

HACI ÖMER SABANCI HOLDİNG A.Ş.

**CONVENIENCE TRANSLATION INTO ENGLISH OF
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD 1 JANUARY – 31 MARCH 2015**

(ORIGINALLY ISSUED IN TURKISH)

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HACI ÖMER SABANCI HOLDİNG A.Ş.

CONDENSED CONSOLIDATED BALANCE SHEET AT 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Note References	Not audited 31 March 2015	Audited 31 December 2014
ASSETS			
Current Assets		119.284.177	110.109.883
Cash and Cash Equivalents		13.076.902	7.518.753
Financial Assets		4.289.367	8.001.147
- Held for Trading	4.a	82.828	54.964
- Available for Sale	4.b	3.737.630	6.998.422
- Held to Maturity	4.c	438.006	899.608
- Time Deposits	4.d	30.903	48.153
Trade Receivables		1.085.628	1.012.556
Receivables from Finance Sector Operations	19	71.452.851	69.221.643
Reserve Deposits with the Central Bank of Republic of Turkey		22.581.421	18.917.875
Other Receivables	6	1.079.161	587.474
Derivative Financial Instruments	18	2.183.043	1.420.780
Inventories		1.828.737	1.839.607
Prepaid Expenses		386.676	289.483
Current Tax Assets		7.219	-
Other Current Assets	13	608.494	619.289
		118.579.499	109.428.607
Assets Classified as Held for Sale	15	704.678	681.276
Non-Current Assets		126.325.343	120.416.672
Financial Assets		43.314.369	40.510.363
- Available for Sale	4.b	33.084.034	30.609.785
- Held to Maturity	4.c	10.230.335	9.900.578
Trade Receivables		94.063	71.095
Receivables from Finance Sector Operations	19	71.291.540	68.329.878
Other Receivables	6	64.486	63.033
Derivative Financial Instruments	18	553.771	286.110
Investments Accounted Through Equity Method	7	5.364.774	5.486.817
Investment Property		292.995	325.782
Property, Plant and Equipment	8	3.939.202	3.898.572
Intangible Assets		913.391	915.234
-Goodwill	10	468.879	478.935
-Other Intangible Assets	9	444.512	436.299
Prepaid Expenses		45.532	27.556
Deferred Tax Assets	17	414.592	477.413
Other Non-Current Assets	13	36.628	24.819
Total Assets		245.609.520	230.526.555

These condensed consolidated interim financial statements have been approved for issue by the Board of Directors on 11 May 2015 and signed on its behalf by Zafer Kurtul, Member of Board of Directors and CEO and Barış Oran, Head of Planning, Reporting and Finance Department.

