

YAZICILAR HOLDİNG ANONİM ŐİRKETİ

**CONVENIENCE TRANSLATION INTO ENGLISH OF
CONSOLIDATED CONDENSED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD 1 JANUARY – 31 MARCH 2014**

(ORIGINALLY ISSUED IN TURKISH)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

Interim Condensed Consolidated Financial Statements as of March 31, 2014

TABLE OF CONTENTS

	<u>Page</u>
Interim Consolidated Balance Sheets.....	1-2
Interim Consolidated Income Statements.....	3
Interim Consolidated Comprehensive Income Statements	4
Interim Consolidated Statements of Changes in Equity.....	5
Interim Consolidated Cash Flow Statements	6
Explanatory Notes to Interim Condensed Consolidated Financial Statements (Notes).....	7-47
Note 1 Organization and Nature of Activities.....	7-9
Note 2 Basis of Presentation of Financial Statements	9-15
Note 3 Business Combinations	15
Note 4 Joint Ventures.....	16-17
Note 5 Segment Reporting	17-20
Note 6 Cash and Cash Equivalents	20
Note 7 Borrowings	20-21
Note 8 Investments Accounted Through Equity Method	22-26
Note 9 Property, Plant and Equipment.....	27-28
Note 10 Intangible Assets	29
Note 11 Provisions, Contingent Assets and Liabilities	30
Note 12 Commitments	31-32
Note 13 Equity	32-34
Note 14 Operating Expenses	34
Note 15 Other Operating Income/Expenses	35
Note 16 Income/Expenses from Investing Activities	35
Note 17 Financial Income	36
Note 18 Financial Expenses	36
Note 19 Non-Current Assets Held for Sale	36-37
Note 20 Tax Assets and Liabilities	38-39
Note 21 Related Party Balances and Transactions	40-43
Note 22 Nature and Level of Risks Arising from Financial Instruments	43-46
Note 23 Subsequent Events.....	47

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

INTERIM CONSOLIDATED BALANCE SHEETS AS AT MARCH 31, 2014 AND DECEMBER 31, 2013

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

	Notes	Unreviewed March 31, 2014	Audited December 31, 2013
ASSETS			
Current Assets			
Cash and Cash Equivalents	6	2.039.936	1.720.417
Financial Instruments		1.207.451	1.187.152
Trade Receivables		14.918	10.617
- Due From Related Parties	21.2	19.263	15.876
- Trade Receivables, Third Parties		332.465	169.177
Other Receivables			
- Other Receivables, Third Parties		69.976	71.430
Derivative Financial Instruments		16.843	16.468
Inventories		247.083	157.984
Prepaid Expenses		56.996	27.965
Current Income Tax Assets	20.1	1.562	6.340
Other Current Assets		73.379	57.408
Non-Current Assets		4.719.090	4.692.781
Financial Instruments		6.456	6.459
Other Receivables			
- Other Receivables, Third Parties		3.027	3.398
Derivative Financial Instruments		8.787	9.943
Investments Accounted Through Equity Method	8	3.311.780	3.364.440
Investment Property		67.780	62.799
Property, Plant and Equipment	9	1.253.310	1.119.897
Intangible Assets	10	17.392	15.884
Prepaid Expenses		12.110	28.653
Deferred Tax Assets	20.2	11.569	9.246
Other Non-Current Assets		26.879	72.062
TOTAL ASSETS		6.759.026	6.413.198

The explanatory notes form an integral part of these interim condensed consolidated financial statements.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

INTERIM CONSOLIDATED BALANCE SHEETS AS AT MARCH 31, 2014 AND DECEMBER 31, 2013

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

	Notes	Unreviewed March 31, 2014	Audited December 31, 2013
LIABILITIES			
Current Liabilities			
Short-Term Borrowings	7	1.017.519	721.635
Current Portion of Long-Term Borrowings	7	401.856	337.678
Trade Payables		278.830	141.766
- Due to Related Parties	21.3	1.322	1.509
- Trade Payables, Third Parties		161.357	175.399
Other Payables			
- Due to Related Parties	21.4	3.627	4.582
- Other Payables, Third Parties		24.523	31.968
Derivative Financial Instruments		-	233
Income Tax Payable	20.1	5.202	11.662
Short-Term Provisions			
- Short-term Provisions For The Employee Benefits	11.1	12.593	10.318
- Other Short-term Provisions	11.2	1.989	1.994
Other Current Liabilities		126.220	4.526
Non-Current Liabilities			
Long-Term Borrowings	7	873.902	752.981
Other Payables		824.614	699.938
- Other Payables, Third Parties		449	412
Long-Term Provisions			
- Long-term Provisions For The Employee Benefits	11.1	19.493	19.551
Deferred Tax Liability	20.2	27.827	32.034
Other Non-Current Liabilities		1.519	1.046
EQUITY			
Equity Attributable to Equity Holders of the Parent			
Paid-in Share Capital	13	4.867.605	4.938.582
Share Premium		4.025.707	4.110.416
Other Comprehensive Income/Expense Not To Be Classified to Profit or Loss		160.000	160.000
- Revaluation and Remeasurement Loss		9.474	9.474
Other Comprehensive Income/Expense To Be Classified to Profit or Loss		(2.865)	(2.881)
- Currency Translation Differences		195.968	279.998
- Hedge Gain / Loss		(111)	(84)
- Revaluation and Reclassification Gain / Loss	13	(4.291)	(6.958)
Other Reserves		(65.213)	(65.213)
Restricted Reserves Allocated from Net Profit	13	25.303	25.303
Retained Earnings	13	3.711.962	2.519.664
Net (Loss) / Income		(4.520)	1.191.113
Non-Controlling Interest		841.898	828.166
TOTAL LIABILITIES AND EQUITY		6.759.026	6.413.198

The explanatory notes form an integral part of these interim condensed consolidated financial statements.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

INTERIM CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS PERIODS ENDED MARCH 31, 2014 AND 2013

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

	Notes	Unreviewed 01.01.2014 – 31.03.2014	Unreviewed 01.01.2013 – 31.03.2013
CONTINUING OPERATIONS			
Revenue		391.469	341.058
Cost of Sales (-)		(301.233)	(267.562)
GROSS PROFIT		90.236	73.496
General Administrative Expenses (-)	14	(41.216)	(34.734)
Marketing Expenses (-)	14	(30.165)	(24.646)
Research and Development Expenses (-)	14	(274)	(321)
Other Operating Income	15.1	2.536	1.112
Other Operating Expenses (-)	15.2	(7.320)	(3.608)
(Loss) / Gain from Investments Accounted Through Equity Method		(19.751)	768.016
OPERATING (LOSS) / INCOME		(5.954)	779.315
Income from Investing Activities	16.1	1.950	3.119
Expenses from Investing Activities (-)	16.2	(2.164)	(583)
OPERATING (LOSS) / INCOME BEFORE FINANCIAL EXPENSE		(6.168)	781.851
Financial Income	17	87.507	11.412
Financial Expenses (-)	18	(71.059)	(18.054)
INCOME BEFORE TAX FROM CONTINUING OPERATIONS		10.280	775.209
Tax Expense from Continuing Operations		(4.755)	(1.263)
- Current Period Tax Expense (-)	20.3	(11.319)	(4.801)
- Deferred Tax Income	20.3	6.564	3.538
NET INCOME FOR THE PERIOD FOR CONTINUING OPERATIONS		5.525	773.946
Net Income for the Period for Non-Current Assets Held for Sale	19	-	35.569
NET INCOME		5.525	809.515
Attributable to:		5.525	809.515
- Non-Controlling Interests		10.045	68.463
- Equity Holders of the Parent		(4.520)	741.052
Earnings per share (full TRL)		(0,03)	4,63
Earnings per share from continuing operations (full TRL)		(0,03)	4,50
Earnings per share from assets held for sale (full TRL)		-	0,13

As the details are stated in Note 8.1 there is an one-off item amounting to TRL 769.410 in the "Gain/(Loss) from Investments Accounted Through Equity Method" account which amounts to TRL 768.016 as of March 31, 2013.

If this one-off income has not been included to be in line with International Financial Reporting Standards, the Group would have TRL 40.105 net income for the period ended March 31, 2013 and net income attributable to equity holders of the parent would be TRL 21.267.

The explanatory notes form an integral part of these interim condensed consolidated financial statements.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

INTERIM CONSOLIDATED COMPREHENSIVE INCOME STATEMENT FOR THE THREE MONTHS PERIODS ENDED MARCH 31, 2014 AND 2013

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

	Unreviewed 01.01.2014 – 31.03.2014	Unreviewed 01.01.2013 – 31.03.2013
NET INCOME FOR THE PERIOD	5.525	809.515
OTHER COMPREHENSIVE INCOME		
Items Not To Be Reclassified To Profit or Loss		
Remeasurement Gain / (Loss) from Defined Benefit Plans	529	474
Share of Other Comprehensive Income of Investments Accounted Through Equity Method Not To Be Classified To Profit or Loss	(188)	(173)
Tax Effect of Other Comprehensive Income Not To Be Classified To Profit or Loss - Deferred Tax Expense (-) / Income	(106)	(95)
Items To Be Reclassified To Profit or Loss		
Currency Translation Differences	1.905	446
Available for Sales Financial Investments Revaluation and Classification Loss/Gain	24	(13.997)
Share Of Other Comprehensive Income Of Investments Accounted Through Equity Method To Be Classified To Profit Or Loss	(87.964)	(3.835)
Tax Effect of Other Comprehensive Income To Be Classified To Profit or Loss - Deferred Tax Expense (-) / Income	(1)	700
OTHER COMPREHENSIVE EXPENSE	(85.801)	(16.480)
TOTAL COMPREHENSIVE (EXPENSE) / INCOME	(80.276)	793.035
Attributable to:		
- Non-Controlling Interest	5.618	63.018
- Equity Holders of the Parent	(85.894)	730.017

The explanatory notes form an integral part of these interim condensed consolidated financial statements.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE THREE MONTHS PERIODS ENDED MARCH 31, 2014 AND 2013**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

			Other Comprehensive Income or Expense Not To Be Reclassified To Profit or Loss	Other Comprehensive Income or Expense To Be Reclassified To Profit or Loss				Retained Earnings					
	Paid-in Capital	Share Premium	Revaluation and Remeasurement Gain / Loss	Currency Translation Differences	Hedge Gain / Loss	Revaluation and Reclassification Gain / Loss	Other Reserves	Restricted Reserves Allocated from Net Income	Retained Earnings	Net Income / (Loss)	Attributable to Equity Holders of the Parent	Non- Controlling Interest	Equity
Balances as of January 1, 2013 (restated)	160.000	9.474	(3.532)	44.252	31	21.293	(2.947)	21.832	1.653.739	909.396	2.813.538	662.062	3.475.600
Transfer of net income to the retained earnings	-	-	-	-	-	-	-	-	909.396	(909.396)	-	-	-
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	25	-	25	(81)	(56)
Change in share of investments accounted through equity method	-	-	550	(21.682)	(31)	1.141	-	-	-	-	(20.022)	(1.380)	(21.402)
Transactions of investments accounted through equity method with its non-controlling interest	-	-	-	-	-	-	(62.266)	-	-	-	(62.266)	(4.293)	(66.559)
Total comprehensive income / (expense)	-	-	67	(4.466)	(127)	(6.509)	-	-	-	741.052	730.017	63.018	793.035
Balances as of March 31, 2013	160.000	9.474	(2.915)	18.104	(127)	15.925	(65.213)	21.832	2.563.160	741.052	3.461.292	719.326	4.180.618
Balances as of January 1, 2014	160.000	9.474	(2.881)	279.998	(84)	(6.958)	(65.213)	25.303	2.519.664	1.191.113	4.110.416	828.166	4.938.582
Transfer of net income to the retained earnings	-	-	-	-	-	-	-	-	1.191.113	(1.191.113)	-	-	-
Capital increase of non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	1.408	1.408
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	1.185	-	1.185	6.706	7.891
Total comprehensive income / (expense)	-	-	16	(84.030)	(27)	2.667	-	-	-	(4.520)	(85.894)	5.618	(80.276)
Balances as of March 31, 2014	160.000	9.474	(2.865)	195.968	(111)	(4.291)	(65.213)	25.303	3.711.962	(4.520)	4.025.707	841.898	4.867.605

