

**İHLAS YAYIN HOLDİNG A.Ş. / İHYAY, 2016/Q3**

**Financial Position**

	Footnote References	Current Period	Previous Period
Financial Statement Type		Consolidated	Consolidated
Period		30.09.2016	31.12.2015
Reporting Unit		USD	USD
<b>A S S E T S</b>			
<b>CURRENT ASSETS</b>		<b>54,219,631</b>	<b>56,755,760</b>
Cash and Cash Equivalents		815,669	1,128,919
Trade Receivables	4	38,344,865	38,648,682
Trade Receivables Due From Related Parties	4-11	6,027,473	4,563,013
Trade Receivables Due From Unrelated Parties	4	32,317,392	34,085,669
Other Receivables	5	7,465,995	7,794,432
Other Receivables Due From Related Parties	5-11	7,277,804	7,646,208
Other Receivables Due From Unrelated Parties	5	188,191	148,224
Inventories		2,308,419	2,320,017
Prepayments	7	4,791,304	6,676,906
Current Tax Assets		308,245	5,613
Other Current Assets		185,135	181,192
SUBTOTAL		54,219,631	56,755,760
<b>NON-CURRENT ASSETS</b>		<b>69,825,034</b>	<b>72,461,023</b>
Financial Investments		0	0
Other Receivables	5	165,723	85,845
Other Receivables Due From Related Parties		0	0
Other Receivables Due From Unrelated Parties	5	165,723	85,845
Investments accounted for using equity method		0	16,912
Investment property		25,504,282	26,278,813
Property, Plant and Equipment		15,500,073	16,208,032
Intangible assets and goodwill		18,925,294	19,447,344
Goodwill		1,294,901	1,334,226
Other intangible assets		17,630,392	18,113,118
Prepayments	7	199,818	233,895
Deferred Tax Asset	9	9,529,845	10,190,181
<b>TOTAL ASSETS</b>		<b>124,044,665</b>	<b>129,216,783</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>SHORT TERM LIABILITIES</b>		<b>18,865,472</b>	<b>19,716,639</b>
Current Borrowings		385,602	190,476
Current Portion of Non-current Borrowings		344,149	630,014
Trade Payables	4	9,031,736	8,964,012
Trade Payables to Related Parties	4-11	2,044,204	2,425,303
Trade Payables to Unrelated Parties	4	6,987,533	6,538,709
Employee Benefit Obligations		2,168,871	2,179,339
Other Payables		88,211	60,581
Other Payables to Related Parties		0	0
Other Payables to Unrelated Parties		88,211	60,581
Deferred Income		1,465,140	1,961,724
Current tax liabilities, current		0	81,694
Current provisions		460,650	459,013
Current provisions for employee benefits		0	0
Other current provisions		460,650	459,013
Other Current Liabilities		4,921,113	5,189,786
SUBTOTAL		18,865,472	19,716,639
<b>LONG TERM LIABILITIES</b>		<b>20,160,163</b>	<b>21,133,041</b>
Long Term Borrowings		1,841,132	1,986,955
Deferred Income		111,986	0
Non-current provisions		5,730,615	5,590,651
Non-current provisions for employee benefits		5,730,615	5,589,377
Other non-current provisions		0	1,274
Deferred Tax Liabilities	9	7,761,182	7,945,267
Other non-current liabilities		4,715,248	5,610,168

<b>EQUITY</b>	<b>86,357,298</b>	<b>88,367,103</b>
<b>Equity attributable to owners of parent</b>	<b>50,649,388</b>	<b>51,932,977</b>
Issued capital	66,757,902	68,785,252
Inflation Adjustments on Capital	7,356,553	7,579,962
Other reserves	-10,596,704	-10,918,513
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss	2,141,806	1,934,843
Increases (Decreases) on Revaluation of Property, Plant and Equipment	2,231,286	2,296,400
Gains (Losses) on Remeasurements of Defined Benefit Plans	-89,479	-361,557
Restricted Reserves Appropriated From Profits	2,180,367	2,246,581
Prior Years' Profits or Losses	-17,173,610	-14,255,740
Current Period Net Profit Or Loss	-857,957	-3,439,409
Non-controlling interests	35,406,749	36,434,126
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>124,044,665</b>	<b>129,216,783</b>

USD amounts presented above have been converted with CBRT bid rates for the last day of the periods.