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

CONDENSED CONSOLIDATED BALANCE SHEET AT 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Note References	Not audited 31 March 2015	Audited 31 December 2014
LIABILITIES			
Short Term Liabilities		176.616.849	169.296.825
Financial Liabilities	5	17.933.243	20.358.969
Current Portion of Long-term Financial Liabilities	5	5.346.707	1.753.546
Trade Payables		1.535.678	1.809.196
Payables from Finance Sector Operations	20	142.507.270	137.847.256
Payables related with Employee Benefits		61.899	40.214
Other Payables	6	4.515.225	3.599.419
Derivative Financial Instruments	18	2.142.147	1.209.531
Deferred Income		66.818	124.141
Income Taxes Payable	17	174.049	353.590
Short Term Provisions		526.208	526.633
- Short Term Provisions for Employee Benefits		212.112	203.009
- Other Short Term Provisions	11	314.096	323.624
Other Short Term Liabilities	13	1.441.621	1.324.776
		176.250.865	168.947.271
Liabilities Classified as Held for Sale	15	365.984	349.554
Long Term Liabilities		31.901.572	24.371.850
Financial Liabilities	5	15.540.138	11.605.585
Trade Payables		533	503
Payables from Finance Sector Operations	20	15.603.743	12.173.053
Other Payables	6	30.966	35.127
Derivative Financial Instruments	18	186.011	105.952
Deferred Income		201.595	149.244
Long Term Provisions		190.529	184.894
- Long Term Provisions for Employee Benefits		185.720	180.004
- Other Long Term Provisions		4.809	4.890
Deferred Tax Liabilities		125.970	114.976
Other Long Term Liabilities		22.087	2.516
EQUITY		37.091.099	36.857.880
Equity Attributable To The Parent	14	19.516.194	19.177.680
Share Capital	14	2.040.404	2.040.404
Adjustments to Share Capital		3.426.761	3.426.761
Share Premium		21.670	21.670
Accumulated Other Comprehensive Income or Loss			
- That Will Not Be Reclassified to Profit or Loss		(12.458)	(10.526)
- Actuarial Gain / Loss		(12.458)	(10.526)
Accumulated Other Comprehensive Income or Loss			
- That Will Be Reclassified to Profit or Loss		(186.050)	(100.945)
- Currency Translation Reserve	14	214.223	183.938
- Hedge Reserve	14	(165.773)	(188.975)
- Revaluation Reserve	14	(234.500)	(95.908)
Restricted Reserves	14	889.860	855.707
Retained Earnings		12.687.529	10.865.495
Net Income for the Period		648.478	2.079.114
Non-controlling Interests		17.574.905	17.680.200
TOTAL EQUITY AND LIABILITIES		245.609.520	230.526.555

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Note References	Not audited 1 January - 31 March 2015	Not audited 1 January - 31 March 2014
CONTINUING OPERATIONS			
Sales (net)	3	2.475.588	2.540.395
Cost of Sales (-)	3	(1.959.036)	(2.026.936)
Gross Profit from Non-Financial Operations		516.552	513.459
Interest, Premium, Commission and Other Income	3	4.249.303	3.821.641
Interest, Premium, Commission and Other Expense (-)		(2.220.949)	(2.124.673)
Gross Profit from Financial Operations		2.028.354	1.696.968
GROSS PROFIT		2.544.906	2.210.427
General and Administrative Expenses (-)		(1.248.261)	(1.005.429)
Marketing, Selling and Distribution Expenses (-)		(320.840)	(291.653)
Research and Development Expenses (-)		(833)	(1.517)
Other Income from Operating Activities		255.006	156.044
Other Expense from Operating Activities (-)		(114.882)	(86.822)
Interest in Income of Investments Accounted Through Equity Method	7	231.114	90.691
OPERATING PROFIT		1.346.210	1.071.741
Income from Investing Activities		156.309	24.679
Expense from Investing Activities (-)		(836)	(876)
OPERATING PROFIT BEFORE FINANCIAL INCOME		1.501.683	1.095.544
Financial Income	16	7.455	3.037
Financial Expenses (-)	16	(47.858)	(34.213)
INCOME BEFORE TAX FROM CONTINUING OPERATIONS		1.461.280	1.064.368
Tax Income / (Expense) from Continuing Operations			
Current Income Tax Expense	17	(196.092)	(359.346)
Deferred Income Tax Benefit	17	(45.459)	155.443
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		1.219.729	860.465
DISCONTINUED OPERATIONS			
Profit After Tax From Discontinued Operations	15	13.555	16.052
PROFIT FOR THE PERIOD		1.233.284	876.517
ALLOCATION OF PROFIT			
- Non-controlling Interests		584.806	456.501
- Equity Holders of the Parent		648.478	420.016
Earnings per share			
- thousands of ordinary shares (TL)		3,18	2,06
Earnings per share from continuing operations			
- thousands of ordinary shares (TL)		3,11	1,97