The explanatory notes form an integral part of these interim condensed consolidated financial statements.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**INTERIM CONSOLIDATED CASH FLOW STATEMENT
FOR THE THREE MONTHS PERIODS ENDED MARCH 31, 2014 AND 2013**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

	Notes	Unreviewed 01.01.2014 – 31.03.2014	Unreviewed 01.01.2013 – 31.03.2013
Cash flow from operating activities			
Income before tax from continuing operations		10.280	775.209
Adjustments			
Gain from disposal of property, plant and equipment, and intangible assets		(4.495)	(3.738)
Depreciation and amortization		19.800	15.791
Provision for impairment in doubtful receivables	15.2	117	67
Warranty provision / (reversal)	11.2	(5)	16
Provision for vacation pay liability		1.298	1.204
Provision for employee termination benefits		1.810	1.195
Provision for bonus		977	2.557
Other provisions		(189)	8.198
Provision for inventories / (reversal)		615	(20)
Foreign exchange expense / (income)		11.439	(1.829)
Interest expenses		15.398	8.939
Loss / (gain) from investments accounted through equity method		19.751	(768.016)
Change in derivative financial instruments – receivables		781	-
Change in derivative financial instruments – liabilities		(233)	1.406
Other non-cash expense		910	322
Operating profit before changes in operating assets and liabilities		78.254	41.301
Change in trade and other receivables and due from related parties		(166.791)	(110.566)
Change in inventories		(89.714)	(17.260)
Change in other assets		(30.977)	(35.350)
Change in trade and other payables and due to related parties		99.575	92.258
Purchases of motor vehicles for motor vehicle leasing business		(79.517)	(37.122)
Proceeds from resale of motor vehicles for motor vehicle leasing business		29.396	15.598
Employee termination benefits paid		(1.338)	(861)
Taxes paid	20.1	(13.001)	(216)
Net cash used in operating activities		(174.113)	(52.218)
Net cash used in operating activities of assets held for sale		-	(419.951)
Cash flows used in investing activities			
Change in financial investments (net)		(4.109)	(2.703)
Purchase of property, plant and equipment, intangible asset and investment property		(104.102)	(25.085)
Proceeds from sale of property, plant and equipment, and intangible asset		2.126	3.772
Purchase of financial assets and participation in capital increase		(5.180)	(8.657)
Gain on sale of a share to non-controlling interests		7.978	-
Net cash used in investing activities		(103.287)	(32.673)
Net cash used in investing activities of assets held for sale		-	(3.525)
Cash flows provided by financing activities			
Capital increase of non-controlling shareholders		1.408	-
Proceeds from borrowings from banks and other institutions		2.074.916	4.645.807
Repayments of borrowings and interest from banks and other institutions		(1.770.505)	(4.559.653)
Interest paid (-)		(14.214)	(7.972)
Net cash provided by financing activities		291.605	78.182
Net cash provided by financing activities of assets held for sale		-	245.646
Currency translation on cash and cash transaction		6.094	2.556
Net increase / (decrease) in cash and cash equivalents		20.299	(181.983)
Cash and cash equivalents classified to assets held for sale		-	(318.412)
Cash and cash equivalent at the beginning of the period	6	1.187.152	630.962
Total cash and cash equivalent at the end of the period		1.207.451	130.567
Interest income		14.995	2.786
Dividend income		-	-

The explanatory notes form an integral part of these interim condensed consolidated financial statements.

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 1 - ORGANIZATION AND NATURE OF ACTIVITIES

Yazıcılar Holding A.Ş., a company incorporated in Istanbul, Turkey (“Yazıcılar” or the “Company”) is a holding company of which majority shares are owned by three Yazıcı families. Three Yazıcı families consist of Mr. Kamil Yazıcı, his two deceased brothers, their wives and children. The Company controls its subsidiaries through Anadolu Endüstri Holding (AEH) in which it has 68,00% stake. Certain shares of the Company are listed on the Borsa Istanbul A.Ş. (BIST). The Company was incorporated in 1976.

The registered office address of the Company is Fatih Sultan Mehmet Mahallesi Balkan Caddesi No:58, Buyaka E Blok Ümraniye, İstanbul, Turkey.

The interim condensed consolidated financial statements as of March 31, 2014 are authorized for issue by the Board of Directors on May 12, 2014, and are approved by the General Manager Sezai Tanrıverdi and the Finance Manager Yusuf Ovnamak on behalf of Board of Directors. General Assembly and other regulatory institutions have the right to change the statutory financial statements after the consolidated financial statements are issued.

Activities of the Group

The Company and its subsidiaries will be referred as the “Group” henceforth for the purposes of the interim condensed consolidated financial statements.

The Group is organized and primarily managed in three principal segments: Automotive (including passenger vehicles, commercial vehicles, generators, spare and component parts, motor vehicle lease); retailing (stationery, chain restaurant management, information technologies and tourism) and other (trade, asset management, real estate, energy).

The average number of personnel of the Group for the period ended on March 31, 2014 is 6.403 (December 31, 2013: 6.447).

List of Shareholders

As of March 31, 2014 and December 31, 2013 the composition of shareholders and their respective percentage of shareholding rates can be summarized as follows:

	March 31, 2014		December 31, 2013	
	Amount	%	Amount	%
Yazıcı Families	61.116	38,20	61.116	38,20
Kamil Yazıcı Yönetim ve Danışma A.Ş.	53.687	33,55	53.687	33,55
Publicly traded (*)	45.197	28,25	45.197	28,25
Paid-in share capital	160.000	100,00	160.000	100,00

(*) As of March 31, 2014 TRL 5.073 of the publicly traded portion of shares, which is 3,17% of the paid-in share capital, is owned by Kamil Yazıcı Yönetim ve Danışma A.Ş. (December 31, 2013: TRL 5.073 of the publicly traded portion, which is 3,17% of the paid-in share capital).

YAZICILAR HOLDİNG ANONİM ŞİRKETİ**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 1 - ORGANIZATION AND NATURE OF ACTIVITIES (cont'd)**List of Subsidiaries**

The subsidiaries included in consolidation and their shareholding percentages at March 31, 2014 and December 31, 2013 are as follows:

	Place of incorporation	Principal activities	Segment	Effective shareholding and voting rights %	
				March 31, 2014	December 31, 2013
Anadolu Endüstri Holding A.Ş. (AEH)	Turkey	Holding company	Other	68,00	68,00
Çelik Motor Ticaret A.Ş. (Çelik Motor)	Turkey	Import, distribution and marketing of Kia motor vehicles and motor vehicle lease	Automotive	68,00	68,00
Anadolu Motor Üretim ve Pazarlama A.Ş. (Anadolu Motor)	Turkey	Production of industrial engines, sale of tractors	Automotive	67,93	67,93
Anadolu Otomotiv Dış Ticaret ve Sanayi A.Ş.	Turkey	Inactive	Automotive	67,38	67,38
Anadolu Elektronik Aletler Pazarlama ve Ticaret A.Ş. (Anadolu Elektronik) (3)	Turkey	Inactive	Automotive	34,65	34,65
Adel Kalemcilik Ticaret ve Sanayi A.Ş. (Adel) (1) (2)	Turkey	Production of writing instruments under Adel, Johann Faber and Faber Castell brand names	Retailing	38,68	38,68
Ülkü Kırtasiye Ticaret ve Sanayi A.Ş. (Ülkü) (2)	Turkey	Distribution of the products of Adel, and other imported stationery products	Retailing	49,76	49,76
Efestur Turizm İşletmeleri A.Ş. (Efestur) (5)	Turkey	Arrangement of travelling and organization facilities	Retailing	68,00	67,92
Anadolu Bilişim Hizmetleri A.Ş. (ABH)	Turkey	IT, internet and e-commerce services	Retailing	65,68	65,68
Oyex Handels GmbH (Oyex)	Germany	Trading of various materials used in the Group	Other	68,00	68,00
Anadolu Endüstri Holding Handels GmbH (AEH Handels)	Germany	Provides market research services for the products in abroad	Other	68,00	68,00
Anadolu Restoran İşletmeleri Limited Şirketi (McDonald's)	Turkey	Restaurant chain management	Retailing	68,00	68,00
Hamburger Restoran İşletmeleri A.Ş. (Hamburger)	Turkey	Restaurant chain management	Retailing	68,00	68,00
Artı Varlık Yönetim A.Ş. (Artı Varlık)	Turkey	Asset management	Other	67,99	67,99
Anadolu Taşıt Ticaret A.Ş. (Anadolu Taşıt)	Turkey	Industrial and commercial operations in automotive sector	Other	68,00	68,00
Anadolu Araçlar Ticaret A.Ş. (Anadolu Araçlar)	Turkey	Import, distribution and marketing of Geely motor vehicles, sale of Cooper Tires, Starfire and Avon tires	Automotive	67,97	67,97
Anadolu Termik Santralleri Elektrik Üretim A.Ş. (Anadolu Termik)	Turkey	Production of electricity (Investment in progress)	Other	68,00	68,00
AES Elektrik Enerjisi Toptan Satış A.Ş. (AES Elektrik)	Turkey	Whole sale and retail sale of electricity and/or its capacity (Investment in progress)	Other	68,00	68,00
AEH Sigorta Acenteliği A.Ş. (AEH Sigorta)	Turkey	Insurance agency	Other	68,00	68,00
Anelsan Anadolu Elektronik Sanayi ve Ticaret A.Ş. (Anelsan) (4)	Turkey	In liquidation process	Retailing	48,94	48,94
Anadolu Kafkasya Enerji Yatırımları A.Ş. (Anadolu Kafkasya) (6)	Turkey	Production and transmission of electricity, and establishment and operation of distribution facilities (Investment in progress)	Other	63,85	68,00
Antek Teknoloji Ürünleri Pazarlama ve Ticaret A.Ş. (Antek Teknoloji)	Turkey	Inactive	Automotive	67,97	67,97
Georgian Urban Energy LLC (GUE)	Georgia	Production and sale of electricity (Investment in progress)	Other	61,20	61,20
AEH Anadolu Gayrimenkul Yatırımları A.Ş.(7)	Turkey	Purchase, sale and rental of real estate	Other	68,00	67,99

(1) Shares of Adel are quoted on BIST.

(2) AEH controls Adel and Ülkü through its shareholding of 56,89% and 68,78%, respectively. Moreover, Adel has 7,67% stake at Ülkü. As a result, Adel and Ülkü are controlled by Yazıcılar Holding A.Ş..

(3) Anadolu Motor and AEH have 50,00% and 1,00% shareholding at Anadolu Elektronik, respectively. As a result, Anadolu Elektronik is controlled by Yazıcılar Holding A.Ş..

(4) Ülkü controls Anelsan through its shareholding of 96,50%. As a result, Anelsan is controlled by Yazıcılar Holding A.Ş..

(5) As a part of Anadolu Group's shareholding structure simplification process, Ant Sınai ve Ticari Ürünleri A.Ş., the subsidiary of Anadolu Isuzu which is an associate of the Company, Çelik Motor and Anadolu Motor's shares in Efestur amounting to 0,25%, 0,50% and 0,25% respectively have been transferred to AEH at February 17, 2014. As a result, the Company's shareholding rate in Efestur increased from 67,92% to 68,00%.

(6) AEH's share in Anadolu Kafkasya amounting to 6,10% has been sold to Paravani Energy B.V. at January 31, 2014. Also, as a part of Anadolu Group's shareholding structure simplification process, Anadolu Group Companies have transferred their shares in Anadolu Kafkasya to AEH. As a result of these transactions the Company has 63,85% stake at Anadolu Kafkasya.

