EGELİ & CO GİRİŞİM SERMAYESİ
YATIRIM ORTAKLIĞI A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF
FINANCIAL STATEMENTS FOR THE PERIOD
1 JANUARY - 31 DECEMBER 2014

(ORIGINALLY ISSUED IN TURKISH)

EGELİ & CO GİRİŞİM SERMAYESİ YATIRIM ORTAKLIĞI A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 DECEMBER 2014 ORIGINALLY ISSUED IN TURKISH

CONTENTS **PAGE**

EGELİ & CO GİRİŞİM SERMAYESİ YATIRIM ORTAKLIĞI A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD 1 JANUARY - 31 DECEMBER 2014 ORIGINALLY ISSUED IN TURKISH

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

	Notes	(Audited) Current Period 31 December 2014	Restated(*) (Audited) Previous Period 31 December 2013
ASSETS			
Current Assets			
Cash and cash equivalents	6	2.785.841	3.367.871
Financial investments	7	2.384.265	2.009.431
Other receivables	8	858.846	24.170.393
Other current assets	8	96.853	116.473
Total current assets		**6.125.805**	**29.664.168**
Non-current assets			
Financial investments	7	26.358.591	11.147.029
Other receivables	8, 17	1.066.000	297.515
from related parties	17	1.066.000	297.515
Property and equipment	9	9.830	8.523
Total non-current assets		**27.434.421**	**11.453.067**
TOTAL ASSETS		**33.560.226**	**41.117.235**

(*) Note 2.1.5.

CONVENIENCE TRANSLATION INTO ENGLISH OF STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD 1 JANUARY - 31 DECEMBER 2014 ORIGINALLY ISSUED IN TURKISH

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

	Notes	*(Audited)* **Current Period 31 December 2014**	***Restated(*)*** *(Audited)* **Previous Period 31 December 2013**
LIABILITIES			
Current liabilities			
Trade payables		46.601	483.018
Due to related parties	17	-	473.271
Due to third parties		46.601	9.747
Short-term provisions		77.185	22.597
Short term provision for employee benefits	11	799	-
Other short term provisions	11, 17	76.386	22.597
Other current liabilities	8	67.504	34.168
Total short-term liabilities		**191.290**	**539.783**
Long-term liabilities			
Long-term provisions	11	12.976	4.711
Provisions for employee benefits	11	12.976	4.711
Total long-term liabilities		**12.976**	**4.711**
Shareholders' equity			
Share capital	12	20.000.000	20.000.000
Adjustment to share capital		17.197.511	17.197.511
Costs arising from the capital increase		(67.383)	(67.383)
Share premiums		29.552	29.552
Other comprehensive income/expense not to be reclassified to profit or loss		4.617	550
Actuarial (loss) / gain		4.617	550
Other comprehensive income/expense to be reclassified to profit or loss	7	710.060	-
Revaluation gain of available for sale financial assets	7	710.060	-
Restricted reserves	12	3.604.255	3.518.928
Retained earnings/ (accumulated losses)	12	(191.744)	324.687
Net income/(loss) for the period		(7.930.908)	(431.104)
Total shareholders' equity		**33.355.960**	**40.572.741**
TOTAL LIABILITIES		**33.560.226**	**41.117.235**

(*) Note 2.1.5.

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

EGELİ & CO GİRİŞİM SERMAYESİ YATIRIM ORTAKLIĞI A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD 1 JANUARY - 31 DECEMBER 2014 ORIGINALLY ISSUED IN TURKISH

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

	Notes	*(Audited)* **Current Period 31 December 2014**	***Restated(*)*** *(Audited)* **Previous Period 31 December 2013**
Portion of gain or losses			
Revenue	13	2.072.303	34.888.394
Cost of sales (-)	13	(1.457.719)	(31.695.436)
Gross profit	**13**	**614.584**	**3.192.958**
General administrative expenses (-)	14	(1.962.215)	(2.120.684)
Marketing expenses (-)	14	-	(463.494)
Other operating income	15	2.287.110	1.229.454
Other operating expense (-)	15	(8.867.588)	(2.269.014)
Operating loss (-)		**(7.928.109)**	**(430.780)**
Financial expenses (-)	11	(2.799)	(324)
Loss before tax from continued operations		**(7.930.908)**	**(431.104)**
Tax income/ (expense) from continued operations			
Current period tax income/(loss)		-	-
Deferred tax income/(loss)		-	-
Loss for the period (-)	**18**	**(7.930.908)**	**(431.104)**
Loss per share (-) (Kr)	18	(0,3965)	(0,0216)
OTHER COMPREHENSIVE INCOME			
Items to be reclassified to profit or loss			
Revaluation gain of available for sale financial assets	7	710.060	-
Items not to be reclassified to profit or loss			
Remeasureent gains of defined benefit plans	11	4.067	550
Total comprehensive loss (-)		**(7.216.781)**	**(430.554)**

(*) Note 2.1.5.

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

EGELİ & CO GİRİŞİM SERMAYESİ YATIRIM ORTAKLIĞI A.Ş.

CONVENIENCE TRANSLATION INTO ENGLISH OF STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 1 JANUARY – 31 DECEMBER 2014 ORIGINALLY ISSUED IN TURKISH

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

	Shareholder’s equity (Audited) (Restated) (*)										
	Paid in Capital	**Adjustment to share capital**	**Charges arising from capital increase**	**Securities increment valuation fund**	**The effect of asset mergers of entities or businesses under common control**	**Share premiums**	**Actuarial losses**	**Restricted reserves**	**Retained earnings/ (losses)**	**Net (loss)/profit for the period**	**Total equity**
Balances as of 1 January 2013	**18.000.000**	**19.197.511**	**(67.383)**	**-**	**-**	**29.552**	**-**	**3.518.928**	**(2.123.410)**	**2.448.097**	**41.003.295**
Capital increase	2.000.000	(2.000.000)	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-		-	-	-	2.448.097	(2.448.097)	-
The effect of mergers of entities or business under common control	-	-	-		(310.731)	-	-	-	-	-	(310.731)
Total Comprehensive loss (-)	-	-	-	-	-	-	550	-	-	(576.108)	(575.558)
Balances as of 31 December 2013 (previously reported)	**20.000.000**	**17.197.511**	**(67.383)**	**-**	**(310.731)**	**29.552**	**550**	**3.518.928**	**324.687**	**(576.108)**	**40.117.006**
Changes in accounting policies (*)	-	-	-	-	310.731	-	-	-	-	145.004	455.735
Balances as of 31 December 2013 (restated)	**20.000.000**	**17.197.511**	**(67.383)**	**-**	**-**	**29.552**	**550**	**3.518.928**	**324.687**	**(431.104)**	**40.572.741**

	Shareholder’s equity (Audited)										
	Paid in Capital	**Adjustment to share capital**	**Charges arising from capital increase**	**Securities increment valuation fund**	**The effect of asset mergersof entities or businesses under common control**	**Share premiums**	**Actuarial losses**	**Restricted reserves**	**Retained earnings/ (losses)**	**Net (loss)/profit for the period**	**Total equity**
Balances dated 1 January 2014 (previously reported)	**20.000.000**	**17.197.511**	**(67.383)**	**-**	**(310.731)**	**29.552**	**550**	**3.518.928**	**324.687**	**(576.108)**	**40.117.006**
Changes in accounting policies (*)	-	-	-	-	310.731	-	-	-	-	145.004	455.735
Balances dated 1 January 2014 (restated)	**20.000.000**	**17.197.511**	**(67.383)**	**-**	**-**	**29.552**	**550**	**3.518.928**	**324.687**	**(431.104)**	**40.572.741**
Transfers	-	-	-	-	-	-	-	85.327	(516.431)	431.104	-
Total comprehensive income	-	-	-	710.060	-	-	4.067	-	-	(7.930.908)	(7.216.781)
Balances dated 31 December 2014 (period end)	**20.000.000**	**17.197.511**	**(67.383)**	**710.060**	**-**	**29.552**	**4.617**	**3.604.255**	**(191.744)**	**(7.930.908)**	**33.355.960**

(*) Note: 2.1.5.

CONVENIENCE TRANSLATION INTO ENGLISH OF STATEMENT OF CASH FLOWS FOR THE PERIOD 1 JANUARY - 31 DECEMBER 2014 ORIGINALLY ISSUED IN TURKISH

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

	Notes	*(Audited)* Current Period 31 December 2014	*Restated(*)* *(Audited)* Previous Period 31 December 2013
A. Cash flows from operating activities:			
Loss for the period		(7.930.908)	(431.104)
Adjustments to reconcile net loss to net cash from operating activities:			
Adjustments related to depreciation and amortisation expense	9	3.650	841
Adjustment related interest income accruals		217	6.492
Adjustments related to provisions		8.815.800	(92.778)
Adjustments related to the fair value gains	15	(107.537)	659.198
Adjustments related to profits from sales of securities and associates	13	(917.223)	(3.192.958)
Adjustments related to discounts of other receivables	15	(1.464.526)	1.583.234
Operating profit before changes in operating assets and liabilities:			
Adjustments related to decrease/(increase) in other receivables and assets related to operations		(2.124.310)	505.705
Adjustments related decrease in other payables and liabilities related to operations		33.336	(6.178)
Adjustments related to trade payables (decrease)/increase		(436.417)	1.233.600
Cash inflows obtained from sale of debt instruments or other businesses' shares of the funds		22.376.062	9.138.394
Cash outflows obtained from acquisition of debt instruments or other businesses' shares of the funds		(18.825.000)	(30.867.933)
Dividend received		-	120.605
Cash flows from operating activities		**(576.856)**	**(21.342.882)**
B. Cash flows from investing activities:			
Cash outflows from purchases of property, plant and equipment (-)	9	(4.957)	(1.099)
Cash flows from investing activities(-):		**(4.957)**	**(1.099)**
C. Change in blocked deposits		**(194.850)**	**-**
Net decrease in cash and cash equivalents (A+B+C)		(776.663)	(21.343.981)
D. Cash and cash equivalents at beginning of year		**3.366.706**	**24.710.687**
Cash and cash equivalents at end of year (A+B+C)	**6**	**2.590.043**	**3.366.706**

(*) Note 2.1.5.