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Note References	Current Period 1 January - 31 March 2015	Prior Period 1 January - 31 March 2014
INCOME FOR THE PERIOD		1.233.284	876.517
Other Comprehensive Income / (Loss):			
Items That Will Not Be Reclassified Subsequently To Profit or Loss		(2.013)	(302)
Actuarial (losses) / gains	17	(2.013)	(302)
Items That Will Be Reclassified Subsequently To Profit or Loss		(303.170)	215.303
Net unrealized fair value (losses) / gains from available for sale financial assets, after tax	17	(212.555)	226.779
(Losses) /gains on available for sale financial assets transferred to the income statement, after tax	17	(38.262)	7.486
Net gains / (losses) included in the income statement due to transfer of available for sale financial assets into held to maturity assets, after tax	17	(124.617)	(33.836)
Currency translation differences	17	45.651	32.171
Cash flow hedges, after tax	17	23.146	(11.049)
Income / (loss) from the derivative financial assets related to the hedging of net investment in a foreign operation, after tax	17	3.467	(6.248)
OTHER COMPREHENSIVE INCOME / (LOSS) (AFTER TAX)		(305.183)	215.001
TOTAL COMPREHENSIVE INCOME		928.101	1.091.518
ALLOCATION OF TOTAL COMPREHENSIVE INCOME		928.101	1.091.518
- Non-controlling Interests		366.659	580.536
- Equity Holders of the Parent		561.442	510.982

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Accumulated Other Comprehensive Income or Loss That Will												
				Not Be Reclassified	Be Reclassified								
				to Profit or Loss									
	Share Capital	Adjustment to share capital	Share premium	Actuarial losses/ gains	Currency translation reserve	Hedge reserve	Revaluation reserve	Restricted reserves	Retained earnings	Net income for the period	Equity attributable to the parent	Non-controlling interests	Total equity
Balances at 1 January 2014	2.040.404	3.426.761	21.670	1.240	258.722	(211.491)	(552.070)	926.278	9.391.529	1.731.396	17.034.439	14.980.218	32.014.657
Transfers	-	-	-	-	-	-	-	(55.345)	1.786.741	(1.731.396)	-	-	-
Dividends paid (*)	-	-	-	-	-	-	-	-	(219.524)	-	(219.524)	(373.839)	(593.363)
Total comprehensive income	-	-	-	(302)	25.816	(16.513)	81.965	-	-	420.016	510.982	580.536	1.091.518
Balances at 31 March 2014	2.040.404	3.426.761	21.670	938	284.538	(228.004)	(470.105)	870.933	10.958.746	420.016	17.325.897	15.186.915	32.512.812
Balances at 1 January 2015	2.040.404	3.426.761	21.670	(10.526)	183.938	(188.975)	(95.908)	855.707	10.865.495	2.079.114	19.177.680	17.680.200	36.857.880
Transfers	-	-	-	-	-	-	-	34.153	2.044.961	(2.079.114)	-	-	-
Effect of change in the effective ownership of subsidiaries	-	-	-	-	-	-	-	-	(1.892)	-	(1.892)	-	(1.892)
Dividends paid (*)	-	-	-	-	-	-	-	-	(221.035)	-	(221.035)	(471.954)	(692.989)
Total comprehensive income	-	-	-	(1.932)	30.285	23.202	(138.592)	-	-	648.478	561.441	366.659	928.100
Balances at 31 March 2015	2.040.404	3.426.761	21.670	(12.458)	214.223	(165.773)	(234.500)	889.860	12.687.529	648.478	19.516.194	17.574.905	37.091.099

(*) Dividends paid by the Holding per share with a TL 1 nominal value is TL 0,10 (31 March 2014: 0,10 TL).