Exchange Rate = 2.9959 2.9076

**İHLAS YAYIN HOLDİNG A.Ş. / İHYAY, 2016/Q3**

**Profit And Loss Statement**

	Footnote References	Current Period	Previous Period	Current Period 3 Months	Previous Period 3 Months
Financial Statement Type		Consolidated	Consolidated	Consolidated	Consolidated
Period		01.01.2016 - 30.09.2016	01.01.2015 - 30.09.2015	01.07.2016 - 30.09.2016	01.07.2015 - 30.09.2015
Reporting Unit		USD	USD	USD	USD
<b>PROFIT OR LOSS SECTION</b>					
Revenue	8	41,554,434	46,195,204	11,748,320	12,788,841
Cost of Sales	8	-35,245,744	-40,039,395	-9,966,463	-10,664,698
Gross Profit (Loss) from Commercial Operations		6,308,690	6,155,810	1,781,856	2,124,143
Revenue from Financial Operations		0	0	0	0
Cost of Financial Operations (-)		0	0	0	0
Gross Profit (Loss) from Financial Sector Operations		0	0	0	0
<b>GROSS PROFIT/LOSS</b>		<b>6,308,690</b>	<b>6,155,810</b>	<b>1,781,856</b>	<b>2,124,143</b>
General Administrative Expenses (-)		-11,197,866	-10,968,951	-5,318,871	-3,317,932
Marketing Expenses (-)		-2,120,157	-3,865,720	-299,795	-673,226
Research and Development Expenses (-)		0	0	0	0
Other Income from Operating Activities		8,583,561	6,674,231	3,802,355	2,177,559
Other Expenses from Operating Activities		-2,177,870	-6,091,897	-764,963	-3,821,811
<b>PROFIT (LOSS) FROM OPERATING ACTIVITIES</b>		<b>-603,642</b>	<b>-8,096,528</b>	<b>-799,418</b>	<b>-3,511,267</b>
Investment Activity Income		707,055	67,848	151,051	227
Investment Activity Expenses		-12,064	0	-9,960	0
Share of Profit (Loss) from Investments Accounted for Using Equity Method		0	-19,409	0	-871
<b>PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)</b>		<b>91,349</b>	<b>-8,048,089</b>	<b>-658,328</b>	<b>-3,511,911</b>
Finance income		403,563	1,721,017	22,443	447,200
Finance costs		-715,743	-495,565	-404,858	-105,495
<b>PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX</b>		<b>-220,830</b>	<b>-6,822,637</b>	<b>-1,040,744</b>	<b>-3,170,206</b>
Tax (Expense) Income, Continuing Operations	9	-419,802	1,551,328	111,012	718,443
Current Period Tax (Expense) Income	9	-714	-99,797	304,032	-23,827
Deferred Tax (Expense) Income	9	-419,089	1,651,125	-193,020	742,270
<b>PROFIT (LOSS) FROM CONTINUING OPERATIONS</b>		<b>-640,632</b>	<b>-5,271,310</b>	<b>-929,732</b>	<b>-2,451,763</b>
PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS		0	0	0	0
<b>PROFIT (LOSS)</b>	<b>10</b>	<b>-640,632</b>	<b>-5,271,310</b>	<b>-929,732</b>	<b>-2,451,763</b>
Profit (loss), attributable to [abstract]		-640,632	-5,271,310	-929,732	-2,451,763
Non-controlling Interests	10	236,162	-806,860	-98,667	-558,353
Owners of Parent	10	-876,794	-4,464,450	-831,065	-1,893,410
Basic earnings per share	10	-0.0031	-0.0264	0.0047	0.0123
Basic Earnings (Loss) Per Share from Continuing Operations	10	-0.0031	-0.0264	0.0047	0.0123
Basic Earnings (Loss) Per Share from Discontinued Operations		0	0	0	0
Diluted Earnings Per Share		0	0	0	0
Diluted Earnings (Loss) per Share from Continuing Operations		0	0	0	0
Diluted Earnings (Loss) per Share from Discontinued Operations		0	0	0	0