(7) As a part of Anadolu Group's shareholding structure simplification process, Anadolu Motor's share in AEH Anadolu Gayrimenkul Yatırımları A.Ş. amounting to 0,01% has been transferred to AEH at February 24, 2014, as a result of the transfer the Company's shareholding rate has increased to 68,00%.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 1 - ORGANIZATION AND NATURE OF ACTIVITIES (cont'd)

Associates

The associates included in consolidation by equity method and its shareholding percentages at March 31, 2014 and December 31, 2013 are as follows:

	Country	Main activities	Effective shareholding and voting rights %	
			March 31, 2014	December 31, 2013
Anadolu Efes Biracılık ve Malt San. A.Ş. (Anadolu Efes) (*)	Turkey	Production of beer	27,66	27,66
Alternatifbank A.Ş. (ABank) (*)	Turkey	Banking Services	17,00	17,00

(*) Shares of Anadolu Efes and ABank are currently quoted on the BIST.

Joint Ventures

The investments in joint ventures accounted through equity method and their shareholding percentages at March 31, 2014 and December 31, 2013 are as follows:

	Country	Main activities	Effective shareholding and voting rights %	
			March 31, 2014	December 31, 2013
Anadolu Isuzu Otomotiv San. ve Tic. A.Ş. (Anadolu Isuzu) (*)	Turkey	Manufacturing and selling of Isuzu brand vehicles	37,56	37,56
Ana Gıda İhtiyaç Maddeleri Sanayi ve Ticaret A.Ş. (Ana Gıda)	Turkey	Production and marketing of olive oil under Kırlangıç, Komili and Madra brands	37,57	37,57
Aslancık Elektrik Üretim A.Ş. (Aslancık)	Turkey	Electricity production	22,67	22,67
Faber-Castell Anadolu LLC	Russia	Trading of all kinds of stationery	19,34	19,34

(*) Shares of Anadolu Isuzu are currently quoted on the BIST.

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

Basis of Preparation of Financial Statements

The accompanying interim condensed consolidated financial statements are prepared in accordance with Communiqué Serial II, No:14.1, "Principles of Financial Reporting in Capital Markets" ("the Communiqué") published in the Official Gazette numbered 28676 on 13 June 2013. According to Article 5 of the Communiqué, interim condensed consolidated financial statements are prepared in accordance with the Turkish Accounting Standards (TAS) issued by Public Oversight Accounting and Auditing Standards Authority ("POAASA"). TAS contains Turkish Accounting Standards, Turkish Financial Reporting Standards ("TFRS") and its addendum and interpretations ("IFRIC").

The interim condensed consolidated financial statements of the Group are prepared as per the CMB announcement of 7 June 2013 relating to financial statements presentations. Comparative figures are reclassified, where necessary, to conform to changes in the presentation of the current year's interim condensed consolidated financial statements.

In compliance with the TAS 34, entities have preference in presenting their interim consolidated financial statements whether full set or condensed. In this framework, Group preferred to present its interim consolidated financial statements in condensed.

Group's interim condensed consolidated financial statement does not include all disclosures and notes that should be included at year-end financial statements. Therefore the interim condensed consolidated financial statements should be examined together with the year-end financial statements.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

Basis of Preparation of Financial Statements (cont'd)

The Company and its Turkish subsidiaries, associates and joint ventures maintain their books of accounts and prepare their statutory financial statements in accordance with the Turkish Commercial Code (“TCC”), tax legislation, the Uniform Chart of Accounts issued by the Ministry of Finance and principles issued by CMB. The foreign subsidiaries maintain their books of account in accordance with the laws and regulations in force in the countries in which they are registered. These interim condensed consolidated financial statements have been prepared under historical cost conventions except for financial assets and financial liabilities which are carried at fair value. The consolidated financial statements are based on the statutory records, which are maintained under historical cost conventions, with the required adjustments and reclassifications reflected for the purpose of fair presentation in accordance with TAS.

Financial Reporting in Hyperinflationary Economies

In accordance with the CMB resolution issued on 17 March 2005, listed companies operating in Turkey are not subject to inflation accounting effective from 1 January 2005. Therefore, the interim condensed consolidated financial statements of the Group have been prepared accordingly.

Functional and Presentation Currency

(a) Functional and presentation currency

Items included in the financial statements of each of the group’s entities are measured using the currency of the primary economic environment in which the entity operates (‘the functional currency’). The interim condensed consolidated financial statements are presented in ‘TRL’, which is the group’s presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the income statement, except when deferred in other comprehensive income as qualifying cash flow hedges and qualifying net investment hedges. Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the interim income statement within ‘financial income or expense’. All other foreign exchange gains and losses are presented in the interim income statement within ‘Other operating income/expense’.

(c) Group companies

The results and financial position of all the group entities (none of which has the currency of a hyper-inflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

(i) assets and liabilities for each balance sheet presented are translated at the closing rate at the date of that balance sheet;

(ii) income and expenses for each income statement are translated at average exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the rate on the dates of the transactions); and

(iii) all resulting exchange differences are recognized in other comprehensive income.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

Basis of Preparation of Financial Statements (cont'd)

Functional and local currencies of foreign subsidiaries are as follows:

		March 31, 2014	December 31, 2013
	Local Currency	Functional Currency	Functional Currency
AEH Handles	EUR	EUR	EUR
Oyex	EUR	EUR	EUR
GUE	Georgian Lari (GEL)	GEL	GEL

Significant Accounting Policies

The interim condensed consolidated financial statements for the period ended March 31, 2014 have been prepared in accordance with the accounting policies consistent with the accounting policies used in the preparation of annual consolidated financial statements for the year ended December 31, 2013, except the issues mentioned below. Accordingly, these interim condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2013.

Comparative Information and Restatement of Prior Period Financial Statements

The interim condensed consolidated financial statements of the Group include comparative financial information to enable the determination of the trends in the financial position and performance. Comparative figures are reclassified, where necessary, to conform to changes in presentation in the current period consolidated financial statements and significant changes are explained. Comparative figures have been reclassified to conform to changes in presentation in the current period consolidated financial statements. The amount, the reason and the nature of the reclassifications are stated below:

Change in control of CCI and CCBPL in Anadolu Efes, an associate of the Company, was accounted in accordance with IFRS 3 “Business combinations”, consequently CCI and CCBPL has been included in full consolidation starting from 1 January 2013.

Since fair value accounting of these purchase transactions were in progress as of March 31, 2013, goodwill accounting which was provisionally recorded to March 31, 2013 interim financial statements is restated and fair value accounting is reflected to prior period financial statements in accordance with IFRS 3 “Business Combinations”. Restatements in interim consolidated balance sheet as of March 31, 2013 are summarized below;

Interim consolidated balance sheet as of March 31, 2013	Reported	Change	Restated
Investments Accounted Through Equity Method	2.820.988	(1.522)	2.819.466
Currency Translation Differences	19.654	(1.550)	18.104
Hedge Gain / Loss	(253)	126	(127)
Equity Attributable to Equity Holders of the Parent	3.462.716	(1.424)	3.461.292
Non-Controlling Interest	719.424	(98)	719.326
Equity	4.182.140	(1.522)	4.180.618

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

Comparative Information and Restatement of Prior Period Financial Statements (cont'd)

Restatements in interim consolidated income statement as of March 31, 2013 are summarized below;

Interim consolidated income statement for the period ended on March 31, 2013	Reported	Classifications	Restated
		per Communiqué II-14.2	
Revenue	339.396	1.662	341.058
Cost of Sales (-)	(267.533)	(29)	(267.562)
General Administrative Expenses (-)	(34.734)	-	(34.734)
Marketing Expenses (-)	(24.646)	-	(24.646)
Research and Development Expenses (-)	(321)	-	(321)
Other Operating Income	3.499	(2.416)	1.112
Other Operating Expenses (-)	(2.194)	(1.385)	(3.608)
Gain/(Loss) from Investments Accounted Through Equity Method	768.016	-	768.016
Income from Investing Activities	-	3.119	3.119
Expenses from Investing Activities (-)	-	(583)	(583)
Financial Income	12.115	(703)	11.412
Financial Expenses (-)	(18.389)	335	(18.054)
Current Period Tax Expense (-)	(4.801)	-	(4.801)
Deferred Tax Income/(Expense)	3.538	-	3.538
Net Income from continuing operations	773.946	-	773.946
Net Income for the Period for Assets Held for Sale	35.569	-	35.569
Net Income	809.515	-	809.515
Non-controlling Interest	68.463	-	68.463
Equity Holders of the Parent	741.052	-	741.052

The Group applied reclassification adjustments in prior and current financial tables prepared in line with CMB's Communiqué based on the meeting held on June 7, 2013, numbered 20/670.

The reclassifications made at the Group's interim consolidated income statement for the period ended at March 31, 2013 are as follows:

- Gain on sale of property, plant and equipment amounting TRL 2.285 and rent income amounting to TRL 230 which were disclosed under other operating income in previous periods are reclassified to income from investing activities,
- Loss on sales of property, plant and equipment amounting TRL 467 which were disclosed under other operating expense in previous periods are reclassified to expenses from investing activities,
- Gain on sale of marketable securities amounting to TRL 356 and revaluation gain of marketable securities amounting TRL 248 which were disclosed under financial income in previous periods are reclassified to income from investing activities,
- Loss on sale of marketable securities amounting TRL 116 which were disclosed under financial expense in previous periods are reclassified to expense from investing activities,
- Foreign exchange gains from trading activities amounting TRL 99 which were disclosed under financial income in previous periods are reclassified to other operating income,

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

Comparative Information and Restatement of Prior Period Financial Statements (cont'd)

- Foreign exchange loss from trading activities amounting TRL 219 which were disclosed under financial expense in previous periods are reclassified to other operating expense,
- Rediscount expense from trading activities amounting to TRL 1.662 which were disclosed under revenue in previous periods and rediscount income from trading activities amounting to TRL 29 which were disclosed under cost of sales in previous periods are reclassified to other operating expense and other operating income.

Seasonality of Operations

Due to higher consumption of beer and soft drinks during the summer season, the interim condensed consolidated financial statements of Anadolu Efes, an associate of the Company, may include the effects of the seasonal variations. Therefore, the results of “Investments accounted through equity method” account for the first three months up to March 31, 2013 may not necessarily constitute an indicator for the results to be expected for the overall fiscal year.

Changes in Accounting Policies

New standards and interpretations

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements as at March 31, 2014 are consistent with those followed in the preparation of the consolidated financial statements for the year ended 31 December 2013, except for the adoption of new standards and IFRIC interpretations summarized below.

New standards, amendments and IFRIC/IFRICs applicable in annual periods beginning on or after 1 January 2014 :

- Amendment to IAS 32, ‘Financial instruments: Presentation’, on asset and liability offsetting is effective for annual periods beginning on or after 1 January 2014. These amendments are to the application guidance in IAS 32, ‘Financial instruments: Presentation’, and clarify some of the requirements for offsetting financial assets and financial liabilities on the balance sheet.
- Amendments to IFRS 10, 12 and IAS 27 on consolidation for investment entities is effective for annual periods beginning on or after 1 January 2014. These amendments mean that many funds and similar entities will be exempt from consolidating most of their subsidiaries. Instead, they will measure them at fair value through profit or loss. The amendments give an exception to entities that meet an ‘investment entity’ definition and which display particular characteristics. Changes have also been made IFRS 12 to introduce disclosures that an investment entity needs to make.
- Amendment to IAS 36, ‘Impairment of assets’ on recoverable amount disclosures is effective for annual periods beginning on or after 1 January 2014. This amendment addresses the disclosure of information about the recoverable amount of impaired assets if that amount is based on fair value less costs of disposal.
- Amendment to IAS 39 ‘Financial Instruments: Recognition and Measurement’ - ‘Novation of derivatives is effective for annual periods beginning on or after 1 January 2014. This amendment provides relief from discontinuing hedge accounting when novation of a hedging instrument to a central counterparty meets specified criteria.

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

New standards, amendments and IFRIC/TFRICS applicable in annual periods beginning on or after 1 January 2014 : (cont'd)

- IFRIC 21, 'Levies' is effective for annual periods beginning on or after 1 January 2014. This is an interpretation of IAS 37, 'Provisions, contingent liabilities and contingent assets'. IAS 37 sets out criteria for the recognition of a liability, one of which is the requirement for the entity to have a present obligation as a result of a past event. The interpretation clarifies that the obligating event that gives rise to a liability to pay a levy is the activity described in the relevant legislation that triggers the payment of the levy.