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

1 - ORGANIZATION AND NATURE OF OPERATIONS

Egeli & Co Girişim Sermayesi Yatırım Ortaklığı A.Ş. ("the Company"), was incorporated and started its financial operations on 18 September 1998 in İstanbul under the name of Ak Yatırım Ortaklığı A.Ş.. Akbank, the main shareholder of the Company until the date of 3 July 2012, signed a letter of Intent to transfer a total of 12,607,326 Class A and Class B shares and started negotiations with Egeli & Co. Yatırım Holding A.Ş. As a result of the negotiations, on April 5, 2012 "Share Purchase Agreement" was signed and the share transfer was completed on the 3 July 2012 after taking the necessary legal permissions from the Capital Market Board and other authorities. The Company's transformation to Venture Capital Investment Trust was approved by the trade register on 31 December 2012. On 2 January 2013 the title of the company was declared as "Egeli & Co Girişim Sermayesi Yatırım Ortaklığı A.Ş."

The company aims to provide financial capital to high-potential, high risk, growth startup companies in accordance with Capital Markets Board ("CMB") regulations on venture capital investment trusts. The Company is a public joint stock partnership.

The Company carries out the following procedures and transactions:

a. Invests in venture capital companies in line with the principles stated in CMB Communiqué Serial: III, No: 48.3 ;

b. Participates in the management of venture capital companies and gives them consultancy services,

c. Invests in capital market instruments and money market tools on secondary markets to diversify its portfolio; and

d. Invests in overseas venture capital funds that seek to invest in venture capital companies located in Turkey.

The Company operates in one geographical segment (Turkey) and one industrial segment (to create a portfolio of venture capital) (Note 5).

The company's shares have been offered to public on May 1999 and Egeli & Co Yatırım Holding A.Ş. has 84,03% of the share of the total shares of the Company as of 31 December 2014 (31 December 2013: %91,68)

The Company is located in Istanbul, and the total number of personnel employed in the Company as of 31 December 2014 is 5 (31 December 2013: 2). The registered office address of the Company is as follows: Abdi İpekçi Caddesi, Azer İş Merkezi No: 40 Kat: 3 Daire:10 Harbiye Şişli - Istanbul, Turkey.

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

1 - ORGANIZATION AND NATURE OF OPERATIONS (Continued)

The Company's long term investments marketable securities, subsidiaries and joint ventures, subject of operations basis, are as follows (Note:7)

Subsidiaries	Nature of business
Eurasia Enerji Yatırımları A.Ş. ("Eurasia")	Energy
General Trading System Ltd. ("GTS") (*)	Energy

(*) GTS is the subsidiaries which Eurasia purchased entirely as explained in Note 7.

Joint ventures	Nature of business
Karesi Jeotermal Enerji Üretim İnşaat San. ve Tic. A.Ş. ("Karesi")	Energy

Marketable securities	Nature of business
Enda Enerji Holding A.Ş. ("Enda")	Energy

The financial statements as of 31 December 2014 have been approved by the Board of Directors on 2 March 2014. General Assembly and regulators has not power to amend the financial statements.

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

The main accounting policies applied in the preparation of the financial statements of the Company are as follows:

2.1 Basis of Presentation of Financial Statements

2.1.1 Financial reporting standards applied and compliance to IAS/TAS

The accompanying interim financial statements are prepared in accordance with the 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 the article 5 of the Communiqué, interim financial statements are prepared in accordance with Turkish Accounting Standards/Turkish Financial Reporting Standards ("TAS/TFRS") and its addendum and interpretations ("IFRIC") issued by Public Oversight Accounting and Auditing Standards Authority ("POAASA") Turkish Accounting Standards Boards.

The Company's financial statements and notes, as described by the CMB with the announcement dated 7 June 2013 and in accordance with the format by including the mandatory information

In accordance with the CMB's resolution issued on 17 March 2005, companies operating in Turkey which prepare their financial statements in accordance with the CMB Accounting Standards (including the application of TFRS) are not subject to inflation accounting effective from 1 January 2005. The Company's financial statements are prepared in accordance with this decision.

The Company, the accounting records and the statutory financial statements in preparing the CMB issued by the principles and conditions of the Turkish Commercial Code ("TCC"), tax legislation and the Ministry of Finance issued by the Uniform Chart of Accounts complies with the requirements.
The financial statements have been prepared on the basis of historical cost, to the legal records for the purpose of fair presentation in accordance with IAS adjustments and reclassifications are reflected.

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1.2 Offsetting

Financial assets and liabilities are offset, as is the net amount reported in the financial statements when there is a legally enforceable right to set-off the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

2.1.3 Going concern

Company's financial statements are prepared under the going concern assumption.

2.1.4 Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The financial statements are presented in TRY, which is the Company's functional and presentation currency.

2.1.5 Comparative information and restatement of prior period financial statements

The financial statements of the Company include comparative financial information to enable the determination of the financial position and performance. The Company prepared its statement of current financial position in comparison with the statement of previous period financial position prepared. Where necessary, comparative figures have been reclassified to conform to changes in presentation in the current period.

Restatement of prior period financial statements

The reason for rearrangement

To be valid after the annual reporting period started on December 31, 2013, in accordance with communique, published in Offical Gazette numbered 28932 and dated 5 March 2014 that updates TFRS 10 " Consolidated Financial Statements" communique about Turkish Accounting standards, the company management has identified that company meets the criteria of "investment business" in communique, Company has not started to prepare financial statement for Egeli Girişim ve EGC for the first the time starting from 1 January 2014 in this context, accounted as fair value through profit or loss and classified in financial assets. In the same communique context, since the subsidiary Karesi Jeotermal Enerji Üretim İnşaat San. that i accounted by equity method in the past is removed from scope, for the first time starting from 1 January 2014 removed from financial statements. The effects of changes in accounting policies has been corrected retroactively. Details of effect of these adjustments on financial statements dated 31 December 2013 and 1 January-31 December 2013 are as follows: (Note 7, Note 13):

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

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1.5. Comparative information and restatement of prior period financial statements (Continued)

The restatement of financial statements as of 31 December 2013

	Previously reported	*Change*	*Restated*
Cash and cash equivalents	3.367.871	-	3.367.871
Financial Investments	2.009.431	-	2.009.431
Other receviables and current assets	24.286.866	-	24.286.866
Total current assets	**29.664.168**	**-**	**29.664.168**
Financial Investments	10.352.918	794.111	11.147.029
Other receviables	297.515	-	297.515
Investments in joint venture	338.376	(338.376)	-
Property and equipment	8.523	-	8.523
Total non-current assets	**10.997.332**	**455.735**	**11.453.067**
Total Assets	**40.661.500**	**455.735**	**41.117.235**
Trade payables	483.018	-	483.018
Short term provisions	22.597	-	22.597
Other current liabilities	34.168	-	34.168
Total short-term liabilities	**539.783**	**-**	**539.783**
Long-term provisions	4.711	-	4.711
Total long-term liabilities	**4.711**	**-**	**4.711**
Total liabilities	**544.494**	**-**	**544.494**
Share Capital	20.000.000	-	20.000.000
Adjustment to share capital	17.197.511	-	17.197.511
Costs arising from the capital increase	(67.383)	-	(67.383)
Share premiums	29.552	-	29.552
The effect of mergers of entities or businesses under common control	(310.731)	310.731	-
Actuarial gain	550	-	550
Restricted reserves	3.518.928	-	3.518.928
Retained earnings	324.687	-	324.687
Net loss for the period	(576.108)	145.004	(431.104)
Total shareholders' equity	**40.117.006**	**455.735**	**40.572.741**
Total liabilities and equity	**40.661.500**	**455.735**	**41.117.235**

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

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1.5. Comparative information and restatement of prior period financial statements (Continued)

Comprehensive statements of income for the interim periods between 1 January - 31 December 2013

	Previously reported	Change	Restated
Revenue	9.138.394	25.750.000	34.888.394
Cost of sales (-)	(9.195.436)	(22.500.000)	(31.695.436)
Gross profit	**(57.042)**	**3.250.000**	**3.192.958**
General administrative expenses (-)	(2.120.684)	-	(2.120.684)
Marketing expenses (-)	(463.494)	-	(463.494)
Other operating income	2.896.220	(1.666.766)	1.229.454
Other operating expense (-)	(830.784)	(1.438.230)	(2.269.014)
Financial expense (-)	(324)	-	(324)
Net loss for the period(-)	**(576.108)**	**145.004**	**(431.104)**

2.2 Changes in Turkish Accounting Standards

The Company adopted the standards, amendments and interpretations published by the POA and which are mandatory for the accounting periods beginning on or after 1 January 2014.

The new standards, amendments and interpretations which are effective for the financial statements as of 31 December 2014

- TAS 32 (amendment), "Financial instruments: Presentation", on offsetting financial assets and financial liabilities, is effective for annual periods beginning on or after 1 January 2014. The amendment updates the application guidance in TAS/IAS 32, 'Financial instruments: Presentation', to clarify some of the requirements for offsetting financial assets and financial liabilities on the balance sheets.

- TAS 36 (amendments), "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 TAS 39 'Financial instruments: Recognition and measurement', on novation of derivatives and hedge accounting, effective from annual periods beginning on or after 1 January 2014. These narrow-scope amendments allow hedge accounting to continue in a situation where a derivative, which has been designated as a hedging instrument, is novated to effect clearing with a central counterparty as a result of laws or regulation, if specific conditions are met.

2. BASIS OF PRESENTATION OF THE FINANCIAL STATEMENTS (Continued)

2.2 Changes in Turkish Accounting Standards (Continued)

- TFRIC 21 – TAS 37, "Levies" is effective for annual periods beginning on or after 1 January 2014. This is an interpretation of TAS 37, 'Provisions, contingent liabilities and contingent assets'. TAS 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 (known as an obligating 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.

- Amendments to TFRS 10, 'Consolidated financial statements', TFRS 12 and TAS 27 for investment entities, effective from 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 TFRS 12 to introduce disclosures that an investment entity needs to make.