## Other Comprehensive Income Statement

	Footnote References	Current Period	Previous Period	Current Period 3 Months	Previous Period 3 Months
Financial Statement Type		Consolidated	Consolidated	Consolidated	Consolidated
Period		01.01.2016 - 30.09.2016	01.01.2015 - 30.09.2015	01.07.2016 - 30.09.2016	01.07.2015 - 30.09.2015
Reporting Unit		USD	USD	USD	USD
PROFIT (LOSS)	10	-640,632	-5,271,310	-929,732	-2,451,763
Other Comprehensive Incomes		0	0	0	0
Non-Classifiable Items to Profit/ (Loss)		0	0	0	0
Gains (Losses) on Revaluation of Property, Plant and Equipment		0	0	0	0
Gains (Losses) on Revaluation of Intangible Assets		2,626	0	2,600	0
Gains (Losses) on Remeasurements of Defined Benefit Plans		268,122	0	-40,984	0
Non-Classifiable Other Comprehensive Income of Investment Accounted with Equity Method		0	0	0	0
Non-Classifiable Items of Other Comprehensive Income as Other Profit/(Loss)		0	0	0	0
Tax due to Non-Classifiable Items of Other Comprehensive Income as Profit/(Loss)		0	0	0	0
Current Period Tax (Expense) Income					
Deferred Tax (Expense) Income		0	0	0	0
Other Comprehensive Income That Will Be Reclassified to Profit or Loss					
Foreign Currency Translation Differences		0	0	0	0
Gain/(Loss) on Revaluation or Reclassification of Available for Sale Financial Assets		0	0	0	0
Gain/(Loss) on Cash Flow Hedges		0	0	0	0
Gain/(Loss) on Hedge of Net Investment in a Foreign Operation		0	0	0	0
Classifiable Other Comprehensive Income of Investment Accounted with Equity Method		0	0	0	0
Classifiable Items of Other Comprehensive Income as Other Profit/(Loss)		0	0	0	0
Tax due to Classifiable Items of Other Comprehensive Income as Profit/(Loss)		0	0	0	0
Current Period Tax (Expense) Income		0	0	0	0
Deferred Tax (Expense) Income		0	0	0	0
OTHER COMPREHENSIVE INCOME (LOSS)		270,748	-42,789	0	0
TOTAL COMPREHENSIVE INCOME (LOSS)		-369,884	-5,271,310	-968,116	-2,451,763
Total Comprehensive Income Attributable to		0	0	0	0
Non-controlling Interests		-369,884	-5,271,310	-968,116	-2,451,763
Owners of Parent		237,124	-806,860	-116,988	-558,353
		-607,008	-4,464,450	-851,128	-1,893,410

USD amounts presented above have been converted with CBRT bid rates for the average of the periods.

Exchange Rate =	2.9315	2.6556	2.9604	2.8427
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**IHLAS YAYIN HOLDİNG A.Ş. / İHYAY, 2016/Q3**
**Statement of Changes in Equity**

 Financial Statement Type  
 Reporting Unit

	Issued capital	Inflation Adjustments on Capital	Other Reserves	Increases (Decreases) on Revaluation of Property, Plant and Equipment	Gains (Losses) on Remeasurements of Defined Benefit Plans	Restricted Reserves Appropriated From Profits	Prior Years' Earnings/Loss	Current Period Net Profit Or Loss	Parent Company Equity	Non-controlling interests	Equity
<b>PREVIOUS PERIOD</b>											
Balances as of January 1, 2015 (beginning of period)	200,000,000	22,039,497	-31,746,667	4,332,380	-775,029	6,529,507	-63,023,018	21,573,027	158,929,697	107,137,601	266,067,298
Transfers							21,573,027	-21,573,027			
Increase (decrease) through changes in ownership interests in subsidiaries that do not result in loss of control, equity						2,652			2,652	30,931	33,583
Total Comprehensive Income (Loss)								-11,855,793	-11,855,793	-2,142,697	-13,998,490
Balances as of June 30, 2015 (ending of period)	200,000,000	22,039,497		4,332,380	-775,029	6,529,507	-41,449,991	-6,473,396	152,456,301	106,613,064	252,102,391
<b>CURRENT PERIOD</b>											
Balances as of January 1, 2016 (beginning of period)	200,000,000	22,039,497	-31,746,667	6,677,012	-1,051,262	6,532,160	-41,449,991	-10,000,426	151,000,323	105,935,866	256,936,189
Transfers							-10,000,426	10,000,426			
Increase (decrease) through changes in ownership interests in subsidiaries that do not result in loss of control, equity			-587,427						-587,427	-555,922	-1,143,349
Total Comprehensive Income (Loss)				7,697	783,191			-2,570,352	-1,779,464	695,136	-1,084,328
Balances as of June 30, 2016 (ending of period)	200,000,000	22,039,497	-32,334,094	6,684,709	-268,071	6,532,160	-51,450,417	-2,570,352	148,633,432	106,075,080	254,708,512