New and amended standards and interpretations issued as of 31 March 2014 but not effective:

- Amendment to IAS 19 regarding defined benefit plans; is effective for annual periods beginning on or after 1 July 2014. These narrow scope amendments apply to contributions from employees or third parties to defined benefit plans. The objective of the amendments is to simplify the accounting for contributions that are independent of the number of years of employee service, for example, employee contributions that are calculated according to a fixed percentage of salary.
- Annual improvements 2012; is effective for annual periods beginning on or after 1 July 2014. These amendments include changes from the 2010-12 cycle of the annual improvements project, that affect 7 standards:
 - IFRS 2, 'Share-based payment'
 - IFRS 3, 'Business Combinations'
 - IFRS 8, 'Operating segments'
 - IFRS 13, 'Fair value measurement'
 - IAS 16, 'Property, plant and equipment' and IAS 38, 'Intangible assets'
 - IFRS 9, 'Financial instruments', IAS 37, 'Provisions, contingent liabilities and contingent assets'
 - IAS 39, 'Financial instruments – Recognition and measurement'
- Annual improvements 2013; is effective for annual periods beginning on or after 1 July 2014. The amendments include changes from the 2011-2-13 cycle of the annual improvements project that affect 4 standards:
 - IFRS 1, 'First time adoption'
 - IFRS 3, 'Business combinations'
 - IFRS 13, 'Fair value measurement' and
 - IAS 40, 'Investment property'.
- IFRS 9 'Financial instruments' – classification and measurement; is effective for annual periods beginning on or after 1 January 2018. This standard on classification and measurement of financial assets and financial liabilities will replace IAS 39. IFRS 9 has two measurement categories: amortised cost and fair value. All equity instruments are measured at fair value. A debt instrument is measured at amortised cost only if the entity is holding it to collect contractual cash flows and the cash flows represent principal and interest. For liabilities, the standard retains most of the IAS 39 requirements. These include amortised-cost accounting for most financial liabilities, with bifurcation of embedded derivatives.

The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to an entity's own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch. This change will mainly affect financial institutions.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

New and amended standards and interpretations issued as of 31 March 2014 but not effective (cont'd)

- Amendments to IFRS 9, 'Financial instruments', regarding general hedge is effective for annual periods beginning on or after 1 January 2018. These amendments to IFRS 9, 'Financial instruments', bring into effect a substantial overhaul of hedge accounting that will allow entities to better reflect their risk management activities in the financial statements.
- IFRS 14, "Regulatory deferral accounts" is effective for annual periods beginning on or after 1 January 2016. The amendment permits first-time adopters to continue to recognise amounts related to rate regulation in accordance with their previous GAAP requirements when they adopt IFRS. However, to enhance comparability with entities that already apply IFRS and do not recognise such amounts, the standard requires that the effect of rate regulation must be presented separately from other items. IFRS 14 has not been issued by POAASA.

The Group will assess the impact of the changes on the operations and will apply as of the effective date.

NOTE 3 - BUSINESS COMBINATIONS

Transactions for the period of March 31, 2014

None.

Transactions for the year of 2013

None.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 4 - JOINT VENTURES

Joint Ventures

Entity	Principle activities	Country	March 31, 2014			December 31, 2013		
			Carrying value	Effective shareholding and voting rights %	Group's share of income/ (loss)	Carrying value	Effective shareholding and voting rights %	Group's share of income/ (loss)
Anadolu Isuzu (*)	Manufacturing and selling of Isuzu brand commercial vehicles	Turkey	144.005	37,56	3.184	140.910	37,56	76.358
Ana Gıda	Production and marketing of olive oil under Kırlangıç, Komili and Madra Brands, sunflower and corn oil	Turkey	35.887	37,57	(361)	36.238	37,57	(676)
Aslancık D Tes	Production of electricity	Turkey	38.288	22,67	(1.121)	35.909	22,67	(5.760)
Faber-Castell Anadolu LLC	Wholesale of electricity	Turkey	-	-	-	-	-	(5)
	Trading of all kinds of stationery	Russia	1.626	19,34	(465)	748	19,34	(1.402)
			219.806		1.237	213.805		68.515

(*) Shares of Anadolu Isuzu are quoted on the BIST.

Summary financial information of the Group's joint venture Anadolu Isuzu is as follows:

	March 31, 2014	December 31, 2013
Anadolu Isuzu		
Total assets	681.204	648.009
Total liabilities	307.833	282.674
Net assets	373.371	365.335
Group's interest in net assets	144.005	140.910
	March 31, 2014	March 31, 2013
Anadolu Isuzu		
Revenue	156.412	112.203
Net income for the period	8.287	2.574
Group's share in net income of the joint venture	3.184	990

Summary financial information of the Group's investment in joint venture Ana Gıda is as follows:

	March 31, 2014	December 31, 2013
Ana Gıda		
Total assets	185.776	178.813
Total liabilities	113.377	105.777
Net assets	72.399	73.036
Group's interest in net assets	35.887	36.238
	March 31, 2014	March 31, 2013
Ana Gıda		
Revenue	64.989	80.323
Net (loss) / income for the period	(654)	2.132
Group's share in net (loss) / income of the joint venture	(361)	1.178

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 4 - JOINT VENTURES (cont'd)

Summary financial information of the Group's investment in other joint ventures is as follows:

	March 31, 2014	December 31, 2013
Other joint ventures		
Total assets	474.949	460.295
Total liabilities	356.930	351.946
Net assets	118.019	108.349
Group's interest in net assets	39.914	36.657

	March 31, 2014	March 31, 2013
Other joint ventures		
Revenue	3.732	1.222
Net (loss) / income for the period	(4.293)	876
Group's share in net loss of the joint ventures	(1.586)	(556)

NOTE 5 - SEGMENT REPORTING

The Group is organized and primarily managed in three principal segments: Automotive (including passenger vehicles, commercial vehicles, generators, spare and component parts, motor vehicle lease); retailing (stationery, chain restaurant management, information technologies and tourism) and other (trade, asset management, real estate, energy).

Since segment reporting and information used in the Group management reporting is consistent with consolidated balance sheet and consolidated income statement the Group does not need to perform reconciliation between the consolidated income statement, consolidated balance sheet and the segment reporting disclosure.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 5 - SEGMENT REPORTING (cont'd)

January 1-March 31, 2014	Automotive	Retailing	Other	Unallocated	Consolidated
Sales	169.031	200.982	21.456	-	391.469
Inter-segment sales	1.161	3.483	2.410	(7.054)	-
Total Sales	170.192	204.465	23.866	(7.054)	391.469
GROSS PROFIT	37.498	43.599	14.126	(4.987)	90.236
General administrative expenses (-)	(9.250)	(13.844)	(22.468)	4.346	(41.216)
Marketing expenses (-)	(12.354)	(17.742)	(520)	451	(30.165)
Research and development expenses (-)	(310)	-	-	36	(274)
Other operating income	961	644	996	(65)	2.536
Other operating expenses (-)	(1.579)	(4.955)	(855)	69	(7.320)
Gain/ (Loss) from the investments accounted through equity method (*)	-	(465)	-	(19.286)	(19.751)
OPERATING INCOME / (LOSS)	14.966	7.237	(8.721)	(19.436)	(5.954)
Income from investing activities	254	117	3.568	(1.989)	1.950
Expenses from investing activities (-)	(33)	(848)	(723)	(560)	(2.164)
OPERATING INCOME / (LOSS) BEFORE FINANCIAL EXPENSE	15.187	6.506	(5.876)	(21.985)	(6.168)
Financial income	3.796	2.824	80.937	(50)	87.507
Financial expenses (-)	(18.737)	(4.369)	(48.003)	50	(71.059)
INCOME BEFORE TAX FROM CONTINUING OPERATIONS	246	4.961	27.058	(21.985)	10.280
Tax Expense from Continuing Operations	(542)	(2.868)	(1.345)	-	(4.755)
- Current period tax expense (-)	(217)	(4.987)	(6.115)	-	(11.319)
- Deferred tax income / (expense)	(325)	2.119	4.770	-	6.564
NET INCOME FOR THE PERIOD FROM CONTINUING OPERATIONS	(296)	2.093	25.713	(21.985)	5.525
NET INCOME FOR THE PERIOD FROM ASSETS HELD FOR SALE	-	-	-	-	-
Attributable to:	(296)	2.093	25.713	(21.985)	5.525
- Non-controlling interest	(152)	-	(223)	10.420	10.045
- Equity holders of the parent	(144)	2.093	25.936	(32.405)	(4.520)
Total Assets	1.181.852	691.770	2.987.325	1.898.079	6.759.026
Investments accounted through equity method	-	1.626	-	3.310.154	3.311.780
Total Liabilities	931.598	432.230	544.457	(16.864)	1.891.421
Property, plant and equipment and intangible asset purchases (**)	108.384	23.273	51.962	-	183.619
Depreciation and amortization (**)	12.300	6.207	1.303	(10)	19.800

(*) Income recognized from ABank and Anadolu Isuzu amounting TRL 11.659 and expense recognized from Anadolu Efes, Aslancık and Ana Gıda amounting TRL 30.945 are recorded to gain/loss from the investments accounted through equity method in 'unallocated' segment; expense recognized from Faber Castel Anadolu LLC amounting to TRL 465 is recorded in "retailing" segment.

(**) TRL 5.071 of the property, plant and equipment and intangible asset purchases and TRL 90 of the depreciation and amortization belong to Investment Properties.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 5 - SEGMENT REPORTING (cont'd)

January 1 - March 31, 2013	Automotive	Retailing	Other	Unallocated	Assets held for sale	Consolidated
Sales	155.140	164.269	21.649	-	-	341.058
Inter-segment sales	1.551	3.333	3.248	(8.132)	-	-
Total Sales	156.691	167.602	24.897	(8.132)	-	341.058
GROSS PROFIT	30.924	35.337	14.100	(6.865)	-	73.496
General administrative expenses (-)	(8.151)	(13.990)	(17.251)	4.658	-	(34.734)
Marketing expenses (-)	(11.623)	(13.204)	(263)	444	-	(24.646)
Research and development expenses (-)	(359)	-	-	38	-	(321)
Other operating income	153	205	922	(168)	-	1.112
Other operating expenses (-)	(395)	(2.898)	(315)	-	-	(3.608)
Gain/(Loss) from the investments accounted through equity method (*)	-	(510)	-	768.526	-	768.016
OPERATING INCOME /(LOSS)	10.549	4.940	(2.807)	766.633	-	779.315
Income from investing activities	760	1.443	1.219	(303)	-	3.119
Expenses from investing activities (-)	(360)	(107)	(116)	-	-	(583)
OPERATING INCOME / (LOSS) BEFORE FINANCIAL EXPENSE	10.949	6.276	(1.704)	766.330	-	781.851
Financial income	7.842	180	4.108	(718)	-	11.412
Financial expenses (-)	(14.710)	(1.586)	(1.993)	235	-	(18.054)
INCOME BEFORE TAX FROM CONTINUING OPERATIONS	4.081	4.870	411	765.847	-	775.209
Tax Expense from Continuing Operations	444	(1.443)	(262)	(2)	-	(1.263)
- Current period tax expense (-)	(181)	(4.001)	(619)	-	-	(4.801)
- Deferred tax income / (expense)	625	2.558	357	(2)	-	3.538
NET INCOME FOR THE PERIOD FROM CONTINUING OPERATIONS	4.525	3.427	149	765.845	-	773.946
NET INCOME FOR THE PERIOD FROM ASSETS HELD FOR SALE	-	-	-	-	35.569	35.569
Attributable to:	4.525	3.427	149	765.845	35.569	809.515
- Non-controlling interest	(33)	-	(89)	54.009	14.576	68.463
- Equity holders of the parent	4.558	3.427	238	711.836	20.993	741.052
Total Assets	770.464	488.228	1.967.991	1.160.014	8.374.138	12.760.835
Investments accounted through equity method	-	1.213	-	2.818.253	-	2.819.466
Total Liabilities	513.676	263.744	254.041	(49.110)	7.597.866	8.580.217
Property, plant and equipment and intangible asset purchases	38.136	11.326	12.745	-	-	62.207
Depreciation and amortization	10.746	4.714	342	(11)	-	15.791

(*) Income recognized from Anadolu Efes, Anadolu Isuzu and Aslancık amounting TRL 768.572 and expense recognized from Ana Gıda and D Tes amounting TRL 46 are recorded to gain/loss from the investments accounted through equity method in 'unallocated' segment; and expense recognized from Faber Castel Anadolu LLC amounting to TRL 510 is recorded in "retailing" segment.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 5 - SEGMENT REPORTING (cont'd)

Substantially all of the consolidated revenue is obtained from operations located in Turkey.