New IFRS standards, amendments and TFRICs effective after 1 January 2015:

- Annual improvements 2012; effective from 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:

    - TFRS 2, 'Share-based payment'
    - TFRS 3, 'Business Combinations'
    - TFRS 8, 'Operating segments'
    - TFRS 13, 'Fair value measurement'
    - TAS 16, 'Property, plant and equipment' and TAS 38,'Intangible assets'
    - Consequential amendments to TFRS 9, 'Financial instruments', TAS 37, 'Provisions, contingent liabilities and contingent assets', and
    - TAS 39, Financial instruments – Recognition and measurement'

- Annual improvements 2013; effective from annual periods beginning on or after 1 July 2014. These amendments include changes from the 2011-12-13 cycle of the annual improvements project, that affect 4 standards:

    - TFRS 1, 'First time adoption'
    - TFRS 3, 'Business combinations'
    - TFRS 13, 'Fair value measurement' and
    - TAS 40, 'Investment property'.

2. BASIS OF PRESENTATION OF THE FINANCIAL STATEMENTS (Continued)

2.2 Changes in Turkish Accounting Standards (Continued)

- Amendment to IFRS 11, 'Joint arrangements' on acquisition of an interest in a joint operation, effective from annual periods beginning on or after 1 January 2016. This amendment adds new guidance on how to account for the acquisition of an interest in a joint operation that constitutes a business. The amendments specify the appropriate accounting treatment for such acquisitions.

- TFRS 9 'Financial instruments', effective from annual periods beginning on or after 1 January 2018. This standard replaces the guidance in IAS 39. It includes requirements on the classification and measurement of financial assets and liabilities; it also includes an expected credit losses model that replaces the current incurred loss impairment model.

- Amendment to TAS 16, 'Property, plant and equipment' and TAS 38, 'Intangible assets', on depreciation and amortisation, effective from annual periods beginning on or after 1 January 2016. In this amendment the it has clarified that the use of revenue based methods to calculate the depreciation of an asset is not appropriate because revenue generated by an activity that includes the use of an asset generally reflects factors other than the consumption of the economic benefits embodied in the asset. It is also clarified that revenue is generally presumed to be an inappropriate basis for measuring the consumption of the economic benefits embodied in an intangible asset.

- Amendment to TAS 19 regarding defined benefit plans, effective from 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 2014, effective from annual periods beginning on or after 1 January 2016. These set of amendments impacts 4 standards:

  - TFRS 5, 'Non-current assets held for sale and discontinued operations' regarding methods of disposal.
  - TFRS 7, 'Financial instruments: Disclosures', (with consequential amendments to TFRS 1) regarding servicing contracts.
  - TAS 19, 'Employee benefits' regarding discount rates.
  - TAS 34, 'Interim financial reporting' regarding disclosure of information.

The company will apply improvements after evaluating the effects of these improvements on operations. These standarts and interpretations above is not expected to create a significant impact on company'sfinancial statements.

2.3 Restatement and the Errors in the Accounting Estimates

The effect of changes in accounting estimates affecting the current period is recognized in the current period; the effect of changes in accounting estimates affecting current and future periods is recognized in the current and future periods. The accounting estimates used in the preparation of these consolidated financial statements for the period ended 1 January- 31 December 2014 are consistent with those used in the preparation of financial statements.

Material changes in accounting policies or material errors are corrected, retrospectively by restating the prior period consolidated financial statements.

2. BASIS OF PRESENTATION OF THE FINANCIAL STATEMENTS (Continued)

2.4 Summary of Significant Accounting Policies

The significant accounting policies followed in the preparation of financial statements are summarized below:

Subsidiary and joint ventures

A subsidiary is a company in which Egeli & Co Yatırım Holding A.Ş. has the power to control the financial and operating policies for the benefit of Egeli & Co Yatırım Holding A.Ş., either through the power to exercise more than 50% of voting rights relating to shares in the companies as a result of ownership interest owned directly and indirectly by itself, and/or as a result of agreements by certain related parties.

Joint venture is a company in respect of which there are contractual arrangements through which an economic activity is undertaken subject to joint control by Egeli & Co Yatırım Holding A.Ş. and one or more other parties. Egeli & Co Yatırım Holding A.Ş. exercises such joint control through the power to exercise voting rights relating to shares in the companies as a result of ownership interest directly and indirectly by itself and/or as a result of written agreements by certain related parties' members and owned by them, whereby Egeli & Co Yatırım Holding A.Ş. exercises control over the voting rights of the shares held by them.

To be valid after the annual reporting period started on 31 December 2013, in accordance with communique, published in Offical Gazette numbered 28932 on Marc 5, 2014 that updates IFRS 10 " Consolidated Financial Statements" communiques about Turkish Accounting standards, since the company management has identified that company meets the criteria of "investment business" in communique, Company has not started to prepare consolidated financial statement for Egeli Girişim ve EGC for the first the time, accounted as fair value through profit or loss and classified in financial assets.

In this context, starting from 1 January 2014, the Company has accounted Karesi, the joint venture of the Company, at fair value through profit or loss and restated its financial statements retrospectively.Since, joint venture had not became functioning and establihed in a period closed to reporting time, the business partnership cost has been assumed that the cost approached to its fair value and carried at initial cost to financial statements as of 31 December 2014. (Note 7)

Revenue/cost of sales and operating income / expenses

Income and expenses are accounted for on an accruals basis. The Company recognizes the financial asset sales income when the sales charged, and the dividend income on the date of distrubution. Discount income / expenses is recorded as income / expense as of the date of the valuation.

Interest income/expenses and commission expenses are recognized on an accrual basis. Interest income includes assurance accretions of interest rate related to money market transactions and reverse repurchase agreements (Notes 13 and 15).

Property and equipment

Property and equipment are carried at cost less accumulated depreciation. Depreciation is provided on restated amounts of property and equipment using the straight-line method based on the useful lives of such assets. The useful lives of tangible fixed assets ranged from 3 to 5 years (Note 9).

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

Financial instruments

Financial assets

The Company classifies its financial assets in the following categories: "at fair value through profit or loss", "held until maturity", and "available for sale".

Regular purchases and sales of financial assets are recognised on the "trade date", the date on which the Company commits to purchase or sell the asset.

The classification of financial assets designated by the Company's management "market risk policies" in line by considering the purpose of purchasing management is determined at the time they were acquired.

Financial assets at fair value through profit or loss

Financial assets, which are classified as "fair value through profit or loss", are trading financial assets and are either acquired for generating profit from short term fluctuations in the price or dealer's margin, or are the financial assets included in a portfolio in which a pattern of short term profit making exists independently from the acquisition purpose.

Fair values are used for the purpose of registering financial assets whose fair value differential is reflected in the profit and loss, and they are appreciated with their fair values in the periods following their registration. Profits and losses resulting from the appraisal performed are included in the profit and loss accounts. Profits and losses obtained from trading marketable securities in the tradebook are included in "Profit and loss of trading marketable securities" in the real operating revenue account of the income statement. Interest and interest coupon revenues obtained from the marketable securities in the tradebook as well as the amounts resulting from unrealized appreciation and depreciation of their fair values were included in the "Other real operating revenue/(expenses)" account in the statement of profit and loss.

Stock exchange securities classified as financial assets whose fair value differential is reflected in the profit and loss were appreciated over "the best outstanding buying exchange price" at Borsa İstanbul A.Ş. ("BIST") on the balance sheet date. Sales costs of the aforementioned financial assets are calculated using the weighted average cost method. In the case that the prices forming the basis of fair value for the financial assets whose fair value differential representing the ownership interest is reflected in the profit and loss are not applicable in the active market conditions, the purchasing cost of the aforementioned financial assets is transferred to the statement of financial position over the cost value by assuming that the purchasing cost of the aforementioned financial assets draws on the fair value of the acquired shares for situations when fair value cannot be measured safely for reasons such as a purchasing date close to the reporting date or inability to commence operations.

All regular way purchases and sales of trading securities are recognized at the "settlement date", which is the date that the asset is delivered to/from the Company.(Note 7)

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

Financial assets available for sale

Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories.

Available-for-sale financial assets are subsequently carried at fair value. In case that the fair value price is not formed in active market conditions it is accepted that the fair value of the asset has not been determined reliably and the discounted value which was calculated with the effective interest rate is taken into account as fair value. In the case that the prices forming the basis of fair value for the available-for-sale financial assets are not applicable in the active market conditions, the purchasing cost of the aforementioned financial assets are transferred to the statement of financial position over the cost value by assuming that the purchasing cost of the aforementioned financial assets draws on the fair value of the acquired shares for situations when the purchasing date is close to the reporting date.

Changes in the fair value of securities classified as available-for-sale are recognised in other comprehensive income. When securities classified as available-for-sale are sold or impaired, the accumulated fair value adjustments recognised in equity are included in the income statement as 'Changes in the fair value of available-for-sale financial investments'.

When these securities are disposed of or impaired, the fair value differences accumulated in the shareholders' equity are transferred to the profit or loss statement (Note 7).

The fair value of these assets in the event of detection of a non-temporary impairment, such impairment losses are recognized in the profit or loss of effect (Note 6).

Loans and receivables

Loans and trade and other receivables that are not quoted with fixed or determinable payments are classified in this category. Borrowings and receivables are presented using the effective interest method with their discounted cost value after deducting the impairment. (Note 8)

Impairment of financial assets

Financial assets except trading financial assets are evaluated each period to determine whether they have indicators of impairment. The financial instruments are accepted as impaired in case that the expected collectable amount calculated by discounting of expected future cash flows by an effective interest rate or the amount accounted in accordance with the fair value of the instrument are lower than the book value of the instrument. The financial instruments are accepted as impaired in case that the expected collectable amount calculated by discounting of expected future cash flows by an effective interest rate or the amount accounted in accordance with the fair value of the instrument are lower than the book value of the instrument.

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

Financial instruments(Continued)

When a trade receivable is uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written of fare credited against allowance account. Changes in the carrying amount of the allowance account are recognized in profit or loss.

With the exception of Available for sale equity instruments, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortized cost would have been the impairment not been recognized.

Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts and highly liquid reverse repurchase and other short-term investments which do not have the risk of significant value change (Note 6).

Financial liabilities

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. The accounting policies adopted for specific financial liabilities and equity instruments are set out below.

Financial liabilities are classified as either financial liabilities at fair value through profit or loss or other financial liabilities.

