8)	Cheques submitted for collection (Note 4)	Cash and banks (Note 4)
<b>31 December 2014</b>					
<b>Maximum credit risk exposure as of reporting date (A+B+C+D+E) (1)</b>	<b>196.535.402</b>	<b>10.711.451</b>	<b>1.091.785</b>	<b>3.996.130</b>	<b>14.762.968</b>
- Maximum risk secured by guarantee (2)	(181.200.144)	-	-	-	-
A. Net book value of financial assets neither overdue nor impaired	182.262.118	10.711.451	1.091.785	3.996.130	14.762.968
B. Net book value of financial assets of which conditions are negotiated, otherwise considered as impaired or overdue	-	-	-	-	-
C. Net book value of assets overdue but not impaired	13.289.299	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-
- Overdue (gross book value)	27.512.692	-	-	-	-
- Impairment (-) (Note 7)	(26.528.707)	-	-	-	-
- Net value under guarantee	-	-	-	-	-
- Not overdue (gross book value)	-	-	-	-	-
- Impairment (-)	-	-	-	-	-
- Net value under guarantee	-	-	-	-	-
E. Off-balance sheet items having credit risk	-	-	-	-	-

1) In determining the credit amounts, factors that increase credit reliability, i.e. the guarantees received, are not taken into consideration.

2) The collaterals received consist of guarantee notes, guarantee cheques and mortgages.

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29. Nature and Level of Risks Arising from Financial Instruments (continued)

v. Foreign Currency Risk

The Company carries foreign exchange risk due to its assets and liabilities denominated in USD and Euro.

The Parent Company and its Subsidiaries are also exposed to foreign exchange risk due to the transactions made. Such risks arise from sales and purchases of goods and receiving bank loans denominated in currencies other than the Company's functional currency.

The Company monitors its foreign exchange risk by maintaining the balance between its foreign currency assets and liabilities and changing its pricing policy in line with the currency fluctuations, and also by analysing its foreign currency position. The net foreign currency position of the Parent Company and its subsidiaries as of 30 June 2015 and 31 December 2014 is stated in detail below.

*In total;*

	30 June 2015 (TL Amount)	31 December 2014 (TL Amount)
A. Assets denominated in foreign currency	68.954.889	45.431.738
B. Liabilities denominated in foreign currency	(63.793.907)	(59.752.368)
<b>Net foreign currency position (A+B)</b>	<b>5.160.983</b>	<b>(14.320.630)</b>

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29. Nature and Level of Risks Arising from Financial Instruments (continued)

The foreign currency position of the Parent Company and its Subsidiaries as of 30 June 2015 is as follows:

Table of Foreign Currency Position					
Current Period					
	TL equivalent (functional currency)	USD	Euro	AUD	GBP
1. Trade receivables	61.095.361	610.077	18.390.208	2.248.712	-
2a. Monetary financial assets (including cash and bank accounts)	6.632.088	1.906.551	494.761	17.082	-
2b. Non-monetary financial assets	-	-	-	-	-
3. Other	1.227.441	90.004	330.515	-	-
<b>4. Current assets (1+2+3)</b>	<b>68.954.889</b>	<b>2.606.632</b>	<b>19.215.484</b>	<b>2.265.794</b>	<b>-</b>
5. Trade receivables	-	-	-	-	-
6a. Monetary financial assets	-	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-	-
7. Other	-	-	-	-	-
<b>8. Non-current assets (5+6+7)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>9. Total assets (4+8)</b>	<b>68.954.889</b>	<b>2.606.632</b>	<b>19.215.484</b>	<b>2.265.794</b>	<b>-</b>
10. Trade payables	(33.971.907)	(11.020.596)	(1.464.449)	-	-
11. Financial liabilities	(5.964.400)	-	(2.000.000)	-	-
12a. Monetary other liabilities	-	-	-	-	-
12b. Non-monetary other liabilities	-	-	-	-	-
<b>13. Short term liabilities (10+11+12)</b>	<b>(39.936.307)</b>	<b>(11.020.596)</b>	<b>(3.464.449)</b>	<b>-</b>	<b>-</b>
14. Trade payables	-	-	-	-	-
15. Financial liabilities	(23.857.600)	-	(8.000.000)	-	-
16a. Monetary other liabilities	-	-	-	-	-
16b. Non-monetary other liabilities	-	-	-	-	-
<b>17. Long term liabilities (14+15+16)</b>	<b>(23.857.600)</b>	<b>-</b>	<b>(8.000.000)</b>	<b>-</b>	<b>-</b>
<b>18. Total liabilities (13+17)</b>	<b>(63.793.907)</b>	<b>(11.020.596)</b>	<b>(11.464.449)</b>	<b>-</b>	<b>-</b>
19. Net asset/(liability) position of off-balance sheet derivative instruments (19a-19b)	5.235.645	8.818.541	(5.500.000)	(1.000.000)	-
19a. Total hedged asset amount	(18.453.600)	-	(5.500.000)	(1.000.000)	-
19b. Total hedged liability amount	23.689.245	8.818.541	-	-	-
<b>20. Net foreign currency asset/(liability) position (9+18+19)</b>	<b>10.396.628</b>	<b>404.576</b>	<b>2.251.036</b>	<b>1.265.794</b>	<b>-</b>
<b>21. Net foreign currency asset/(liability) position of monetary items (=1+2a+5+6a-10-11-12a-14-15-16a)</b>	<b>3.933.542</b>	<b>(8.503.968)</b>	<b>7.420.520</b>	<b>2.265.794</b>	<b>-</b>
22. Total fair value of financial instruments used for foreign currency hedging	5.235.645	8.818.541	(5.500.000)	(1.000.000)	-
23. Export(*)	30.539.007	985.063	8.851.608	511.899	-
24. Import(*)	85.989.040	20.710.790	9.884.200	-	-