Associates: The Group's effective shareholding rate for Anadolu Efes is 27, 66% (December 31, 2013: 27,66%). The operations of Anadolu Efes and its subsidiaries consist of production, distribution and marketing of beer under a number of trademarks and selling and distribution of sparkling and still beverages with The Coca-Cola Company trademark principally in Turkey, Central Asia and Middle East. The result of these operations, for the periods ended March 31, 2014 and March 31, 2013 are reflected in "gain/loss from the investments accounted through equity method" line of the consolidated income statement as loss amounting to TRL 29.463 and gain amounting to TRL 766.404 respectively. Group has 17,00% shareholding rate at ABank (December 31, 2013: 17,00%). The result of ABank's operations for the period ended March 31, 2014 is reflected in "gain/loss from the investments accounted through equity method" line of the consolidated income statement as gain amounting to TRL 8.475 (March 31, 2013: None).

NOTE 6 - CASH AND CASH EQUIVALENTS

The details of cash and cash equivalents are as follows:

	March 31, 2014	December 31, 2013
Cash	1.846	1.895
Banks	1.202.186	1.182.814
-Time deposits	1.130.474	1.111.121
-Demand deposits	71.712	71.693
Other cash and cash equivalents	3.419	2.443
Cash and cash equivalents in the consolidated cash flow statement	1.207.451	1.187.152

NOTE 7 - BORROWINGS

	March 31, 2014	December 31, 2013
Bank borrowings	401.856	337.678
Current portion of long term borrowings	277.086	140.991
Interest expense accruals of bonds issued (*)	1.744	775
Short term borrowings	680.686	479.444
Bank borrowings	774.614	649.938
Bonds issued (*)	50.000	50.000
Long term borrowings	824.614	699.938
Total borrowings	1.505.300	1.179.382

(*) Çelik Motor, a subsidiary of the Company, has issued a bond to qualified investors without public offering at April 22, 2013, with 728 days maturity and fixed coupon payment in every 6 months. The carrying amount of the bonds amounts to TRL 51.744 as of March 31, 2014 (December 31, 2013: TRL 50.775).

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 7 - BORROWINGS (cont'd)

As of March 31, 2014, the Group does not have any secured bank borrowings (December 31, 2013: None).

	March 31, 2014			December 31, 2013		
	Amount	Fixed interest rate	Floating interest rate	Amount	Fixed interest rate	Floating interest rate
Short term						
Borrowing in Turkish Lira	319.663	5,3% - 14,5%	-	201.660	5,3% - 12,9%	-
Borrowing in foreign currency (EUR)	259.767	2,5% - 6,3%	Libor + (3,2%)	205.411	2,5% - 6,3%	Libor + (3,2%)
Borrowing in foreign currency (USD)	101.256	2,6% - 6,1%	Libor + (2,5% - 4,2%)	72.373	2,6% - 6,1%	Libor + (2,5% - 4,2%)
	680.686			479.444		
Long term						
Borrowing in Turkish Lira	100.730	7,9% - 13,7%	-	94.611	8,6% - 12,8%	-
Borrowing in foreign currency (EUR)	320.619	3,0% - 4,9%	Libor + (3,2%)	251.891	3,0% - 6,3%	Libor + (3,2%)
Borrowing in foreign currency (USD)	353.265	5,6%	Libor + (3,5% - 4,4%)	303.436	5,6% - 6,1%	Libor + (3,5% - 3,9%)
Bonds issued in Turkish Lira	50.000	3,9%	-	50.000	3,9%	-
	824.614			699.938		
	1.505.300			1.179.382		

Repayments schedules of long-term borrowings are as follows:

	March 31, 2014	December 31, 2013
2015	141.061	125.374
2016	292.773	297.054
2017	99.140	28.264
2018	31.752	28.254
2019 and thereafter	259.888	220.992
	824.614	699.938

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 8 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD

	March 31, 2014	December 31, 2013
Investment in associates	3.091.974	3.150.635
Interest in joint ventures (Note 4)	219.806	213.805
	3.311.780	3.364.440

8.1 Associates

Entity	Principle Activities	Country of business	March 31, 2014			December 31, 2013		
			Carrying value	Effective shareholding and voting rights %	Group's share of income/(loss)	Carrying value	Effective shareholding and voting rights %	Group's share of income/(loss)
Anadolu Efes (*)	Production of beer	Turkey	2.743.852	27,66	(29.463)	2.861.949	27,66	771.457
ABank (*)	Banking services	Turkey	348.122	17,00	8.475	288.686	17,00	1.264
			3.091.974		(20.988)	3.150.635		772.721

(*) Shares of Anadolu Efes and ABank are currently quoted on the BIST.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 8 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD (cont'd)

8.1 Associates (cont'd)

Summary financial information of Anadolu Efes , the Group's associate is as follows:

<i>Summary balance sheet:</i>	Anadolu Efes	Anadolu Efes
	March 31, 2014	December 31, 2013
Current Assets	4.633.193	4.959.127
Non-Current Assets	17.180.570	17.407.857
Total Assets	21.813.763	22.366.984
Short-Term Borrowings	1.208.239	1.740.442
Other Current Liabilities	1.793.458	1.406.860
Long-Term Borrowings	3.535.143	3.535.490
Other Non-Current Liabilities	2.139.794	2.222.266
Total Liabilities	8.676.634	8.905.058
Net Assets	13.137.129	13.461.926
Attributable to:		
Non-controlling interests	3.964.856	3.890.275
Net assets of the equity holders of the parent	9.172.273	9.571.651
Group's share in net assets	2.743.852	2.861.949
<i>Summary income statement:</i>	Anadolu Efes	Anadolu Efes
	March 31, 2014	March 31, 2013
Revenue	2.016.407	1.698.106
Net (Loss) / Income	(100.847)	2.719.133
Non-controlling interests	(1.210)	127.300
Equity holders of the parent	(99.637)	2.591.833
Group's share in net (loss) / income	(29.463)	766.404
-Non-controlling interest	(1.900)	49.431
-Equity holders of the parent	(27.563)	716.973

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 8 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD (cont'd)

8.1 Associates (cont'd)

The movement of carrying value of the associate, Anadolu Efes in the interim condensed consolidated financial statements as of March 31, 2014 and March 31, 2013 is as follows:

	March 31, 2014	March 31, 2013
Balance at January 1	2.861.949	2.013.618
Group's share in net income / (loss) (*)	(29.463)	766.404
Group's share in currency translation differences	(90.644)	(5.033)
Group's share in revaluation funds	2.149	1.354
Disposals from other reserves	-	(66.559)
Cash flow hedge reserve	(29)	(136)
Effect of change in subsidiary's consolidation scope (*)	-	(21.402)
Group's share in remeasurement funds	(110)	(169)
Balance at the end of the period	2.743.852	2.688.077

(*) Anadolu Efes, an associate of the Group, and the Coca Cola Export Corporation (TCCEC) which owns the 20,09% of Coco-Cola İçecek A.Ş. (CCI) has signed Shareholder Agreement related with the management of CCI. Anadolu Efes and TCCEC have decided to modify provisions of CCI's Articles of Association in particular those described as "major decisions". As a result of such amendment, TCCEC will have certain protective rights on such major decisions in accordance with the Shareholders Agreement. In addition to this, it was decided to amend CCBPL's (Coca-Cola Beverages Pakistan Ltd) Shareholders Agreement and the amendment process was completed in March 2013. As a result of such amendment which is effective from January 1, 2013, control power of CCBPL was transferred to CCI and CCBPL is included in CCI financials by using full consolidation method.

In accordance with IFRS, these transactions, which in fact do not include any consideration transferred, are accounted for as a business combination. With the change in scope of consolidation, the difference between the fair value and carrying value of CCI and CCBPL net assets, and also the currency translation differences, minority put option liability reserve, cash flow hedge reserve, actuarial gain/(loss) and other reserves attributable to previously held shares is recognized in the interim consolidated income statement as of March 31, 2013 under "Gain/(Loss) from Investments Accounted Through Equity Method" as a profit share from Anadolu Efes, which is amounting to TRL 769.410.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 8 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD (cont'd)

8.1 Associates (cont'd)

Summary financial information of ABank, the Group's associate is as follows:

<i>Summary balance sheet:</i>	ABank	ABank
	March 31, 2014	December 31, 2013
Total Assets	10.773.844	10.848.655
Total Liabilities	9.936.750	10.249.830
Net assets	837.094	598.825
Attributable to:		
Non-controlling interests	10.855	10.753
Net assets of the equity holders of the parent	826.239	588.072
Group's share in net assets	348.122	288.686

<i>Summary income statement:</i>	ABank
	March 31, 2014
Interest and fee and commission income	273.120
Net income	34.383
Non-controlling interests	103
Equity holders of the parent	34.280
Group's share in net income	8.475

The movement of carrying value of the associate ABank in the interim condensed consolidated financial statements as of March 31, 2014 is as follows:

	March 31, 2014
Balance at January 1	288.686
Capital increase	50.000
Group's share in net income	8.475
Group's share in revaluation funds	956
Group's share in share premium	5
Balance at the end of the period	348.122

The majority of the shares of ABank, which was a subsidiary of the Company, have been sold at July 18, 2013 and as of that date ABank is consolidated through equity method.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 8 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD (cont'd)

8.2 Joint Ventures

Entity	Principle activities	Country	March 31, 2014			December 31, 2013		
			Carrying value	Effective shareholding and voting rights %	Group's share of income/ (loss)	Carrying value	Effective shareholding and voting rights %	Group's share of income/ (loss)
Anadolu Isuzu (*)	Manufacturing and selling of Isuzu brand commercial vehicles	Turkey	144.005	37,56	3.184	140.910	37,56	76.358
Ana Gıda	Production and marketing of olive, sun flower and corn oils under Kırılacağı, Komili and Madra brands	Turkey	35.887	37,57	(361)	36.238	37,57	(676)
Aslancık	Production of electricity	Turkey	38.288	22,67	(1.121)	35.909	22,67	(5.760)
D Tes	Wholesale of electricity	Turkey	-	-	-	-	-	(5)
Faber-Castell Anadolu LLC	Trading of all kinds of stationery	Russia	1.626	19,34	(465)	748	19,34	(1.402)
			219.806		1.237	213.805		68.515

(*) Shares of Anadolu Isuzu are quoted on the BIST.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 9 - PROPERTY, PLANT AND EQUIPMENT (PP&E)

Movements of property, plant and equipment for the period ended on March 31, 2014 are as follows:

	Land and land improvements	Buildings	Machinery and equipment	Motor vehicles(*)	Furniture and fixtures	Other tangible assets	Leasehold improvements	Construction in progress	Total
Cost									
At January 1, 2014	19.572	49.724	230.157	650.252	43.501	2.670	117.911	311.034	1.424.821
Additions	141	47	2.484	97.245	1.371	10	1.250	75.204	177.752
Disposals (-)	(36)	-	(1.515)	(34.161)	(309)	-	(1.339)	(1.251)	(38.611)
Currency translation differences	52	21	127	11	10	-	-	4.783	5.004
Transfers (**)	-	-	135	310	-	-	-	(1.919)	(1.474)
March 31, 2014	19.729	49.792	231.388	713.657	44.573	2.680	117.822	387.851	1.567.492
Accumulated depreciation									
At January 1, 2014	3.223	17.479	142.024	77.212	21.463	1.951	41.572	-	304.924
Depreciation charge for the period	101	326	3.453	11.692	1.211	46	2.119	-	18.948
Disposals (-)	-	-	(531)	(8.535)	(149)	-	(526)	-	(9.741)
Currency translation differences	7	17	15	5	7	-	-	-	51
March 31, 2014	3.331	17.822	144.961	80.374	22.532	1.997	43.165	-	314.182
Net carrying amount	16.398	31.970	86.427	633.283	22.041	683	74.657	387.851	1.253.310

(*) The carrying amount of motor vehicles in motor vehicle leasing business at March 31, 2014 is TRL 624.762.