The Company have no financial liabilities as either at fair value through profit or loss.

Earnings per share

Earnings per share disclosed in the accompanying statement of income are determined by dividing net income by the weighted average number of shares in existence during the year concerned.

In Turkey, companies can increase their share capital by making a pro-rata distribution of shares (“bonus shares”) to existing shareholders from retained earnings. For the purpose of earnings per share computations, the weighted average number of shares outstanding during the year has been adjusted in respect of bonus shares issued without a corresponding change in resources by giving them a retroactive effect for the year in which they were issued and for each earlier period. (Note 18).

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

Subsequent events

Subsequent events cover any events which arise between the reporting date and the balance sheet date, even if they occurred after any declaration of the net profit for the period or specific financial information publicly disclosed.

The Company adjusts its financial statements if such subsequent events arise which require an adjustment to the financial statements (Note 20).

Provisions, contingent assets and liabilities

Provision are recognized when the Company has a present obligation as a result of a past event, and it is probable that the Company will be required to settle that obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognized as a provision is the best estimate of the consideration required to the settle the present obligation at the balance sheet date, taking into accounts the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party; receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of receivable can be measured reliably.

The liabilities and assets arising from previous events which can be confirmed with the realization of one or more uncertain events whose presence is beyond full control of the enterprise are not included in the financial statements and they are regarded as contingent liabilities and assets (Notes 10 and 11).

Taxes on income

According to the current tax law, the company's corporate tax rate is %0 (31 December 2013: %0).
Corporate income taxes are described in Note 16.

Employee benefits/ provisions for employee termination benefits

The Company accounts liabilities related to severance pay, vacation rights and other benefits for employees according to the clause "Employee Benefits" ("TAS 19") and classifies them as "Provisions for Employee Benefits" at the balance sheet.

Employee termination benefits, as required by the Turkish Labour Law, are recognized in these financial statements as they are earned. The total provision represents the present value of the future probable obligation of the Company arising from the retirement of its employees regarding the actuarial projections.

Provision for employment termination is the discounted amount of the calculated value within the case of retirement of employees of the Company's estimated future liability that will occur within the framework of the Turkish Labour Law (Note 11).

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

Statement of Cash Flows

In statement of cash flow, cash flows are classified according to operating, investment and finance activities.

Cash flows from operating activities reflect cash flows generated from petroleum products sales of the Company.

Cash flows from investment activities express cash used in investment activities (direct investments and financial investments) and cash flows generated from investment activities of the Company.

Cash flows relating to finance activities express sources of financial activities and payment schedules of the Company. (Note 6)

Capital and dividends

Share capital is recognized at the nominal amount and amounts received in excess of the part value are recognized in a share premium account. Incremental costs directly attributable to the issue of new shares or options or to the acquisition of a business are shown in equity as a deduction.

Portfolio limitation, financial debt and total expense limit adaptation control

The information presented under the additional note and derived according to the Principles of Financial Reporting in Capital Markets comminique are brief informations that has been prepared in accordance with Invests in venture capital companies in line with the principles stated in CMB Communiqué.

2.5 Critical Accounting Estimates and Judgements

Preparation of financial statements requires balance sheet assets and liabilities as of the date reported or described in the relevant period, and the amounts of contingent assets and liabilities consists of estimates and assumptions that affect the reported amounts of revenues and expenses. These estimates are based on management's best knowledge of current circumstances, and actual results may differ from those estimates.

Determiming of the fair value of the subsidiary, joint venture and other financial investmens accounted as fair value through profit or loss

Regarding the company's investment in its subsidiary Eurasia, which was established with 100% participation with the 17 June 2014 decision of the board of directors, was registered on 26 June 2014, and whose shares are not listed in the stock market, since the subsidiary had not yet started operating, and the subsidiary was acquired on a date close to the reporting period, it was assumed that the acquisition cost approximated the fair value of the purchased shares in the subsidiary as of 31 December 2014, and this cost was transferred from the cost value in the Eurasia financial statement.

Regarding the investment in the subsidiary Karesi, whose shares are not listed in the stock market, since the subsidiary had not yet started operating, and the subsidiary was acquired on a date close to the reporting period, it was assumed that the acquisition cost approximated the fair value of the purchased shares as of 31 December 2014 and 31 December 2013, and this cost was transferred from the cost value in the Karesi financial statement.

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

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

Since shares of Enda which is classified as available-for-sale financial assets is not traded at the exchange, all shares of Enda has been recognized in the financial statements as of 31 December 2014 by evaluating from the purchase price.

The fair value of financial assets which are traded in the stock market and recorded at the fair value is considered to be equal to the maket price in ISE at the reporting date. (Note:7)

3. BUSINESS COMBINATION

None (31 December 2013: None).

4. INTERESTS IN OTHER ENTITIES

Explained in Note 7.

5. SEGMENT REPORTING

As described in Note 1, since the Company operates in one geographical segment (Turkey) and one industrial segment (to create a portfolio of venture capital) there is not segment reporting for the financial statements for the year ended as at 31 December 2014. As a result of the Company's future investments and investments to be activated segment reporting will be made in the future.

6. CASH AND CASH EQUIVALENTS

	31 December 2014	31 December 2013
Time deposits at banks	2.785.545	3.364.251
Demand deposits at banks	296	3.620
	2.785.841	**3.367.871**

As of 31 December 2014, TRY 194,850 portion of deposits are blocked for letters of guarantee issued in favor of governmental agencies. (31 December 2013:None)

As of 31 December 2014, maturity of time deposits which are all in TRY is 2 - 16 January 2015 (31 December 2013: 1 January – 7 January 2014) and the interest rate is between %5,25-%8.25 (as at 31 December 2013: 7,25 - %7,50). As of of 31 December 2014, interest accrual at the amount of 948 TRY (31 December 2013: TRY 1.165) is shown in the cash flow statement by deducting from cash and cash equivalents.

For the purpose of regulating cash flow statements, details of cash and cash equivalents' breakdown is as follows:

	31 December 2014	31 December 2013
Time deposits at banks	2.785.545	3.364.251
Demand deposits at banks	296	3.620
Minus - Interest accrual (-)	(948)	(1.165)
Minus - Compensatory balance (-)	(194.850)	-
	2.590.043	**3.366.706**

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

7 - FINANCIAL INVESTMENTS

Short term financial investments

Financial assets held for trading	**31 December 2014**	**31 December 2013**
Quotated share certificates (*)		
Related party share certificates (Note 17)	1.554.265	2.009.431
Other shares	830.000	-
	2.384.265	**2.009.431**

(*) All of the share certificates are belong to related parties and are traded on Borsa İstanbul.

Long term financial assets

	31 December 2014		**31 December 2013**	
Type/Company name	**Amount (TRY)**	**Share (%)**	**Amount (TRY)**	**Share (%)**
Unquoted investments				
Subsidiary				
Eurasia (1)	17.100.000	100,00	-	-
Joint ventures				
Karesi (2)	794.111	50,00	794.111	50,00
Available for sale (Long term securities)				
Enda (3)	8.464.480	5,34	7.352.918	5,34
Advance payments of capital and preemption				
EGC Elektrik Enerji Üretim Sanayi ve Ticaret A.Ş. (4)	-	-	3.000.000	-
	26.358.591		**11.147.029**	

(1) Pursuant to the principles stated in the Communiqué on Amendment to the Communiqués on Accounting Standards in Turkey (Rank No.: 13) promulgated in the Official Gazette dated 5 March 2014 with issue number 28932 making amendment to the TFRS 10, "Consolidated Financial Statements" standard with regards to the investment enterprises, as the Company management determined that the Company complies with the "investment enterprise" criteria defined in the aforementioned communiqué, the investment of the Company in Eurasia - the subsidiary which was established as a wholly-owned subsidiary whose shares are not publicly traded based on the Board Decision dated 17 June 2014 and registered on 26 June 2014 - was recognized as a financial asset whose fair value differential is reflected in the profit and loss and classified under long-term financial investments. Regarding the cost of the Company's investment in Eurasia, the subsidiary of the Company, as fair value could not be measured reliably because the subsidiary has not commenced its operations and the acquisition of the subsidiary was close to the reporting period, it was assumed that the shares in the subsidiary drew on the fair value on 31 December 2014 and Eurasia was transferred to the statement of financial position over the cost value. Eurasia was established to engage in leasing of fixed and/or mobile power plants in the national and international markets. It was reported to the Company on 25 September 2014 that Eurasia acquired all of GTS, having invested in the leasing of a mobile power plant for USD 8.000.000, that the transfer registration procedures were completed and that a non-exclusive brokerage contract was signed with Biovizyon Enerji Gıda San. ve Dış Tic. Ltd. Şti. on leasing in the international market of two 25 MW Pratt&Whitney mobile energy turbines to be included in GTS' leasable fixed and mobile energy turbine portfolio. Mobile gas turbines to be included in the portfolio are leased by the relevant institutions so as to provide the energy required by long-term projects in the fields where power transmission systems are insufficient and/or to meet the requirement after natural disasters (Note 2.5).

7 - FINANCIAL INVESTMENTS

(2) The Company purchased %50 of the shares of Karesi held by Egeli & Co Yatırım Holding A.S., corresponding to 480,000 shares with a nominal value per share of TRY 1 and for the price of TRY 794.111 on the date of 20 February 2013. Karesi was established to engage in activities relating to geothermal energy production and has ceased to be operational as of 31 December 2014. In accordance with the principles stated in the Communique on Amending Communiques Regarding Turkish Accounting Standards (Serial Number: 13) published in the Official Gazette dated 5 March 2014 and numbered 28932, which introduced amendments to investment transactions carried out within the scope of the TFRS 10, " Consolidated Financial Statements" standards, the Company management has established that within the context of annual reporting periods starting as of 31 December 2013, the company meets the criteria regarding "investment enterprises" as defined under the said communique; therefore, while previously having been recorded by the Company by means of applying the equity method, as of 1 January 2014, the joint venture of Karesi has been recorded as a financial asset with the fair value difference being projected upon gains or losses and has accordingly been reset below financial investments. Since the said joint venture investment, subsisting of shares which are not traded in the stock exchange, has not yet become operational in its activites and the purchase of the joint venture took place around the timing of the reporting periods, it has been assumed that the costs relating said purchase approximate the fair value of the acquired shares as of 31 December 2014 and 31 December 2013 and accordingly stated as the cost value under the financial statement of joint venture. The effects of the change in the aforementioned accounting policy has been retrospectively restated (Note 2.1.5. and 17).