(\*) Average rate of exchange is used.



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29. Nature and Level of Risks Arising from Financial Instruments (continued)

Due to exchange rate fluctuations, the Parent Company and its Subsidiaries are exposed to foreign currency risk while translating to Turkish Lira the foreign currency payables and receivables arising from trade operations with foreign entities. Such risks are monitored and controlled by regular analysis of the foreign currency position. The Parent Company and its Subsidiaries follow a policy of diversifying their foreign currency position in order to manage foreign currency risk that may arise from future trade operations and the related assets and liabilities recognized.

The following tables demonstrate the sensitivity to a possible change of 10% in the USD, Euro, AUD, and GBP exchange rates, with all other variables held constant, on the income before tax of the Parent Company and its subsidiaries as of 30 June 2015 and 2014.

30 June 2015				
	Profit/Loss		Equity	
	Foreign currency appreciation	Foreign currency depreciation	Foreign currency appreciation	Foreign currency depreciation
<b>When USD changes by 10% against TL:</b>				
1- USD net asset/liability	(2.260.243)	2.260.243	-	-
2- Amount hedged from USD risk (-)	2.368.925	(2.368.925)	-	-
<b>3- USD Net Effect (1+2)</b>	<b>108.681</b>	<b>(108.681)</b>	-	-
<b>When Euro changes by 10% against TL:</b>				
4- Euro net asset/liability	2.311.514	(2.311.514)	-	-
5- Amount hedged from Euro risk (-)	(1.640.210)	1.640.210	-	-
<b>6- Avro Net Effect (4+5)</b>	<b>671.304</b>	<b>(671.304)</b>	-	-
<b>When AUD changes by 10% against TL:</b>				
7- AUD net asset/liability	464.828	(464.828)		
8- Amount hedged from AUD risk (-)	(205.150)	205.150		
<b>9- AUD Net Effect (7+8)</b>	<b>259.678</b>	<b>(259.678)</b>		
<b>When GBP changes by 10% against TL:</b>				
10- GBP net asset/liability	-	-	-	-
11- Amount hedged from GBP risk (-)	-	-	-	-
<b>12- GBP Net Effect (10+11)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total (3+6+9+12)</b>	<b>1.039.663</b>	<b>(1.039.663)</b>		

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29. Nature and Level of Risks Arising from Financial Instruments (continued)