(**) TRL 1.443 of tangible assets are transferred to other intangible asset under intangible assets, TRL 31 is transferred to rights under intangible assets.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 9 - PROPERTY, PLANT AND EQUIPMENT (PP&E) (cont'd)

Movements of property, plant and equipment for the period ended on March 31, 2013 are as follows:

	Land and land improvements	Buildings	Machinery and equipment	Motor vehicles(*)	Furniture and fixtures	Other tangible assets	Leasehold improvements	Construction in progress	Total
Cost									
At January 1, 2013	53.901	77.327	241.924	428.836	53.384	14.734	129.117	99.810	1.099.033
Additions	14	16	3.002	37.666	1.448	-	614	18.405	61.165
Disposals (-)	(3)	(443)	(2.741)	(18.881)	(400)	-	(66)	(375)	(22.909)
Currency translation differences	33	13	83	10	11	-	-	1.401	1.551
Transfers to assets held for sale (-)	(408)	(415)	(27.224)	(639)	(19.495)	(12.075)	(37.460)	-	(97.716)
Transfers	-	-	437	133	52	-	474	(1.096)	-
March 31, 2013	53.537	76.498	215.481	447.125	35.000	2.659	92.679	118.145	1.041.124
Accumulated depreciation									
At January 1, 2013	2.814	21.969	162.429	56.628	30.473	13.165	65.133	-	352.611
Depreciation charge for the period	93	434	2.836	10.188	723	48	1.108	-	15.430
Disposals (-)	-	(249)	(1.949)	(4.729)	(271)	-	(45)	-	(7.243)
Transfers to assets held for sale (-)	-	(46)	(25.025)	(629)	(10.682)	(11.404)	(27.403)	-	(75.189)
Currency translation differences	4	8	1	2	3	-	-	-	18
March 31, 2013	2.911	22.116	138.292	61.460	20.246	1.809	38.793	-	285.627
Net carrying amount	50.626	54.382	77.189	385.665	14.754	850	53.886	118.145	755.497

(*) The carrying amount of motor vehicles in motor vehicle leasing business at March 31, 2013 is TRL 380.539.

Property, Plant and Equipment (PP&E) held under finance lease

The carrying amount of PP&E held under finance leases at March 31, 2013 is TRL 21.522. According to the finance lease law, PP&E under finance lease are owned by the finance lease company during the lease term. Hence, these PP&E are regarded as collaterals by the finance lease company.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 10 - INTANGIBLE ASSETS

Movements of intangible assets for the period ended on March 31, 2014 are as follows:

	Rights	Patents and licenses	Franchise	Other intangible assets	Total
Cost					
January 1, 2014	24.465	5.541	1.051	2.819	33.876
Additions	607	-	-	189	796
Transfers	31	-	-	1.443	1.474
March 31, 2014	25.103	5.541	1.051	4.451	36.146
Accumulated amortization					
January 1, 2014	11.411	5.532	449	600	17.992
Amortization charge for the period	532	-	18	212	762
March 31, 2014	11.943	5.532	467	812	18.754
Net carrying amount	13.160	9	584	3.639	17.392

Movements of intangible assets for the period ended on March 31, 2013 are as follows:

	Rights	Patents and licenses	Franchise	Other intangible assets	Total
Cost					
January 1, 2013	74.553	5.541	1.051	2.286	83.431
Additions	995	-	-	47	1.042
Disposals (-)	(53)	-	-	-	(53)
Transfers to assets held for sale (-)	(52.008)	-	-	(1.619)	(53.627)
March 31, 2013	23.487	5.541	1.051	714	30.793
Accumulated amortization					
January 1, 2013	42.699	5.532	396	1.468	50.095
Amortization charge for the period	318	-	12	31	361
Disposals (-)	(53)	-	-	-	(53)
Transfers to assets held for sale (-)	(32.005)	-	-	(1.179)	(33.184)
March 31, 2013	10.959	5.532	408	320	17.219
Net carrying amount	12.528	9	643	394	13.574

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 11 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

11.1 Provision for Employee Benefits

The provisions for employee benefits as of March 31, 2014 and December 31, 2013 are as follows:

	March 31, 2014	December 31, 2013
Short-term	12.593	10.318
Provision for bonus	6.244	5.267
Provision for vacation pay liability	6.349	5.051
Long-term	19.493	19.551
Provision for employee termination benefits	19.493	19.551
	32.086	29.869

11.2 Other Provisions

The provisions as of March 31, 2014 and December 31, 2013 are as follows:

	March 31, 2014	December 31, 2013
Provision for litigations	1.338	1.338
Warranty provisions (*)	651	656
	1.989	1.994

(*) Warranty provisions are resulting from sales of Anadolu Motor which is a subsidiary of the Company. Çelik Motor a subsidiary of the Company has the right of recourse the compensation payments of imported vehicles under warranty to the manufacturer company.

As of March 31, 2014, the Group has no long term provisions (December 31, 2013: None).

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 12 - COMMITMENTS

As of March 31, 2014 and December 31, 2013 letter of guarantees, pledges and mortgages (GPMs) given in favor of the parent company and subsidiaries included in full consolidation are as follows:

31.03.2014	Total TRL Equivalent	Original Currency TRL	Original Currency Thousand USD	Original Currency Thousand EUR
Letter of guarantees, pledge and mortgages provided by the Company				
A. Total amount of GPMs given on behalf of the Company's legal personality	134.218	54.458	34.432	1.450
B. Total amount of GPMs given in favor of subsidiaries included in full consolidation	59.428	24.214	16.081	-
C. Total amount of GPMs given by the Company for the liabilities of 3rd parties in order to run ordinary course of business	-	-	-	-
D. Total amount of other GPM's	-	-	-	-
i. Total amount of GPMs given in favor of the parent Company	-	-	-	-
ii. Total amount of GPMs given in favor of other group companies not in the scope of B and C above	-	-	-	-
iii. Total amount of GPMs given in favor of third party companies not in the scope of C above	-	-	-	-
	193.646	78.672	50.513	1.450
31.12.2013				
Letter of guarantees, pledge and mortgages provided by the Company				
A. Total amount of GPMs given on behalf of the Company's legal personality	144.148	47.250	42.100	2.399
B. Total amount of GPMs given in favor of subsidiaries included in full consolidation	58.535	24.214	16.081	-
C. Total amount of GPMs given by the Company for the liabilities of 3rd parties in order to run ordinary course of business	-	-	-	-
D. Total amount of other GPM's	-	-	-	-
i. Total amount of GPMs given in favor of the parent Company	-	-	-	-
ii. Total amount of GPMs given in favor of other group companies not in the scope of B and C above	-	-	-	-
iii. Total amount of GPMs given in favor of third party companies not in the scope of C above	-	-	-	-
	202.683	71.464	58.181	2.399

As of March 31, 2014, the ratio of other GPMs over the Company's equity is 0%. (December 31, 2013: 0%).

ABH has service agreement liabilities for 1 to 5 years with its customers.

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 12 - COMMITMENTS (cont'd)

The Group's letter of guarantees, letters of guarantee, cheques and notes of guarantee, mortgage and other guarantees received from its customers in consideration of its receivables amount to TRL 151.010, TRL 792, TRL 28.190 and TRL 2.243, respectively (December 31, 2013: TRL 186.483, TRL 952, TRL 26.921 and TRL 2.693).

The tax authority and other authorities (Social Security Institution) can inspect tax returns and the related accounting records for a retrospective maximum period of five years. Group has not provided any tax provision regarding prior years.

AEH, one of the subsidiaries of the Company, has undertaken the obligation of preserving the corporate presence of McDonald's within the period of its license contract and the obligation of supporting to fulfill the financial and fiscal liabilities.

AEH, which is a subsidiary of the Company, is a guarantor of the long term loan that GUE, which is a subsidiary of the Company, borrowed for construction of a hydroelectric power plant with a capacity of 87 MW in Georgia amounting to USD 115.500.000, for the period until start of electricity production. "Total amount of GPMs given in favor of subsidiaries included in full consolidation" stated in the table of the letter of guarantees, pledges and mortgages (GPMs) given in favor of the parent company and subsidiaries included in full consolidation consists of guarantee amounting to TRL 35.214 (December 31, 2013 : TRL 34.321)

Çelik Motor, the subsidiary, operates in the motor vehicle leasing business for the various rental periods.

AEH, the subsidiary of the Company, has acted as a guarantor in the proportion of its capital (33%), to its joint venture Aslancık's long term project finance loan which was taken in 2011 amounting to USD 160.000.000 in relation to its 120 MW hydro power plant under construction in Giresun.

Based on the Subscription and Shareholders Agreement, AEH, one of the subsidiaries of the Company, has granted a put option to SEEF Foods regarding its joint venture in Ana Gıda which may be exercisable between 2012 and 2014. As it is granted to the other shareholder of the joint venture, such put option is considered as derivative instrument with respect to IAS 39.

The Turkish Radio and Television Corporation (TRT) General Directorate has made total of 9 notifications to Anadolu Elektronik, a subsidiary of the Company, in 2013 for bandrole payments made between 2005-2010. The fees of the notifications include default interests, administrative fine and principal that amounts to TRL 16.673. In January 2014, Anadolu Elektronik has litigated against and since there is a high possibility of a favorable case result, there are not any provisions booked in the consolidated financial statements for the related notifications.

NOTE 13 - EQUITY

Shared Capital / Adjustments to Share Capital and Equity Instruments

	March 31, 2014		December 31, 2013	
	Amount	%	Amount	%
Yazıcı Families	61.116	38,20	61.116	38,20
Kamil Yazıcı Yönetim ve Danışma A.Ş.	53.687	33,55	53.687	33,55
Publicly traded (*)	45.197	28,25	45.197	28,25
Paid-in share capital - historical	160.000	100,00	160.000	100,00
Inflation adjustment to share capital	-		-	
Total share capital	160.000		160.000	

(*) As of March 31, 2014 TRL 5.073 of the publicly traded portion of shares, which is 3,17% of the paid-in share capital, is owned by Kamil Yazıcı Yönetim ve Danışma A.Ş. (December 31, 2013: TRL 5.073 of the publicly traded portion, which is 3,17% of the paid-in share capital).

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 13 – EQUITY (cont'd)

Shared Capital / Adjustments to Share Capital and Equity Instruments (cont'd)

Movement of paid in share capital as at March 31, 2014 and December 31, 2013 is as follows (historical amounts):

	March 31, 2014		December 31, 2013	
	Number of shares	Amount	Number of shares	Amount
Balance at January 1	160.000.000	160.000	160.000.000	160.000
-Inflation adjustment to share capital	-	-	-	-
Balance at the end of the period	160.000.000	160.000	160.000.000	160.000

Kamil Yazıcı Yönetim ve Danışma A.Ş. (henceforth as Management Company) is a professional management company established by members of the Kamil Yazıcı Family to manage their investments. With the special board nomination rights granted to Class A and Class B shares (1 + 3) which it owns, it is entitled to appoint four of the six directors to the Company's board of directors. Namely;

Yazıcılar's common shares are divided into four classes, with each class of shares having equal voting rights on all matters except for the election of directors. Classes B, C and D consist of registered shares and are owned by the members of the three Yazıcı Families. Class A shares are all bearer type shares; shares belonging to three Yazıcı Families and publicly traded shares are included in Class A.

Class	Number of shares	Percentage of capital %	Number of members on Board
A (Bearer)	87.818.037	54,89	1
B (Registered)	31.999.964	20,00	3
C (Registered)	19.235.049	12,02	1
D (Registered)	20.946.950	13,09	1
	160.000.000	100,00	6

Restricted Reserves Allocated from Net Profit, Revaluation and Remeasurement (Loss) / Gain

The legal reserves consist of first and second legal reserves in accordance with the Turkish Commercial Code. The first legal reserve is appropriated out of the statutory net income (inflation-restated income in accordance with CMB at the rate of 5%, until the total reserve reaches a maximum of 20% of the Company's issued capital (inflation restated issued capital in accordance with the communiqués and announcements of CMB). The second legal reserve is appropriated at the rate of 10% of all distributions in excess of 5% of the Company's issued capital (inflation restated capital in accordance with CMB). The legal reserves are not available for distribution unless they exceed 50% of the issued capital, other than that legal reserves cannot be used.