(3) Within the scope of venture capital portfolio generation activities, the company purchased shares of Enda Enerji Holding A.Ş. amounting to TRY 7.754.420 on different dates between 17 January 2013 and 31 December 2014. TRY 2.386.487 of said purchases were acquired from EGC Elektrik Enerji Üretim Sanayi ve Ticaret A.Ş. ("EGC" or "EGC Elektrik") through transfer. EGC, which is one of the transferring parties, is a subsidiary of Egeli & Co Yatırım Holding A.Ş, which is the major shareholder of the company (Note 17). Since the Enda shares, which are classified as available-for-sale financial assets, are not listed in the stock market, all of the Enda shares owned by the company were valued considering the last purchase price as of 31 December 2014 and reflected in the financial statements. Within this scope, unrealised fair value revenues amounting to TRY 710.060, generated as a result of the valuation of company shares, are recognised in the "Accumulated revaluation gains of available-for-sale financial assets" account under equities as of 31 December 2014.Karesi's unaudited financial statements which prepared according to the tax legislation of share of the Company is TRY 85.639 dated 31 December 2014.(Note 2.5 and 17).

(4) In accordance with the decision taken by the company's board of directors on 8 April 2013, it was unanimously decided that: a pre-purchase agreement should be signed regarding the purchase of 400,000 EGC shares with a nominal value of 1.00TRY, which constitute all of the EGC shares and which are owned by Egeli & Co Yatırım Holding A.Ş., for TRY 7.500.000 on the basis of the independent valuation report dated 29 March 2013; the share transfers should be made after EGC receives its production licence from the Energy Market Regulatory Authority;TRY 3.000.000 should be paid in advance and the balance of TRY 4.500.000 should be paid after the share transfers, and; if the sales transaction cannot be finalised the amount of the advance payment, including all the legal interest, should be reimbursed. The pre-purchase agreement regarding the transfer of EGC shares was terminated on 6 February 2014 as a result of mutual reconciliation with Egeli & Co Yatırım Holding A.Ş., and it was agreed that Egeli & Co Yatırım Holding A.Ş. should repay the TRY 3.000.000, including its legal interest, which was the advance payment made for the purchase of the shares. TRY 3.302.639 has been collected from Egeli & Co Yatırım Holding A.Ş, which includes and legal interest. (Note 17).

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

8 - OTHER RECEIVABLES, OTHER CURRENT ASSETS AND OTHER SHORT TERM LIABILITIES

Other receivables	**31 December 2014**	**31 December 2013**
Receivables from sale of subsidiaries	750.000	25.750.000
JKS Enerji Güç Sistemleri Tic. ve San. A.Ş. share sales (*)	*750.000*	-
KRC Gayrimenkul Yatırım Ltd. Şti. share sales (**)	-	*25.750.000*
Other Doubtful Receivables (**)	8.748.880	-
Provision for doubtful receivables (-)	(8.748.880)	-
Discount of receivables arising from sales of subsidiary (-) (**)	-	(1.583.234)
Other (***)	108.846	3.627
	858.846	**24.170.393**

(*) In the extent of, creating a venture capital portfolio, the company has became partners of JKS which has TRY 200.000 issued capital at the amount of 50% by paying TRY 750.000 (with TRY 200.000 share premium) In the extent of the decision of Board of Directors numbered 80 on 26 December 2014, company sells shares of JKS to Andaç Tulgarlar and Eber Samat at the amount of TRY 750.000. The amount is decided to ve collected in 5 installments.

(**) With the decision taken on Egeli Girişim Board of Directors meeting on 29 April 2013, which is one of the subsidiaries of the Company, has decided to contribute to the capital increase of KRC Gayrimenkul Yatırım Ltd. Şti., engaged in investment and development activities in urban hotel management, by TRY 10.000.000, and become a shareholder, as well as to sign a Share Purchase and Shareholders Agreement with Kenan Onak and Ayten Onak. In addition to this decision, with the decision taken by Egeli Girişim Board of Directors on 9 May 2013, it is decided that; an additional TRY 12.500.000 should be paid in order to increase the shareholders share to 36% and in total, TRY 22.500.000 of contribution should be made to the capital increase. In accordance with the decision taken at the Board of Directors meeting held on 3 December 2013, Sale of shares owned at KRC Gayrimenkul Yatırım A.Ş.to Kenan Onak and Ayten Onat worth to TRY 25.750.000 was bonded by a contract signed on 3 December 2013. Receivable arising from mentioned sale has been discounted with %9.47 by considering the instalment dates and reflected to financial statements amounting to TRY 1.583.234 as of 31 December 2013. (Note 17)

(***) As of 31 December 2014, 100.474 TRY portion of other receivables consist of receivables from JKS. (2013:None)

Other short term assets	**31 December 2014**	**31 December 2013**
Paid witholding taxes and other taxes	43.855	112.095
Work advances	37.442	-
Pre-paid expenses	13.902	4.378
Other	1.654	-
	96.853	**116.473**

Other long-term liabilities	**31 December 2014**	**31 December 2013**
Receivables from joint ventures	1.184.708	297.515
Other long-term receivables discounts (-) (****)	(118.708)	-
Other long-term liabilities, net (Note 17)	**1.066.000**	**297.515**

(****)The long-term recaivables of company from related parties consists of subsidiaries and parnertships and reflected to financial statements by deducting TRY 118.708 which is discounting amount calculetd by using 10.02% as of 31 December 2014.

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

8 - OTHER RECEIVABLES, OTHER CURRENT ASSETS AND OTHER SHORT TERM LIABILITIES (Continued)

Other short term liabilities	31 December 2014	31 December 2013
Taxes, fees and other deductions	67.504	34.168
	67.504	**34.168**

9 - PROPERTY AND EQUIPMENT

	1 January 2014	Additions	Disposals	31 December 2014
Cost	61.749	4.957	-	66.706
Accumulated depreciation	(53.226)	(3.650)	-	(56.876)
Net book value	**8.523**	**1.307**	**-**	**9.830**

	1 January 2013	Additions	Disposals	31 December 2013
Cost	60.650	1.099	-	61.749
Accumulated depreciation	(52.385)	(841)	-	(53.226)
Net book value	**8.265**	**258**	**-**	**8.523**

10 - CONTINGENT ASSETS AND LIABILITIES

	31 December 2014	31 December 2013
Blocked deposits (Note: 6)	194.850	-
	194.850	**-**

11. SHORT-TERM AND LONG-TERM PROVISIONS

Short-term provisions	31 December 2014	31 December 2013
Portfolio management fee provision (Note 17)	76.386	22.597
	76.386	**22.597**

	31 December 2014	31 December 2013
Short-term employee benefits provision		
Provision for unused vacation	799	-
	799	**-**
Long term employee benefits provision		
Provision for employment termination benefits	12.976	4.711
	12.976	**4.711**

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

11. SHORT-TERM AND LONG-TERM PROVISIONS (Continued)

Provision for employee termination benefit is calculated as explained below:

Under Turkish Labour Law, the Company is required to pay termination benefits to each employee who has completed one year of service and whose employment is terminated without due cause, is called up for military service, dies or who retires after completing 25 years of service (20 years for women), or reaches the retirement age (58 for women and 60 for men).

The amount payable consists of one month's salary limited to a maximum of TRY 3.438,22 (31 December 2013: TRY 3.254,44) for each period of service as of 31 December 2014.The liability is not funded, as there is no funding requirement.

The provision has been calculated by estimating the present value of the future probable obligation arising from the retirement of employees. TFRS requires actuarial valuation methods to be developed to estimate the provision for employment termination benefits. Accordingly the following actuarial assumptions were used in the calculation of the total liability:

	31 December 2014	31 December 2013
Discount rate (%)	3,79	3,98
Turnover rate to estimate the probability of retirement(%)	100,00	100,00

Additionally, the principal assumption is that the maximum liability for each year of service will increase in line with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the effects of future inflation. Since maximum termination benefits of company is calculated once a year,it is calculated by using TRY 3.541,37 which is effective from 1 January 2014 (1 January 2014: 3.438,22 TRY)

As of 31 December 2014 and 2013, movements in the reserve for employment termination benefits during the current year are as follows:

Long term employee benefits provision	2014	2013
Opening balance - 1 January	**4.711**	**1.740**
Service cost	9.533	3.197
Interest cost (*)	2.799	324
Actuarial gain (-) (**)	(4.067)	(550)
Period End - 31 December	**12.976**	**4.711**

(*) Interest cost is accounted in financial expenses.
(**) Actuarial loss for the period ended 31 December 2014, has been recognised in the "Other income and expenses which cannot be re-classified regarding profits and losses" account" in equity capital, including tax effects.

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

12. CAPITAL, RESERVES AND OTHER EQUITY ITEMS

The Company's paid-in capital TRY 20.000.000 (31 December 2013: TRY 20.000.000) has been divided number of shares 2.000.000.000 (31 December 2013: TRY2.000.000.000) to give each share a nominal value of TRY 0.01. The company is in an authorized capital subject system, the amount of authorized capital being TRY 300.000.000. As the parent company, the Company owns TRY 25.000.000 privileged shares registered in the name of shareholders with the nominal value of TRY 0,01, all of which belong to Egeli & Co Finansal Yatırımlar A.Ş. as of the date when these financial statements were prepared. In the election of members of the Board of Directors, all of these members are elected from among the members nominated by shareholders.

Net book value of issued and paid capital as of 31 December 2014 and 2013 as below:

	Share (%)	31 December 2014 TRY	Share (%)	31 December 2013 TRY
Egeli & Co Yatırım Holding A.Ş.	84,03	16.806.499	91,68	18.336.499
Publicly held	15,97	3.193.501	8,32	1.663.501
	100,00	**20.000.000**	**100,00**	**20.000.000**

Between 1 January- 31 December 2014, 7.65% of shares at the nominal value of TRY 1.530.000 were sold the amount of TRY 4.296.367 by Egeli & Co Yatırım Holding A.Ş

Reserves, retained earnings:

	31 December 2014	31 December 2013
Restricted reserves	3.604.255	3.518.928
Retained earnings / (losses)	(191.744)	324.687
Total	**3.412.511**	**3.843.615**

Retained earnings in the statutory books can be distributed except for reserves ralated the provisions of the legal reserves.