**İHLAS YAYIN HOLDİNG A.Ş. / İHYAY, 2016/Q3**

**Cash Flow Statement**

Financial Statement Type	Footnote References	Current Period	Previous Period
Period		Consolidated 30.09.2016	Consolidated 30.09.2015
Reporting Unit		USD	USD
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		<b>1,159,466</b>	<b>-161,780</b>
PROFIT (LOSS)	10	-640,632	-5,271,310
<b>Adjustments to Reconcile Profit (Loss)</b>		<b>3,043,186</b>	<b>1,031,682</b>
Adjustments for depreciation and amortisation expense		1,463,131	1,731,971
Adjustments for (Reversal of) Provisions Related with Employee Benefits		1,240,198	2,131,403
Adjustments for Tax (Income) Expenses	9	419,802	-1,551,328
Adjustments for Interest Income		-19,000	-1,595,784
Adjustments for interest expense		344,842	392,483
Adjustments for Losses (Gains) Arised From Sale of Tangible Assets		-690,259	-67,848
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions		1,942	23,324
Payments Related with Other Provisions		282,531	-32,541
<b>Changes in Working Capital</b>		<b>-233,845</b>	<b>5,450,449</b>
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties	4	780,416	658,153
Decrease (Increase) in Trade Accounts Receivables from Related Parties	4	-1,634,055	865,275
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations	5	-129,526	102,644
Decrease (Increase) in Other Related Party Receivables Related with Operations	5	146,183	-142,236
Adjustments for decrease (increase) in inventories		-58,028	-545,033
Decrease (Increase) in Other Assets Related with Operations		-318,933	-62,211
Decrease (Increase) in Prepaid Expenses	7	1,753,670	-462,384
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties	4	655,629	1,405,868
Increase (Decrease) in Trade Accounts Payables to Related Parties	4	-316,415	383,986
Increase (Decrease) in Other Operating Payables to Unrelated Parties		30,061	97,582
Increase/decrease in deferred income		-333,954	719,760
Increase (Decrease) in Employee Benefit Liabilities		54,946	1,480,444
Increase (Decrease) in Other Payables Related with Operations		-863,839	948,600
<b>Cash Flows from (used in) Operations</b>		<b>2,168,709</b>	<b>1,210,822</b>
Income taxes refund (paid)		-81,740	-339,026
Payments Related with Provisions for Employee Benefits		-927,502	-1,033,576
<b>CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES</b>		<b>-962,555</b>	<b>-992,104</b>
Purchase of property, plant and equipment		-1,187,521	-1,078,730
Purchase of intangible assets		-132,246	-41,512
Proceeds from sales of property, plant and equipment		732,443	128,138
Cash Outflows from Purchase of Additional Shares of Subsidiaries		-375,230	0
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		<b>-483,035</b>	<b>883,428</b>
Interest Received		19,000	1,595,784
Interest paid		-344,842	-392,483
Repayments of borrowings		-157,194	-319,872
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES</b>		<b>-286,124</b>	<b>-270,456</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>		<b>1,119,702</b>	<b>1,249,893</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<b>833,578</b>	<b>979,437</b>

USD amounts presented above have been converted with CBRT bid rates for the average of the periods.

Exchange Rate =

2.9315

2.6556