Quoted companies are subject to dividend requirements regulated by the Capital Markets Board of Turkey. Based on the CMB Decree 1/6, dated January 9, 2009, companies that take their consolidated financial statements as basis for their distributable profit, shall consider the profits of their subsidiaries, joint ventures and associates to the extent that such profits do not exceed the amount recorded in the statutory financial statements of these companies and without considering whether a profit distribution resolution is taken at their annual general meetings. Such profits as reported in the financial statement as per Communiqué shall be subject to distributable dividend computations.

As a result of the decision of CMB on January 27, 2010, there are no obligations for the minimum dividend payments subject to public incorporated companies whose shares are traded in the stock exchange.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 13 - EQUITY (cont'd)

Restricted Reserves Allocated from Net Profit, Revaluation and Remeasurement (Loss) / Gain (cont'd)

Inflation adjustment to shareholders' equity and extraordinary reserves can be netted-off against prior years' losses, used as an internal source in capital increase and in the distribution of bonus shares and dividends to shareholders. Inflation adjustment to shareholders' equity, in the case of cash used for profit distribution will be subject to corporate income tax.

	March 31, 2014	December 31, 2013
Revaluation and remeasurement (loss) / gain	(4.291)	(6.958)
-Available for sale financial assets	(4.291)	(6.958)

	March 31, 2014	December 31, 2013
Restricted reserves allocated from net profit	25.203	25.203

Retained Earnings

As of March 31, 2014 and December 31, 2013 the summary of equity reserves, extraordinary reserves, other profit reserves, and retained earnings are as follows:

	March 31, 2014	December 31, 2013
Equity reserves	1.166	1.166
Extraordinary reserves	170.950	170.950
Other profit reserves	2.558	2.558
Retained earnings	3.537.288	2.344.990
	3.711.962	2.519.664

Non-Controlling Interest

Non-controlling interests are separately classified in the interim condensed consolidated financial statements.

NOTE 14 - OPERATING EXPENSES

	March 31, 2014	March 31, 2013
General administrative expenses	41.216	34.734
Marketing expenses	30.165	24.646
Research and development expenses	274	321
	71.655	59.701

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 15 - OTHER OPERATING INCOME/EXPENSES

15.1 Other Operating Income

	March 31, 2014	March 31, 2013
Building service income	502	-
Foreign exchange gains arising from trading activities	398	99
Insurance compensation income	205	393
Rediscount gains arising from trading activities	128	29
Commission income	82	248
Other	1.221	343
	2.536	1.112

15.2 Other Operating Expenses

	March 31, 2014	March 31, 2013
Rediscount expense from trading activities	4.390	1.662
Donation	540	575
Foreign exchange losses arising from trading activities	482	219
Provision for doubtful receivables	117	67
Other	1.791	1.085
	7.320	3.608

NOTE 16 – INCOME/EXPENSES FROM INVESTING ACTIVITIES

16.1 Income from Investing Activities

	March 31, 2014	March 31, 2013
Gain on revaluation of marketable securities	890	248
Rent income	871	230
Gain on sale of property, plant and equipment	189	2.285
Gain on sale of marketable securities	-	356
	1.950	3.119

16.2 Expenses from Investing Activities

	March 31, 2014	March 31, 2013
Loss on sale of property, plant and equipment	1.448	467
Loss on revaluation of marketable securities	701	-
Loss on sale of marketable securities	15	116
	2.164	583

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 17 - FINANCIAL INCOME

	March 31, 2014	March 31, 2013
Foreign exchange gain	71.756	8.626
Interest income	14.995	2.786
Derivative transactions income	756	-
	87.507	11.412

NOTE 18 - FINANCIAL EXPENSES

	March 31, 2014	March 31, 2013
Foreign exchange loss	54.692	8.163
Interest expense	15.434	9.110
Other expense	933	781
	71.059	18.054

NOTE 19 - NON-CURRENT ASSETS HELD FOR SALE

The sale transaction of 70,84% shares of ABank, which was a subsidiary of the Company, to CBQ has been completed as of July 18, 2013 and sale of 95,8% share of ALease, which was a subsidiary of the Company, to ABank has been completed as of November 8, 2013. ABank and ALease are classified as non-current assets held for sale in accordance with IFRS 5 in the interim consolidated income statement for the period ended March 31, 2013.

1 January – 31 March 2013	ABank	ALease	Total
Interest and Other Income	209.418	8.563	217.981
Interest and Other Expense	(89.401)	-	(89.401)
Other expense, net	(81.881)	(8.534)	(90.415)
Eliminations			3.756
Income before tax from assets held for sale	38.136	29	41.921
Tax (expense) / income	(6.520)	168	(6.352)
Net income from assets held for sale	31.616	197	35.569

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 19 - NON-CURRENT ASSETS HELD FOR SALE (cont'd)

March 31, 2013	ABank	ALease	Total
Assets held for sale			
Cash and Cash Equivalents	649.834	21.640	671.474
Financial Instruments	1.922.821	17	1.922.838
Receivables from financing activities	5.227.665	351.250	5.578.915
Derivative Financial Instruments	17.987	764	18.751
Property, Plant and Equipment	21.511	1.408	22.919
Intangible Assets (net)	19.763	693	20.456
Deferred Tax Assets	27.041	21.193	48.234
Other Non-Current Assets	83.217	23.225	106.442
Eliminations (-)			(15.891)
	7.969.839	420.190	8.374.138
Liabilities related with assets held for sale			
Borrowings	297.095	49.895	346.990
Trade Payables	-	4.006	4.006
Payables from financing activities	6.788.264	281.249	7.069.513
Provisions	37.471	-	37.471
Derivative Financial Instruments	21.552	-	21.552
Other Liabilities	205.966	10.895	216.861
Eliminations (-)			(98.527)
	7.350.348	346.045	7.597.866
Net Assets	619.491	74.145	776.272

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 20 - TAX ASSETS AND LIABILITIES

The Group is subject to taxation in accordance with the tax procedures and the legislation effective in the countries in which the Group companies operate.

The corporation tax rate for the fiscal year is 20% in Turkey (2013: 20%). Corporate tax returns are required to be filed until the twenty-fifth of the fourth month following the balance sheet date and paid in one installment until the end of the related month. The tax legislation provides for a provisional tax of 20% (2013: 20%) to be calculated and paid based on earnings generated for each quarter. The amounts thus calculated and paid are offset against the final corporate tax liability for the fiscal year.

According to the Turkish Tax Law, corporate tax losses can be carried forward for a maximum period of five years following the year in which the losses were incurred. The tax authorities can inspect tax returns and the related accounting records for a retrospective maximum period of five years.

In Turkey, the tax legislation does not permit to file a consolidated tax return. Therefore, provision for taxes, as reflected in the consolidated financial statements, has been calculated on a separate-entity basis.

20.1 Current Income Tax Assets and Tax Provision

	March 31, 2014	December 31, 2013
Current Income Tax Assets	1.562	6.340
Income tax payable (-)	(5.202)	(11.662)
Total tax liability	(3.640)	(5.322)

	March 31, 2014	March 31, 2013
Balance at January 1	(5.322)	1.664
Income tax expense (-)	(11.319)	(4.801)
Prepaid tax	13.001	216
Transfer to assets held for sale	-	4.766
Balance at the end of the period	(3.640)	1.845

20.2 Deferred Tax Assets and Liabilities

The distribution of deferred tax assets and liabilities is as follows:

	March 31, 2014	December 31, 2013
Deferred tax asset	11.569	9.246
Deferred tax liability (-)	(27.827)	(32.034)
Total deferred tax (liability) / asset, net	(16.258)	(22.788)

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 20 - TAX ASSETS AND LIABILITIES (cont'd)

20.2 Deferred Tax Assets and Liabilities (cont'd)

Movement of net deferred tax liability as of the period ended on March 31, 2014 is as follows:

	Balance December 31,2013	Recorded to income statement	Balance March 31, 2014
Property, plant and equipment, and intangibles	(35.687)	(3.439)	(39.126)
Tax loss carried forward (*)	15.857	3.557	19.414
Employee termination benefit	3.879	(1.059)	2.820
Financial leases	(10)	20	10
Investment incentive	279	15	294
Provision for doubtful receivables	335	41	376
Other	(7.441)	7.395	(46)
Net deferred tax (liability)/asset	(22.788)	6.530	(16.258)
Currency translation difference	-	(72)	-
Revaluation and remeasurement (loss) / gain	-	106	-
	(22.788)	6.564	(16.258)

The movement of net deferred tax liability as of the period ended on March 31, 2013 is as follows:

	Balance December 31, 2012	Transfers to assets held for sale	Recorded to income statement	Balance March 31, 2013
Property, plant and equipment, and intangibles	(41.236)	870	(246)	(40.612)
Tax loss carried forward (*)	15.480	-	808	16.288
Employee termination benefit	3.847	20	53	3.920
Financial leases	(1.045)	-	(5)	(1.050)
Investment incentive	14.799	(14.539)	2	262
Loan loss provision	13.822	(13.864)	100	58
Other	21.508	(20.175)	2.835	4.168
Net deferred tax (liability)/asset	27.175	(47.688)	3.547	(16.966)
Currency translation difference	-	-	(21)	-
Revaluation and remeasurement (loss) / gain	-	-	12	-
	27.175	(47.688)	3.538	(16.966)

(*) As of March 31, 2014, carry forward tax losses for which no deferred taxes calculated amounting to TRL 28.221 (March 31, 2013: TRL 17.071).

20.3 Tax Expense

	March 31, 2014	March 31, 2013
Income tax expense (-)	(11.319)	(4.801)
Deferred tax income	6.564	3.538
	(4.755)	(1.263)

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 21 - RELATED PARTY BALANCES AND TRANSACTIONS

21.1 Balances with Related Parties

Bank Balances with Related Parties

	March 31, 2014	December 31, 2013
ABank (1)	104.206	67.433
	104.206	67.433

As of March 31, 2014 time deposits in ABank, an associate of the Company, have less than 3 months term and weighted average interest rate for TRL denominated time deposits is 12,47%, for USD denominated time deposits the rate is 0,10%, for EUR denominated time deposits, the rate is 0,10%.

As of March 31, 2014 loans given by ABank to the Group amount to TRL 1.716 (December 31, 2013:None).

21.2 Due from Related Parties

	March 31, 2014	December 31, 2013
CJSC Moscow Efes Brewery (Russia) (3)	3.807	1.744
Coca-Cola Satış ve Dağıtım A.Ş. (3)	2.872	4.241
Anadolu Eğitim ve Sosyal Yardım Vakfı Sağlık Tes. İkt. İşl. (5)	1.698	655
JSC Efes Kazakhstan Brewery (Kazakhstan) (3)	1.573	309
Efes Vitanta Moldova Brewery JSC (Moldovia) (3)	1.317	155
Efes Pazarlama Ticaret A.Ş. (Efpa) (3)	1.236	743
Anadolu Isuzu (2)	1.097	1.172
AEP Anadolu Etap Penkon Gıda ve Tarım Ürünleri San. ve Tic. A.Ş. (3)	987	1.755
Anadolu Efes (1)	439	565
PJSC Efes Ukrayna (3)	374	614
ABank (1)	330	252
Coca-Cola İçecek A.Ş. (3)	308	611
Other	3.225	3.060
	19.263	15.876

As of March 31, 2014 there is no amount in long term portion of due from related parties (December 31, 2013: None).

- (1) An associate
- (2) A joint venture
- (3) A Company controlled by an associate
- (4) Shareholder of the Company
- (5) Other

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 21 - RELATED PARTY BALANCES AND TRANSACTIONS (cont'd)

21.3 Due To Related Parties

	March 31, 2014	December 31, 2013
ALease (3)	1.117	1.239
Anadolu Isuzu (2)	47	136
Efpa (3)	14	12
Kamil Yazıcı Yönetim ve Danışma A.Ş. (4)	4	9
Other	140	113
	1.322	1.509

There is no long term amount of due to related parties as of March 31, 2014 (December 31, 2013: None).