In accordance with the CMB regulations effective until 01 January 2008, the inflation adjustment differences arising at the initial application of inflation accounting which are recorded under "Accumulated losses" could be netted off from the profit to be distributed based on CMB profit distribution regulations. In addition, the aforementioned amount recorded under "accumulated losses" could be netted off with net income for the period, if any, undistributed prior period profits, and inflation adjustment differences of extraordinary reserves, legal reserves and capital, respectively.

However, the application that is valid until 01 January 2008, corrected for the inflation in accordance with the regulation of the financial statements as a result of the first equity "capital, share premium, legal reserves, statutory reserves, special reserves and extraordinary reserves, "presented at their historical amounts of these items are given and the corrected values in such accounts' equity inflation adjustment differences" account. For all equity accounts "equity inflation adjustment differences" could be used free of charge for share capital increase, the extraordinary values, free capital increase, cash dividend distribution or to offset losses.

12. CAPITAL, RESERVES AND OTHER EQUITY ITEMS (Continued)

The legal reserves consist of first and second reserves, appropriated in accordance with the Turkish Commercial Code ("TCC"). The TCC stipulates that the first legal reserve is appropriated out of statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the Company's paid-in share capital. The second legal reserve is appropriated at the rate of at least 10% of distributions in excess of 5% of issued and fully paid-in share capital, without limit. Under the TCC, the legal reserves can only be used to offset losses and are not available for any other usage unless they exceed 50% of paid-in share capital.

In accordance with the Communiqué Serial: XI, No. 29 which became effective as of 01 January 2008 and according to the CMB's announcements clarifying the said Communiqué, Share capital", "Restricted reserves allocated from profit" and "Share premiums" need to be recognized over the amounts contained in the legal records. The valuation differences (such as inflation adjustment differences) shall be disclosed as follows:

- If the difference is arising from the valuation of "Paid-in capital" and has not yet been transferred to capital, it should be classified under the "Inflation adjustment to share capital";

- If the difference is arising from valuation of "Restricted reserves" and "Share premium" and the amount has not been subject to dividend distribution or capital increase, it shall be classified under "Retained earnings".

Other equity items shall be carried at the amounts calculated based on CMB Financial Reporting Standards.

Capital adjustment differences have no other use other than being transferred to share capital.

Dividend Distribution

Public limited companies distribute dividends due form of Capital Markets Board of Turkey as follows:

Dividend distributions for public companies are made according to CMB's dividend notification II-19.1 which is became valid as of 1 February 2014.

Partnerships distributes profit in accordance with frofit distribution policy determined by General Assembly and relevant legislation. In the extent of mentioned declaration there 's not any minimum distribution rate determined. Companies distributes profit in accordance their profit distribution policy or principles of contract. In addition, dividens can be paid by equal amounted installments or different amounted installments and cash dividend advances can be distributed from profit on interim financial statements

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

13. REVENUE AND COST OF SALES

	1 January - 31 December 2014	**1 January - 31 December 2013**
Revenue:		
Stock sales revenue	1.322.303	1.009.120
Participation sales	750.000	25.750.000
Treasury bills and government bonds sales revenue	-	8.129.274
Revenue	**2.072.303**	**34.888.394**
Cost of good sold:		
Cost of stock sales(-)	(707.719)	(1.009.000)
Cost of participation sales (-)	(750.000)	(22.500.000)
Cost of treasury bills and government bonds sales (-)	-	(8.186.436)
Cost of good sold (-)	**(1.457.719)**	**(31.695.436)**
Gross Porift	**614.584**	**3.192.958**

14. GENERAL ADMINISTRATIVE EXPENSES, MARKETING EXPENSES

a) General administrative expenses

	1 January - 31 December 2014	**1 January - 31 December 2013**
Portfolio management expense	837.113	810.140
Personnel expenses	614.589	407.401
Audit and other consultancy expense	207.068	408.215
Taxes and duty expenses	63.149	73.180
Rent expenses	39.592	39.444
Insurance expenses	12.143	22.030
IT support expenses	7.897	99.998
Depreciation expenses (Note 9)	3.650	841
Remain in jeans costs	-	8.600
Other	177.014	250.835
	1.962.215	**2.120.684**

b) Marketing expense

	1 January - 31 December 2014	**1 January - 31 December 2013**
The performance fee paid to the asset management company for the sale of subsidiaries	-	445.208
Commision on share securities	-	18.286
	-	**463.494**

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

15. OTHER OPERATING INCOME/ (EXPENSES)

	1 January - 31 December 2014	1 January - 31 December 2013
Other operating income		
Discount revenue (Note 8)	1.583.234	-
Interest income	594.790	1.011.493
Unrealized increase in fair value of securities	107.537	-
Dividend income (Note 17)	-	120.605
Income of cancellation of possible tax provision	-	96.299
Other	1.549	1.057
Other operating income	**2.287.110**	**1.229.454**
Provision for doubtful receivables (Note 8)	(8.748.880)	-
Discount expenses (Note 8)	(118.708)	(1.583.234)
Unrealized impairment in securities	-	(659.198)
Other	-	(26.582)
Other operating expenses	**(8.867.588)**	**(2.269.014)**
Other operaing expenses, net (-)	**(6.580.478)**	**(1.039.560)**

16 - TAXES ON INCOME

According to CMB's Corporate Tax Declaration Law, article 5/d, dividends paid to non-resident corporations that have business in Turkey or to resident corporations are not subject to withholding tax. Corporate Tax Law, paragraph 3 of Article 15 and of the Council of Ministers with portfolio management of venture capital investment partnership gains to be made over the withholding tax rate to 0% (zero), respectively.

Withholding Tax Declaration Law No. 193, 67th article of the amendment by Law No. 5527 on 7 July 2006 and published in the framework of this change in the Official Gazette No. 26237 and with the Capital Market in accordance with the decision established securities investment funds (funds and exchange traded funds and housing finance funds, including asset finance) and securities portfolio management, investment partners over the earnings until the date of 1 October 2006 date of the change rate of withholding tax is amended to 15% from 1 October 2006.

However, shares acquired before 01 January 2006, with treasury bills and bonds issued before that date, or the maintenance of a process arising from the disposals of the portfolio and gains exempt from corporation tax are subject to the provisions that are valid from 31 December 2006. Accordingly, allowance has been made to the portion of the portfolio in the formation of at least 25% of the shares from the portfolio in this part of the portfolio gains of 0%, otherwise of 10%.

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

16. TAXES ON INCOME (Continued)

Withholding Tax Declaration Law No. 193, 67th article of the amendment by Law No: 5527 on 7 July 2006 and published in the framework of this change in the Official Gazette No. 26237 dated 23 July 2006, and with the Capital Market in accordance with the decision established securities investment funds (funds and exchange traded funds and housing finance funds, including asset finance) and securities portfolio management, investment partners over the earnings until the date of 1 October 2006 date of the change rate of withholding tax is amended to 10% and 0% from 1 October 2006.

As of 31 December 2014 and 31 December 2013 tax provision is not reserved, as the above mentioned regulations of GVK.

17. BALANCES AND TRANSACTIONS WITH RELATED PARTIES

a. As of 31 December 2014 and 31 December 2013 balances of related parties are as follows:

Held for trading securities (Note 7)

	31 December 2014		31 December 2013	
	Cost	**Fair Value**	**Cost**	**Fair Value**
Egeli & Co. Yatırım Holding A.Ş.	1.872.636	1.382.994	2.160.679	1.414.900
Egeli & Co Tarım Girişim Sermayesi Yatırım Ortaklığı A.Ş.	153.473	171.271	1.064.015	594.531
	2.026.109	**1.554.265**	**3.224.694**	**2.009.431**

Other long-term recaivables from subsidiaries and business partnerships (Discount deducted) (Note 8)

	31 December 2014	31 December 2013
Eurasia	533.131	-
Karesi	532.869	297.515
	1.066.000	**297.515**

Provisions for portfolio management commission payables to related parties

	31 December 2014	31 December 2013
Egeli & Co Portföy Yönetimi A.Ş. (Note 11)	76.386	22.597
	76.386	**22.597**

Trade payables to related parties

	31 December 2014	31 December 2013
Egeli & Co Portföy Yönetimi A.Ş.	-	467.468
Egeli & Co Kurumsal Destek Hizmetleri A.Ş.	-	5.803
	-	**473.271**

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

17. BALANCES AND TRANSACTIONS WITH RELATED PARTIES (Continued)

b. As of 1 January- 30 December 2014 and 2013 transactions with related parties are as follows:

Dividend income

	1 January - 31 December 2014	**1 January - 31 December 2013**
Egeli& Co Yatırım Holding A.Ş. (Note 15)	-	120.605
	-	**120.605**

	1 January - 31 December 2014	**1 January - 31 December 2013**
The portfolio management commissions and fees paid to related parties		
Egeli & Co Portföy Yönetimi A.Ş.	837.113	1.255.348
	837.113	**1.255.348**

The amount includes portfolio management commissions and fees paid to related parties.

	1 January - 31 December 2014	**1 January - 31 December 2013**
Support services and rental and usage costs		
Egeli & Co Kurumsal Destek Hizmetleri A.Ş. (*)	73.344	90.152
Egeli & Co Finansal Yatırımlar A.Ş. (**)	39.592	39.444
	112.936	**129.596**

(*) The amount includes expenses for accounting, operations, administration, technical services, corporate support and reporting. .
(**) The amount includes rent and usage costs.

	1 January - 31 December 2014	**1 January - 31 December 2013**
Purchase of financial asset and joint venture to related parties		
Egeli & Co Yatırım Holding A.Ş.		
- Capital advance paid to EGC (Note 7)	-	3.000.000
- Karesi purchase (***)	-	794.111
EGC Elektrik Enerji Üretim Sanayi ve Ticaret A.Ş. (****)	-	2.386.487
	-	**6.180.598**

(***) The amount is related to purchase of Karesi and explained in Note 7.
(****) The amount is related to purchase of Enda and explained in Note 7.