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Note References	Current Period 1 January - 31 March 2015	(Restated) Prior Period 1 January - 31 March 2014
Net income before tax from continuing operations		1.461.280	1.064.368
Net income before tax from discontinued operations	15	13.555	16.052
Adjustments to reconcile income before taxation to net cash provided by operating activities			
Depreciation and amortisation expenses	3	133.557	117.902
Provision for loan losses	19	585.043	466.580
Changes in the fair value of derivative instruments		1.672	594.345
Interest income and foreign currency gains		(359.612)	(159.434)
Interest expense		49.162	63.890
Provision for employment termination benefits		39.903	22.280
Impairment charge on property, plant and equipment, intangible assets and investment property	3	1.956	(832)
Currency translation differences		(1.042)	16.501
Income from associates and joint ventures	7	(231.114)	(90.691)
Provision for / (reversal of) inventory impairment		2.917	(2.912)
Provision for/ (reversal of) doubtful receivables		1.179	(5.619)
Other		(25.809)	18.458
Net cash provided by operating activities before changes in operating assets and liabilities			
Changes in trade receivables		(97.219)	26.207
Changes in inventories		7.953	(9.170)
Changes in other receivables and other current assets		(616.542)	(284.243)
Changes in trade payables		(273.489)	(276.296)
Changes in other liabilities and other payables		1.064.270	665.828
Net cash provided in operating activities of assets classified as held for sale		(11.267)	(82.945)
Changes in assets and liabilities in finance segment:			
Changes in securities		(27.899)	70.197
Changes in receivables from financial operations		(5.543.792)	(1.153.785)
Changes in payables from financial operations		8.051.342	2.773.976
Central Bank of the Republic of Turkey account		(4.474.554)	(2.235.668)
Income taxes paid		(353.590)	(152.985)
Employment termination benefits paid		(36.212)	(15.656)
Net cash provided by operating activities		(638.352)	1.446.348
Cash flows from investing activities:			
Capital expenditures	3	(147.371)	(131.736)
Sale of available for sale and held to maturity financial assets		400.276	268.300
Proceeds from sale of non-current assets held for sale, property, plant and equipment and intangible assets		78.087	24.229
Dividends received		365.514	319.974
Net cash provided by investing activities		696.506	480.767
Cash flows from financing activities:			
Changes in financial liabilities		5.096.521	855.398
Dividends paid		(221.035)	(219.524)
Dividends paid to non-controlling interests		(471.954)	(373.839)
Net cash provided by financing activities		4.403.532	262.035
Effect of change in foreign currency rates on cash and cash equivalents		285.978	47.233
Net increase in cash and cash equivalents		4.747.664	2.236.383
Cash and cash equivalents at the beginning of the period (*)		4.845.065	2.597.707
Cash and cash equivalents at the end of the period		9.592.729	4.834.090

(*) Cash and cash equivalents at the beginning of the period comprise interest accruals of TL 1.449 and cash and cash equivalents at the end of the period comprise interest accruals of TL 208 (31 March 2014: TL 1.487 and TL 208 respectively). Restricted cash in the banks is not included in the cash and cash equivalents. At the beginning and at the end of the current period, restricted deposit is TL 2.673.688 and TL 3.484.173, respectively (31 March 2014: TL 2.968.616 and TL 2.567.524, respectively).

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 1 - ORGANISATION AND OPERATIONS OF THE GROUP

Hacı Ömer Sabancı Holding A.Ş. (the "Holding") was established in 1967 to coordinate and perform liaison services regarding the activities of companies operating in various fields including mainly finance, manufacturing and trade. The Holding is registered in Turkey and is owned by the members of the Sabancı family (Note 14). The number of employees in 2015 is 59.725 (31 December 2014: 60.170). Holding's registered address is as follows:

Sabancı Center, 4. Levent, İstanbul, Türkiye.