21.4 Other Payables, Due To Related Parties

	March 31, 2014	December 31, 2013
Efpa (3)	3.627	4.582
	3.627	4.582

21.5 Related Party Transactions

Terms and conditions of transactions with related parties

Outstanding balances at the end of the period are unsecured and interest free. Their settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the period ended March 31, 2014, the Group has not recorded any provisions for doubtful receivables, relating to amounts owned by related parties (December 31, 2013: None). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related parties operate.

Significant transactions with related parties during the period ended as of March 31, 2014 and March 31, 2013 are as follows:

	March 31, 2014	March 31, 2013
Sales of goods and services, net		
Anadolu Efes (1)	8.881	7.456
Efes Breweries International N.V. (3)	6.735	7.046
Efpa (3)	6.215	6.353
Coca-Cola Satış ve Dağıtım A.Ş. (3)	5.824	4.503
Anadolu Isuzu (2)	2.662	2.283
ABank (1)	1.692	-
Tarbes (3)	759	1.476
Anadolu Eğitim ve Sosyal Yardım Vakfı Sağlık Tes. İkt. İşl. (5)	557	917
Ana Gıda (2)	446	374
Other	3.276	1.474
	37.047	31.882

- (1) An associate
(2) A joint venture
(3) A Company controlled by an associate
(4) Shareholder of the Company
(5) Other

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 21 - RELATED PARTY BALANCES AND TRANSACTIONS (cont'd)

21.5 Related Party Transactions (cont'd)

	March 31, 2014	March 31, 2013
Purchases of goods and other charges		
Anadolu Eğitim ve Sosyal Yardım Vakfı (5)	540	575
Anadolu Isuzu (2)	312	314
Efpa (3)	5	50
Other	185	16
	1.042	955

	March 31, 2014	March 31, 2013
Financial Income / (Expense), Net		
ABank (1)	1.215	-
	1.215	-

	March 31, 2014	March 31, 2013
Various sales included in other income (includes dividends received)		
ABank (1)	674	-
Anadolu Efes (1)	230	-
Efpa (3)	217	8
Alternatif Yatırım A.Ş. (AYatırım) (3)	121	-
Coca-Cola Satış ve Dağıtım A.Ş. (3)	14	162
Ana Gıda (2)	11	15
Polinas (5)	6	12
Other	93	7
	1.366	204

Compensation of Key Management Personnel of the Group

Group has defined the key management personnel as follows; the managers directly reporting to the general manager and board of directors and in the rest of the subsidiaries the board of directors and general managers.

The details of benefits provided to the key management personnel for the periods ended on March 31, 2014 and March 31, 2013 are as follows:

	March 31, 2014	March 31, 2013
Short term benefits provided to key management personnel	5.598	7.612
Post-employment benefits	11	117
Total gain	5.609	7.729
Social Security employer share	91	158

- (1) An associate
- (2) A joint venture
- (3) A Company controlled by an associate
- (4) Shareholder of the Company
- (5) Other

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 21 - RELATED PARTY BALANCES AND TRANSACTIONS (cont'd)

Other

The Company and its subsidiaries other than McDonald's and Hamburger are obligated to donate 1% - 5% of their profit before corporate tax and such fiscal obligations to Anadolu Eğitim ve Sosyal Yardım Vakfı as stated in the entities' foundation agreements as long as these donations are exempt from tax. As of March 31, 2014, donations amount to TRL 540 (March 31, 2013: TRL 575).

NOTE 22 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS

Financial Risk Management Objectives and Policies

General

The Group's principal financial instruments comprise bank borrowings, finance leases, and cash and short-term deposits. The main purpose of these financial instruments is to raise finance for the Group's operations. The Group has various other financial instruments such as trade debtors and trade creditors, which arise directly from its operations.

The main risks arising from the Group's financial instruments are foreign currency risk, interest rate risk, price risk, credit risk, and liquidity risk. The Group manages these risks as stated below. The Group also monitors the market price risk arising from all financial instruments.

Foreign currency risk

The Group predominantly operates in Turkey.

The following table summarizes the exchange rate of Turkish Lira to 1 USD and 1 EUR:

		Exchange buying rate at December 31, 2013	Average exchange buying rate in the period	Exchange buying rate at March 31, 2014
TRL /USD	Turkey	2,1343	2,2146	2,1898
TRL /EUR	Turkey	2,9365	3,0342	3,0072

Çelik Motor, a subsidiary of the Group, hedges its foreign exchange risk on commitments to provide operational leasing services resulting from off balance sheet foreign currency denominated operating lease receivables (hedged item) with foreign currency denominated loans (hedging instrument). Except for that the Group does not hedge investments, receivables, accounts payables, lease obligations and borrowings denominated in a foreign currency. The Group does not hedge their estimated foreign currency exposure in respect of sales and purchases.

Foreign currency risk arises from the EUR, USD, GBP, JPY, CAD, NOK denominated assets and liabilities of the Group. The Group has transactional currency exposures. Such exposures arise from sales or purchases or borrowings by the Group in currencies other than the Group's functional currency. The Group manages foreign currency risk by using natural hedges that arise from offsetting foreign currency denominated assets and liabilities.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 22 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Financial Risk Management Objectives and Policies (cont'd)

Foreign Currency Risk (cont'd)

31.03. 2014	TRL Equivalent (Functional currency)	Thousand USD	Thousand EUR	Thousand GBP	Thousand JPY
1. Trade receivables	4.537	580	1.086	-	-
2a. Monetary financial assets (cash and cash equivalents included)	1.092.439	465.646	24.195	2	-
2b. Non - monetary financial assets	-	-	-	-	-
3. Other	29.808	3.620	7.266	9	-
4. Current assets (1+2+3)	1.126.784	469.846	32.547	11	-
5. Trade receivables	-	-	-	-	-
6a. Monetary financial assets	-	-	-	-	-
6b. Non - monetary financial assets	-	-	-	-	-
7. Other	8.787	-	2.922	-	-
8. Non - current assets (5+6+7)	8.787	-	2.922	-	-
9. Total assets (4+8)	1.135.571	469.846	35.469	11	-
10. Trade payables	1.938	840	33	-	-
11. Short - term borrowings and current portion of long - term borrowings	361.023	46.240	86.382	-	-
12a. Monetary other liabilities	731	313	15	-	-
12b. Non - monetary other liabilities	-	-	-	-	-
13. Current liabilities (10+11+12)	363.692	47.393	86.430	-	-
14. Trade payables	-	-	-	-	-
15. Long - term borrowings	673.884	161.323	106.617	-	-
16a. Monetary other liabilities	9.943	-	3.306	-	-
16b. Non - monetary other liabilities	-	-	-	-	-
17. Non - current liabilities (14+15+16)	683.827	161.323	109.923	-	-
18. Total liabilities (13+17)	1.047.519	208.716	196.353	-	-
19. Off balance sheet derivative items' net asset / (liability) position (19a-19b)	-	-	-	-	-
19a. Total hedged assets	-	-	-	-	-
19b. Total hedged liabilities	-	-	-	-	-
20. Net foreign currency asset / (liability) position (9-18+19)	88.052	261.130	(160.884)	11	-
21. Monetary items net foreign currency asset / (liability) position (=1+2a+5+6a-10-11-12a-14-15-16a)	49.457	257.510	(171.072)	2	-
22. Total fair value of financial instruments used to manage the foreign currency position	-	-	-	-	-
23. Export	6.640	973	1.478	-	-
24. Import	162.184	14.692	42.676	26	3.002

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2014

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 22 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Financial Risk Management Objectives and Policies (cont'd)

Foreign Currency Risk (cont'd)

31.12. 2013	TRL Equivalent (Functional currency)	Thousand USD	Thousand EUR	Thousand GBP	Thousand JPY
1. Trade receivables	4.800	612	1.190	-	-
2a. Monetary financial assets (cash and cash equivalents included)	1.013.795	458.477	12.009	1	-
2b. Non - monetary financial assets	-	-	-	-	-
3. Other	-	-	-	-	-
4. Current assets (1+2+3)	1.018.595	459.089	13.199	1	-
5. Trade receivables	-	-	-	-	-
6a. Monetary financial assets	-	-	-	-	-
6b. Non - monetary financial assets	-	-	-	-	-
7. Other	-	-	-	-	-
8. Non - current assets (5+6+7)	-	-	-	-	-
9. Total assets (4+8)	1.018.595	459.089	13.199	1	-
10. Trade payables	7.699	3.574	23	1	-
11. Short - term borrowings and current portion of long - term borrowings	277.784	33.909	69.951	-	-
12a. Monetary other liabilities	16.468	-	5.608	-	-
12b. Non - monetary other liabilities	-	-	-	-	-
13. Current liabilities (10+11+12)	301.951	37.483	75.582	1	-
14. Trade payables	-	-	-	-	-
15. Long - term borrowings	555.327	142.171	85.779	-	-
16 a. Monetary other liabilities	9.943	-	3.386	-	-
16 b. Non - monetary other liabilities	-	-	-	-	-
17. Non - current liabilities (14+15+16)	565.270	142.171	89.165	-	-
18. Total liabilities (13+17)	867.221	179.654	164.747	1	-
19. Off balance sheet derivative items' net asset / (liability) position (19a-19b)	-	-	-	-	-
19a. Total hedged assets	-	-	-	-	-
19b. Total hedged liabilities	-	-	-	-	-
20. Net foreign currency asset / (liability) position (9-18+19)	151.374	279.435	(151.548)	-	-
21. Monetary items net foreign currency asset / (liability) position (=1+2a+5+6a-10-11-12a-14-15-16a)	151.374	279.435	(151.548)	-	-
22. Total fair value of financial instruments used to manage the foreign currency position	-	-	-	-	-
23. Export	24.652	3.898	6.841	-	-
24. Import	578.499	33.538	203.884	154	7.331

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 22 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Financial Risk Management Objectives and Policies (cont'd)

Foreign Currency Risk (cont'd)

Foreign currency position sensitivity analysis		
March 31, 2014		
	Income / (loss)	Income / (loss)
	Increase of the foreign currency	Decrease of the foreign currency
Change in the USD against TRL by 10% +/-:		
1- USD denominated net asset / liability	57.182	(57.182)
2- USD denominated hedging instruments(-)	-	-
3- Net effect in USD (1+2)	57.182	(57.182)
Change in the EUR against TRL by 10% +/-:		
4- Euro denominated net asset / liability	(48.381)	48.381
5- Euro denominated hedging instruments(-)	994	(994)
6- Net effect in Euro (4+5)	(47.387)	47.387
Change in the other foreign currencies against TRL by 10% +/-:		
7- Other foreign currency denominated net asset / liability	4	(4)
8- Other foreign currency hedging instruments(-)	-	-
9- Net effect in other foreign currency (7+8)	4	(4)
TOTAL (3+6+9)	9.799	(9.799)

Foreign currency position sensitivity analysis		
December 31, 2013		
	Income / (loss)	Income / (loss)
	Increase of the foreign currency	Decrease of the foreign currency
Change in the USD against TRL by 10% +/-:		
1- USD denominated net asset / liability	59.640	(59.640)
2- USD denominated hedging instruments(-)	-	-
3- Net effect in USD (1+2)	59.640	(59.640)
Change in the EUR against TRL by 10% +/-:		
4- Euro denominated net asset / liability	(44.502)	44.502
5- Euro denominated hedging instruments(-)	2.641	(2.641)
6- Net effect in Euro (4+5)	(41.861)	41.861
Change in the other foreign currencies against TRL by 10% +/-:		
7- Other foreign currency denominated net asset / liability	-	-
8- Other foreign currency hedging instruments(-)	-	-
9- Net effect in other foreign currency (7+8)	-	-
TOTAL (3+6+9)	17.779	(17.779)

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

YAZICILAR HOLDİNG ANONİM ŞİRKETİ

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT MARCH 31, 2014**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 23 - SUBSEQUENT EVENTS

In Yazıcılar's ordinary general assembly dated April 21, 2014, it is decided to distribute dividend amounting to TRL 20.000 in gross and begin distribution as of May 30, 2014.

.....