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

17. BALANCES AND TRANSACTIONS WITH RELATED PARTIES (Continued)

Interest income from related parties

	1 January - 31 December 2014	1 January - 31 December 2013
Egeli & Co Yatırım Holding A.Ş. (Note 7) (*)	302.639	-
	302.639	**-**

(*) As explained in Note 7, pre-purchase agreement regarding the transfer of EGC shares was terminated on 6 February 2014 as a result of mutual reconciliation with Egeli & Co Yatırım Holding A.Ş., and it was agreed that Egeli & Co Yatırım Holding A.Ş. should repay the TRY 3.000.000, including its legal interest, which was the advance payment made for the purchase of the shares. TRY 3.302.639 has been collected from Egeli & Co Yatırım Holding A.Ş, which includes and legal interest. Interest revenue received TYR 302.639 is classified in other operating income.

b. Unrealized appreciation in the stock of related parties / (decreases)

	1 January - 31 December 2014	1 January - 31 December 2013
Egeli & Co Yatırım Holding A.Ş.	165.134	(455.646)
Egeli & Co Tarım Girişim Sermayesi Yatırım Ortaklığı A.Ş.	87.419	(341.539)
	252.553	**(797.185)**

d. High level executives benefits

The sum of the fees and short-term benefits provided to high level executives are TRY 342.568 for the fiscal year ending on 31 December 2014. (31 December 2013: TRY 286.665).

18. EARNINGS/(LOSS) PER SHARE

Earnings per share stated in the income statement are being calculated by dividing the net profit for the current period by the weighted average number of ordinary shares.

In Turkey, companies can increase their share capital by distributing "bonus shares" of earnings to existing shareholders from retained earnings and revaluation funds. This type of "bonus shares", comprised of a certain amount of retained earnings per share, are regarded as issued shares. The weighted average number of shares used for earnings per share, is derived by giving retroactive effect of previous transactions.

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

18. EARNINGS/ (LOSS) PER SHARE (Continued)

Earnings per share are calculated by dividing the net profit distributed to shareholders by the weighted average number of shares issued:

	1 January - 31 December 2014	**1 January - 31 December 2013**
Net loss related to shareholders (-)	(7.930.908)	(431.104)
Weighted average number of issued shares	2.000.000.000	2.000.000.000
Loss per share (-) (Income/ (loss) (per share is TRY 0.01)	**(0,3965)**	**(0,0216)**
Total comprehensive loss (-)	(7.216.781)	(430.554)
Loss per share (-) for comprehensive loss (per share is TRY 0.01)	**(0,3608)**	**(0,0215)**

The Company owns TRY 25.000.000 privileged shares registered in the name of shareholders with the nominal value of TRY 0.01. Each of these equities are voting stock which has a million voting securities in order to elect members of board of directors. These type of shares has been devoid of privilege to profit distribution. Earnings per share is the same for privileged and common share.

19. NATURE AND LEVEL OF RISK DERIVIED FROM FINANCIAL INSTRUMENTS

19.1 Financial risk management

a) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to meet regarding the terms of their agreements as foreseen and which causes the other party to incur a financial loss.

As of 31 December 2014, the most important credit risk is consist of deposits held at the bank and other receivables. All of the Company's bank deposits are in Turkish banks. Other receivables related to credit risk is managed by the guarantees.

The Company's maximum credit risk exposure:

31 December 2014	**Bank deposits (Note 6)**	**Other receivable from related party (Note 8)**	**Other receivable from third party (Note 8)**
As of reporting date Max, credit risk exposed	**2.785.841**	**1.066.000**	**858.846**
Part of maximum risk under guarentee with collateral	-	-	-
Net book value of not-due or not-impaired financial assets	2.785.841	1.066.000	858.846
Net book value of impaired financial assets	-	-	-
- Overdue (The gross book value)	-	-	8.748.880
- Impairment (-) (*)	-	-	(8.748.880)

(*) Since the company could not collect recevaibles from the sale of subsidiaries and does not expect future collection as disclosed Note 8, the company make provision for the total receivable amount in income statement.

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

19. NATURE AND LEVEL OF RISK DERIVIED FROM FINANCIAL INSTRUMENTS

31 December 2013	Bank deposits (Note 6)	Other receivable from related party (Note 8)	Other receivable from third party (Note 8)
As of reporting date max, credit risk exposed	**3.367.871**	**297.515**	**24.170.393**
Part of maximum risk under guarentee with collateral	-	-	24.166.766
Net book value of not-due or not-impaired financial assets	3.367.871	297.515	24.170.393

b) Liquidity risk disclosures

Liquidity risk is the inability of the Company to match the net funding requirements with sufficient funds. A decrease in funding sources mainly due to market instability or a decrease in credit risk results in liquidity risk. The Company manages the liquidity risk by maintaining sufficient cash and other liquid assets in order to fund the current and prospective debt requirements.

The Company does not have any derivative financial liabilities. The following table presents the cash flows payable by the Company under other financial liabilities according to their remaining contractual maturities as of 31 December 2014 and 31 December 2013.The tables have been drawn up based on the discounted cash flows

	31 December 2014						
	Book Value	Up to 1 month	Between 1-3 months	Between 3 months-1year	Between 1-5 years	Demand	Total cash outflows in accordance with agreement
Trade payables	46.601	-	46.601	-	-	-	46.601
Provisions for employee benefits	799	-	-	799	-	-	799
Other short-term provisions	76.386	-	76.386	-	-	-	76.386
Other short-term liabilities	67.504	-	67.504	-	-	-	67.504
Long-term dated provisions for employees	12.976	-	-	-	12.976	-	12.976
Total	**204.266**	**-**	**190.491**	**799**	**12.976**	**-**	**204.26**

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

19. NATURE AND LEVEL OF RISK DERIVIED FROM FINANCIAL INSTRUMENTS (Continued)

	31 December 2013						
	Book Value	**Up to 1 month**	**Between 1-3 months**	**Between 3 months-1year**	**Between 1-5 years**	**Demand**	**Total cash outflows in accordance with agreement**
Trade payables	483.018	483.018	-	-	-	-	483.018
Other short-term provisions	22.597	22.597	-	-	-	-	22.597
Other sher-term liabilities	34.168	34.168	-	-	-	-	34.168
Short-term provisions for Employees	4.711	-	-	-	4.711	-	4.711
Total liabilities	**544.494**	**539.783**	**-**	**-**	**4.711**	**-**	**544.494**

c) Market Risk

i. Foreign exchange risk

Transactions in foreign currencies expose the Company to foreign currency risk.Since The Company does not have material assets and liabilities denominated in foreign currency as of 31 December 2014 and 31 December 2013, the company was not exposed to currency risk.

ii. Interest rate risk

Market interest rate changes on financial instruments lead to price fluctuations, the Company's interest rate risk coping leads to the need. This risk is affected by interest rate changes usually a short-term assets or managed to keep in reserve.

As of 31 December 2014 and 31 December 2013, there is no interest risk since the company owns no variable interest rated financial assets.

As of 31 December 2014 and 31 December 2013, average interest rates on financial instruments.

Assets (TRY)	**31 December 2014 TRY (%)**	**31 December 2013 TRY (%)**
Bank deposits	5,42	7,29
Other receivables	10,02	9,47

As of 31 December 2014 and 31 December 2013, financial assets and liabilities by re-pricing according to the remaining contractual maturities is as follows:

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

19. NATURE AND LEVEL OF RISK DERIVIED FROM FINANCIAL INSTRUMENTS (Continued)

31 December 2013	Up to 1 month	Between 1-3 months	Between 3 months-1year	Between 1-5 years	5 years and over	Demand	Total
Cash and cash equivalents	2.785.545	-	-	-	-	296	2.785.841
Financial investments	-	-	-	-	-	28.742.856	28.742.856
Other receivables	-	858.846	96.853	1.066.000	-	-	2.021.699
Total assets	**2.785.545**	**858.846**	**96.853**	**1.066.000**	**-**	**28.743.152**	**33.550.396**
Trade payables	46.601	-	-	-	-	-	46.601
Other payables and short-term liabilities	67.504	-	-	-	-	-	67.504
Provisions	76.386	-	799	-	12.976	-	90.161
Total liabilities	**190.491**	**-**	**799**	**-**	**12.976**	**-**	**204.266**
Net position	**2.595.054**	**858.846**	**96.054**	**1.066.000**	**(12.976)**	**28.743.152**	**33.346.130**

31 December 2013	Up to 1 month	Between 1-3 months	Between 3 months-1 year	Between 1-5 years	5 years and over	Demand	Total
Cash and Cash equivalents	3.364.251	-	-	-	-	3.620	3.367.871
Financial invesment	-	-	-	-	-	13.156.460	13.156.460
Other short term receivables	3.627	-	24.166.766	297.515	-	-	24.467.908
Total assets	**3.367.878**	**-**	**24.166.766**	**297.515**	**-**	**13.160.080**	**40.992.239**
Trade payables	483.018	-	-	-	-	-	483.018
Other current liabilities	34.168	-	-	-	-	-	34.168
Short term provision	22.597	-	-	-	4.711	-	27.308
Total liabilities	**539.783**	**-**	**-**	**-**	**4.711**	**-**	**544.494**
Net position	**2.828.095**	**-**	**24.166.766**	**297.515**	**(4.711)**	**13.160.080**	**40.447.745**

iii. Share certificate price risk

All the shares that are classified as financial assets in the Company's balance sheet reflect the fair value differences of profits/losses and are traded on the Istanbul Stock Exchange. As of 31 December 2014, if the Istanbul Stock Exchange index increases/decreases by 5%, with all other variables held constant, net loss for the year would have been by TRY 119.213 (31 December 2013: TRY 100.472).

d) Capital management

The Company's objectives when managing capital is to decrease the investment risk through portfolio diversification. The Company aims to provide returns for shareholders by preserving and increasing the value of its portfolio. In order to add value to its portfolio, the Company invests in high-yielding marketable securities and other financial instruments, monitors the developments in capital markets and other financial institutions and modifies its portfolio strategy accordingly.