The Holding is registered with the Capital Markets Board ("CMB") and its shares have been quoted on Borsa İstanbul ("BIST") (previously known as the Istanbul Stock Exchange ("ISE")) since 1997. As of 31 March 2015, the principal shareholders and their respective shareholding rates in the Holding are as follows (Note 14):

	%
Sakıp Sabancı Holding A.Ş.	14,07
Serra Sabancı	7,21
Suzan Sabancı Dinçer	6,94
Çiğdem Sabancı Bilen	6,94
Diğer	64,84
	100

Subsidiaries

As of 31 March 2015, the nature of the business of the Subsidiaries consolidated in these consolidated financial statements and, their respective business segments are as follows:

Subsidiaries	Name of Exchange Traded	Nature of business	Business segment	Number of employees
Akbank T.A.Ş. ("Akbank")	BIST	Banking	Banking	15.165
Carrefoursa Carrefour Sabancı Ticaret Merkezi A.Ş. ("Carrefoursa")	BIST	consumer goods	Retail	10.472
Teknosa İç ve Dış Ticaret A.Ş. ("Teknosa")	BIST	Trade	Retail	3.600
Çimsa Çimento Sanayi ve Ticaret A.Ş. ("Çimsa")	BIST	Cement and clinker	Cement	2.088
Kordsa Global Endüstriyel İplik ve Kord Bezi Sanayi ve Ticaret A.Ş. ("Kordsa Global")	BIST	Tire reinforcement	Industry	4.035
Temsa Global Sanayi ve Ticaret A.Ş. ("Temsa")	-	Automotive	Industry	1.631
Sasa Polyester Sanayi A.Ş. ("Sasa") (*)	BIST	Chemicals and textile	Industry	1.225
Yünsa Yünlü Sanayi ve Ticaret A.Ş. ("Yünsa")	BIST	Textile	Industry	1.605
Exsa Export Sanayi Mamulleri Satış ve Araştırma A.Ş. ("Exsa")	-	Trade	Other	8
Ankara Enternasyonel Otelcilik A.Ş. ("AEO")	-	Tourism	Other	3
Tursa Sabancı Turizm ve Yatırım İşletmeleri A.Ş. ("Tursa")	-	Tourism	Other	7
Bimsa Uluslararası İş, Bilgi ve Yönetim Sistemleri A.Ş. ("Bimsa")	-	Trade of data and processing systems	Other	219

(*)The share transfer agreement was signed on 13 January 2015 regarding the sale of all shares in Group's subsidiary SASA Polyester Sanayi A.Ş., corresponding to 51 % of the share capital of the Company, to Erdemoğlu Holding A.Ş. According the share transfer agreement, the transfer price of Sabancı Holding's shares in SASA Polyester Sanayi A.Ş., corresponding to 51 % of the share capital is USD 104 million, after adjustments. USD 20 million of the transfer price was paid in advance, remaining part of it amounting to 84 million was collected on 30 April 2015 and share transfer has been completed.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 1 - ORGANISATION AND NATURE OF OPERATIONS (Continued)

For the purposes of segment information, Holding’s stand-alone financial statements have been included within the “Other” business segment in Note 3.

Joint Ventures

As of 31 March 2015, the nature of business and operating segments of the Joint Ventures which are accounted through equity method in the consolidated financial statements are as follows:

Joint Ventures	Name of Exchange Traded	Nature of business	Business segment	Ventures	Number of employees
Aksigorta A.Ş. (“Aksigorta”)	BIST	Insurance	Insurance	Ageas	695
Avivasa Emeklilik ve Hayat A.Ş. (“Avivasa”)	BIST	Pension	Insurance	Aviva	1.792
Brisa Bridgestone Sabancı Lastik Sanayi ve Ticaret A.Ş. (“Brisa”)	BIST	Tire Cement and	Industry	Bridgestone	1.984
Akçansa Çimento Sanayi ve Ticaret A.Ş. (“Akçansa”)	BIST	Clinker	Cement	Heidelberg	2.848
Enerjisa Enerji A.Ş. (“Enerjisa Enerji”)	-	Energy	Energy	E.ON SE	9.136
Temsa İş Makinaları	-	Automotive	Industry	Marubeni	153
Temsa Mısır	-	Automotive	Industry	Lasheen	-

All the Joint Ventures are registered in Turkey.