31 December 2014				
	Profit/Loss		Equity	
	Foreign currency appreciation	Foreign currency depreciation	Foreign currency appreciation	Foreign currency depreciation
<b>When USD changes by 10% against TL:</b>				
1- USD net asset/liability	(311.499)	311.499	-	-
2- Amount hedged from USD risk (-)	811.615	(811.615)	-	-
3- USD Net Effect (1+2)	500.116	(500.116)	-	-
<b>When Euro changes by 10% against TL:</b>				
4- Euro net asset/liability	(1.552.494)	1.552.494	-	-
5- Amount hedged from Euro risk (-)	-	-	-	-
6- Avro Net Effect (4+5)	(1.552.494)	1.552.494	-	-
<b>When AUD changes by 10% against TL:</b>				
7- AUD net asset/liability	431.931	(491.931)	-	-
8- Amount hedged from AUD risk (-)	(188.940)	188.940	-	-
9- AUD Net Effect (7+8)	242.991	(242.991)	-	-
<b>When GBP changes by 10% against TL:</b>				
10- GBP net asset/liability	-	-	-	-
11- Amount hedged from GBP risk (-)	-	-	-	-
12- GBP Net Effect (10+11)	-	-	-	-
<b>Total (3+6+9+12)</b>	<b>(809.387)</b>	<b>809.387</b>	-	-

**i. Capital management**

The capital management objectives of the Parent Company are to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In parallel with the other entities in the sector, the Parent Company monitors its debt/equity ratios for capital management purposes. This ratio is calculated as net debt divided by total equity. Net debt is calculated as the total liability (total amount of short and long term liabilities in the statement of financial position) less cash and cash equivalents. Total share capital is the sum of all equity items recognized in the statement of financial position.

	30 June 2015	31 December 2014
Total debt	266.040.984	220.561.986
Cash and cash equivalents (-) (Note 4)	42.686.984	(18.759.098)
Net debt	223.354.000	201.802.888
Total equity	197.461.977	188.899.795
Debt/equity ratio	113%	107%



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30. Financial Instruments

Fair value is the amount for which an asset could be exchanged or a liability settled in an arm's length transaction between knowledgeable willing parties, other than in a forced sale or liquidation, and is best evidenced by a quoted market price, where one exists.

The Company has determined the estimated values of its financial instruments by using the available market information and best practices for valuation. However, fair value measurement requires interpretation and reasoning. Accordingly, the estimates arrived at may not always be the indicators of values that the Company would obtain from a current market operation.

The Company Management assumes that the carrying values of financial instruments approximate their fair values.

*Financial assets -*

These assets are cash and cash equivalents, relevant interest accruals and other short term financial assets, recognized at cost. As they are short term assets, their carrying values are deemed to approximate their fair values. The carrying values of trade receivables less provisions made for rediscount and doubtful receivables, are deemed to approximate their fair values.

*Financial liabilities -*

Monetary debts whose carrying values approximate their fair values:

The fair values of trade payables and other monetary liabilities are estimated to approximate carrying value due to their short-term nature. Bank loans are stated at discounted cost and the transaction costs are added onto the initial recording of loans. The fair values of bank borrowings are considered to approximate their respective carrying values, since the interest rates applied to bank borrowings are updated periodically to reflect active market price quotations. The fair value of loans with fixed interest carried at a total of TL 108.120.613 is TL 109.050.212. The carrying values of trade payables net of rediscount provision are assumed to approximate their fair values.

**Table of fair value measurement hierarchy**

The Company classifies the fair value measurement of each class of financial instruments according to their sources, using a three-level hierarchy as follows:

Level 1: Market price valuation techniques for the determined financial instruments traded in markets

Level 2: Other valuation techniques includes direct or indirect observable inputs

Level 3: Valuation techniques does not contains observable market inputs

The hierarchy table of financial assets and liabilities carried at fair value as of 30 June 2015 is as follows:

	Level 1	Level 2 (*)	Level 3
<b>Financial assets carried at fair value</b>	-	(18.453.600)	-
<b>Financial liabilities carried at fair value</b>	-	23.689.245	-
Fair value of forward operations	-	5.235.645	-

(\*) Fair value is measured taking as basis the market interest rates for the related currency effective in the remaining part of the contract.

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31. Events After the Reporting Date

As of 1 July 2015, the upper limit of termination indemnity is TL 3.709,98.

32. Other Issues Materially Affecting the Financial Statements or Requiring Disclosure for a Proper Interpretation and Understanding of the Financial Statements

	30 June 2015 (TL)	31 December 2014 (TL)
Total insurance on assets	126.868.318	336.195.965