19. NATURE AND LEVEL OF RISK DERIVIED FROM FINANCIAL INSTRUMENTS (Continued)

19.2 Fair value of the financial instruments

Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced sale or liquidation, and is best evidenced by a quoted market price, if one exists.

The estimated fair values of financial instruments have been determined by the Company using available market information and appropriate valuation methodologies. However, judgement is necessarily required to interpret market data to estimate the fair value. Accordingly, the estimates presented here are not necessarily indicative of the amounts the Company could realise in a current market exchange.

The following methods and assumptions were used to estimate the fair value of the financial instruments for which it is practicable to estimate fair value.

a) Financial assets

In the extent of the Company's Board of Directors decision on 17 June 2014, since the subsidiaries has not became operational, the cost of investment in Eurasia which is established as 100% ownership form has not been measure raliably, and the purchase of subsidiaries has been closed to reporting period, it has been assumed that the shares in subsidiaries approximated to their fair values as of 31 December 2014 and recorded at cost in income statement.

Since the partnership whose shares is not traded in stock exchange have not became operational, the fair value could not be measured relaibly as of 31 December 2014 and 31 December 2013 and recorded at cost in income statement. The cost of Karesi will be recovered if necessary permissons from the relevant authorities can be obtained and if Karesi becomes operational.

Since the shares of Enda which are classified as financial assets available for sale are not trading in stock exchanges, all of the shares owned by the company has been measured from purchase prices and recorded in financial statements.

The fair value of financial assets which are traded in stock exchange and recorded in financial statements at fair value is assumed to be equal price in ISE.

The fair values of all financial assets which are recorded at cost including cash, receivables from bans and other financial assets are assumed to approximate to recorded value.

b) Finansal liabilities

The Company assumes that the carrying values of financial assets and liabilities are close to their fair values are due to their short term maturity.

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

19. NATURE AND LEVEL OF RISK DERIVIED FROM FINANCIAL INSTRUMENTS (Continued)

The Company measures the fair value of each class of financial instruments according to the source, using a three-level hierarchy, are classified as follows

The fair value of financial assets and liabilities are determined as follows

- First level: Financial assets and liabilities are valued at the stock exchange price in an active market for exactly the same assets and liabilities

- Second level: Financial assets and liabilities are valued with the inputs used to determine a directly or indirectly observable price other than the stock market price of the relevant asset or liability mentioned in the first level.

- Third level: Financial assets and liabilities are valued with inputs cannot be based on the data observed in the market and used to determine the fair value of the asset or liability.

31 December 2014

Fair value through financial assets in the balance sheet	**Level 1**	**Level 2**	**Level 3**
- Unquoted financial investments	-	-	26.358.591
- Stock exchange securities	2.384.265	-	-

Fair value through financial assets in the balance sheet	**Level 1**	**Level 2**	**Level 3**
- Unquoted financial investments	-	-	11.147.029
- Stock exchange securities	2.009.431	-	-

The company's portfolio of financial assets measured at fair value the carrying values are as follows:

31 December 2014	**Cost**	**Fair Value**	**Book value**
Unquoted financial investments	25.648.531	26.358.591	26.358.591
Stock exchange securities	3.001.108	2.384.265	2.384.265
	28.649.639	**28.742.856**	**28.742.856**

31 December 2013	**Cost**	**Fair Value**	**Book value**
Unquoted financial investments	11.147.029	11.147.029	11.147.029
Stock exchange securities	3.224.694	2.009.431	2.009.431
	14.371.723	**13.156.460**	**13.156.460**

20. SUBSEQUENT EVENTS

Subsequent events after the balance sheet date of 31 December 2014 were as follows:

a) The Company has given guaranty to the Eurasia which Egeli& Co Girişim is the leading shareholder of, for the general loan agreement at the amount of TRY 600.000 signed with Türkiye Vakıflar Bankası T.A.O. on 16 February 2015.

b) The company is planning to sell shares owned on Egeli & Co Yatırım Holding A.Ş in 12 months with the approval of CMB and applied to CMB on 9 January 2015 by preparing Pay Sales Data Sheet.

c) The company has started to legal actions which has completed its sale price of TRY 25.750.000 on 3 December 2013, the venture capital investment KRC Gayrimenkul Yatırım A.Ş. for last installment of amount TRY 8.748.880 that is not collected on 12 February 2015.

Subsequent events after the balance sheet date of 31 December 2013 were as follows:

a) EGC pre-purchase agreement for the takeover of the shares, on 6 February 2014, Egeli & Co Yatırım Holding A.Ş terminated by mutual agreement and with the purchase of shares for TRY 3.000.000 has been paid in advance with legal interest Egeli & Co Yatırım Holding A.Ş has been understood in reimbursement by 6 February 2014 on the advance payment of TRY 1.000.000 of TRY 1.088.452 together with legal interest and the VAT Egeli & Co Yatırım Holding A.Ş. has been collected (Note 7).

b) The company's leading shareholder Egeli & Co Yatırım Holding A.Ş.'s share rate has dropped to % 84.03 as of 27 February 2014.

21. OTHER ISSUES

A personal liability lawsuit was filed on 11 December 2014 by Şeker Finansal Kiralama A.Ş., the surety holder of former affiliate (KRC) of the company, against the board of directors members working for the Company during the period while KRC was held by the Company.

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

ADDITIONAL NOTE: PORTFOLIO RESTRICTIONS, CONSISTENCY CHECK TO THE FINANCIAL LIABILITIES AND CUMULATIVE EXPENSES LIMITS

	ADDITIONAL NOTE: ASSET RESTRICTIONS AND ADJUSTMENT CONTROL FOR THE LIMIT OF FINANCIAL DEBT AND TOTAL EXPENSES			
	Individual Financial Statement Main Account Items	Notified Relevant Regulation	31.12.2014 (TRY)	31.12.2013 (TRY)
A	Money and Capital Market Instruments	Md.20/1 – (b)	4.998.835	4.782.771
B	Venture Fund Investments	Md.20/1 – (a)	26.529.862	11.741.560
C	Assets Management and Consulting Company's Associates	Md.20/1 – (d) ve (e)	-	-
D	Other Assets		2.031.529	24.592.904
E	Partnership Total Assets	Md.3/1-(a)	33.560.226	41.117.235
F	Financial Debts	Md.29	-	-
G	Provisions, Contingent Assets and Liabilities	Md.20/2 – (a)	-	-
H	Equity		33.355.960	40.572.741
I	Other Liabilities		204.266	544.494
E	Partnership Total Liability	Md.3/1-(a)	33.560.226	41.117.235
	Individual Other Financial Informations	Notified Relevant Regulation	31.12.2014 (TRY)	31.12.2013 (TRY)
A1	Investment of Capital Market Instruments	Md.20/1 – (b)	2.384.265	1.414.900
	1. Capital Market Instruments		2.384.265	1.414.900
	A- Shares		2.384.265	1.414.900
	EGCYH.E		*1.382.994*	*1.414.900*
	EGCYO.E		*171.271*	-
	YAPRK.E		*830.000*	
A2	TRY and Foreign Currency Time and Demand Deposits	Md.20/1 – (b)	2.785.841	3.367.871
B1	Established Abroad Collective Investment Firm	Md.21/3 – (c)	-	-
B2	Debt and Equity Financing Mix	Md.21/3 – (f)	-	-
B3	Public Venture Company Shares of OFF-Exchange	Md.21/3 – (e)	-	-
B4	Special Purpose Company	Md.21/3 – (g)	-	-
C1	Associate Asset Management Company	Md.20/1 – (e)	-	-
C2	Associate Consulting Company	Md.20/1 – (d)	-	-
F1	Short-Term Borrowings	Md.29/1	-	-
F2	Long-Term Borrowings	Md.29/1	-	-
F3	Short-Term Debt Instruments	Md.29/1	-	-
F4	Long-Term Debt Instruments	Md.29/1	-	-
F5	Other Short-Term Debt Instruments	Md.29/1	-	-
F6	Other Long-Term Debt Instruments	Md.29/1	-	-
G1	Pledge	Md.20/2 – (a)	-	-
G2	Guarantees	Md.20/2 – (a)	-	-
G3	Mortgages	Md.20/2 – (a)	-	-
I	Outsourced Services Costs	Md.26/1	995.563	1.070.667

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

ADDITIONAL NOTE: PORTFOLIO RESTRICTIONS, CONSISTENCY CHECK TO THE FINANCIAL LIABILITIES AND CUMULATIVE EXPENSES LIMITS (Continued)

	Portfolio Restrictions	Notified Relevant Regulation	31.12.2014	31.12.2013	Minimum/ Maximum Rate
1	Money and Capital Market Instruments	Md.22/1 – (b)	14,90%	11,63%	
2	Capital Market Instruments	Md.22/1 – (c)	7,10%	3,44%	≤ %10
	A -Shares		4,63%	3,44%	≤ %10
	EGCYH.E		4,12%	3,44%	
	EGCYO.E		0,51%	0,00%	
	YAPRK.E		2,47%	0,00%	
3	Venture Fund Investments	Md.22/1 – (b)	79,05%	28,56%	≥ %51
4	Assets Management and Consulting Company's Associates	Md.22/1 – (ç)	0,00%	0,00%	≤ %10
5	Established Abroad Investment Firm	Md.22/1-(e)	0,00%	0,00%	≤ %49
6	Debt and Equity Financing Mix	Md.22/1-(h)	0,00%	0,00%	≤ %25
7	Public Venture Company Shares of OFF-Exchange	Md.22/1-(f)	0,00%	0,00%	≤ %25
8	TRY and Foreign Currency Time and Demand Deposits	Md.22/1-(ı)	8,30%	8,19%	≤ %20
9	Short-Term Borrowings and Debt Instruments Nominal Value	Md.29	0,00%	0,00%	≤ %50
10	Long-Term Borrowings and Debt Instruments Nominal Value	Md.29	0,00%	0,00%	≤ %200
11	Pledge, Guarantees and Mortgages	Md.22/1 – (d)	0,00%	0,00%	≤ %10
12	Outsourced Services Costs	Md.26/1	2,42%	2,60%	≤ %2,5

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