Affiliates

As of 31 March 2015, the nature of business and operating segments of the Affiliates which are accounted through equity method in the consolidated financial statements are as follows:

Affiliates	Name of Exchange Traded	Nature of business	Business segment	Ventures	Number of employees (*)
Philsa Philip Morris Sabancı Sigara ve Tütün San. Ve Tic. A.Ş (Philsa)	-	Tobacco products production	Industry	Philip Morris	2.638
Philip Morris Sabancı Pazarlama Satış A.Ş. (“Philip Morrisa”)	-	Tobacco products marketing and sales	Industry	Philip Morris	

(*) Number of employees represents the total number of employees of Philsa and Philip Morrisa.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.1 *Basis of Presentation*

2.1.1 Statement of Compliance to TAS

Sabancı Holding, its Subsidiaries and Joint Ventures registered in Turkey maintain their books of accounts and prepare their statutory financial statements ("Statutory Financial Statements") in TL in accordance with the Turkish Commercial Code ("TCC"), tax legislation and the Uniform Chart of Accounts issued by the Ministry of Finance, applicable Turkish insurance laws for insurance companies and banking law, accounting principles and instructions promulgated by the Banking Regulation and Supervising Agency for banks and accounting principles issued by the CMB for listed companies. The foreign Subsidiaries and Joint Ventures maintain their books of account in accordance with the laws and regulations in force in the countries in which they are registered. These consolidated financial statements are based on the statutory records, which are maintained under historical cost conversion, with the required adjustments and reclassifications reflected for the purpose of fair presentation in accordance with the Turkish Accounting Standards issued by POA.

The accompanying financial statements are prepared in accordance with the requirements of Capital Markets Board ("CMB") Communiqué Serial II, No: 14.1 "Basis of Financial Reporting in Capital Markets", which were published in the Official Gazette No:28676 on 13 June 2013. The accompanying financial statements are prepared based on the Turkish Accounting Standards / Turkish Financial Reporting Standards and interpretations ("TAS/TFRS") that have been put into effect by the Public Oversight Accounting and Auditing Standards Authority ("POA") under Article 5 of the Communiqué.

The Group issued the condensed financial statements as of 31 March 2015 in accordance with Turkish Accounting Standard No: 34 "Interim Financial Reporting".

Based on this Communiqué, explanations and disclosures which are required in the annual consolidated financial statements prepared in accordance with TAS have been summarized or not presented to comply with TAS 34. The accompanying condensed interim consolidated financial statements should be read in conjunction with the consolidated statements for the year ended 31 December 2014. Interim financial results are not solely indicators of the results for the year end.

Preparation of Financial Statements in Hyperinflationary Periods

Based on CMB's resolution No: 11/367 issued on 17 March 2005, companies operating in Turkey and preparing their financial statements in accordance with the POA Accounting Standards are not subject to inflation accounting effective from 1 January 2005. Therefore, starting from January 2005, TAS 29 "Financial Reporting in Hyperinflationary Economies" is not applied in the accompanying consolidated financial statements.

Functional and Presentation Currency

Items included in the financial statements of each Group entity are measured using the currency that best reflects the economic substance of the underlying events and circumstances relevant to that entity (functional currency). The financial position and operation results of each entity are presented in Turkish Lira, which is the functional currency of the consolidated financial statements of the Group.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

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

2.1 Basis of Presentation (continued)

2.1.2 Adoption of New and Revised Turkish Accounting Standards

(a) Amendments to Turkish Accounting Standards effecting consolidated financial statements and disclosures

None.

(b) New and revised standards applicable in 2015 with no material effect on the consolidated financial statements of the Group

Amendments to TAS 19	<i>Defined Benefit Plans: Employee Contributions</i> ¹
Annual Improvements to 2010-2012 Cycle	<i>TFRS 2, TFRS 3, TFRS 8, TFRS 13, TAS 16 and TAS 38, TAS 24, TFRS 9, TAS 37, TAS 39</i> ¹
Annual Improvements to 2011-2013 Cycle	<i>TFRS 3, TFRS 13, TAS 40</i> ¹

¹ Effective for annual periods beginning on or after 30 June 2014.

Amendments to TAS 19 Defined Benefit Plans: Employee Contributions

This amendment clarifies the requirements that relate to how contributions from employees or third parties that are linked to service should be attributed to periods of service. In addition, it permits a practical expedient if the amount of the contributions is independent of the number of years of service, in that contributions, can, but are not required, to be recognized as a reduction in the service cost in the period in which the related service is rendered.

Annual Improvements to 2010-2012 Cycle

TFRS 2: Amends the definitions of 'vesting condition' and 'market condition' and adds definitions for 'performance condition' and 'service condition'.

TFRS 3: Require contingent consideration that is classified as an asset or a liability to be measured at fair value at each reporting date.

TFRS 8: Requires disclosure of the judgments made by management in applying the aggregation criteria to operating segments, clarify reconciliations of segment assets only required if segment assets are reported regularly.

TFRS 13: Clarify that issuing TFRS 13 and amending TFRS 9 and TAS 39 did not remove the ability to measure certain short-term receivables and payables on an undiscounted basis (amends basis for conclusions only).

TAS 16 and TAS 38: Clarify that the gross amount of property, plant and equipment is adjusted in a manner consistent with a revaluation of the carrying amount.

TAS 24: Clarify how payments to entities providing management services are to be disclosed. Annual Improvements to 2010-2012 Cycle also led to amendments in related provisions of TFRS 9, TAS 37 and TAS 39, respectively.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

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

2.1 Basis of Presentation (continued)

2.1.2 Adoption of New and Revised Turkish Accounting Standards (continued)

(b) New and revised standards applicable in 2015 with no material effect on the consolidated financial statements of the Group (continued)

Annual Improvements to 2011-2013 Cycle

TFRS 3: Clarify that TFRS 3 excludes from its scope the accounting for the formation of a joint arrangement in the financial statements of the joint arrangement itself.

TFRS 13: Clarify the scope of the portfolio exception in paragraph 52.

TAS 40: Clarifying the interrelationship of TFRS 3 and TAS 40 when classifying property as investment property or owner-occupied property.

(c) New and Revised TFRSs in issue but not yet effective

TFRS 9	<i>Financial Instruments</i>
Amendments to TFRS 9 and TFRS 7	<i>Mandatory Effective Date of TFRS 9 and Transition Disclosures</i>
Amendments to TAS 16 and TAS 38	<i>Clarification of Acceptable Methods of Depreciation and Amortisation</i> ¹
Amendments to TAS 16 and TAS 41 and amendments to TAS 1, TAS 17, TAS 23, TAS 36 and TAS 40	<i>Agriculture: Bearer Plants</i> ¹
Amendments to TFRS 11 and TFRS 1 Annual Improvements to 2011-2013 Cycle	<i>Accounting for Acquisition of Interests in Joint operations</i> ¹
Amendments to TAS 1 Annual Improvements to 2012-2014 Cycle	<i>TFRS 1</i> ²
Amendments to TAS 27	<i>Disclosure Initiative</i> ²
Amendments to TFRS 10 and TAS 28	<i>TFRS 5, TFRS 7, TAS 34, TAS 19</i> ²
	<i>Equity Method in Separate Financial Statements</i> ²
	<i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i> ²

¹ Effective for annual periods beginning on or after 31 December 2015

² Effective for annual periods beginning on or after 1 January 2016.

TFRS 9 Financial Instruments

TFRS 9, issued in November 2009, introduces new requirements for the classification and measurement of financial assets. TFRS 9 was amended in October 2010 to include requirements for the classification and measurement of financial liabilities and for derecognition.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

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

2.1 Basis of Presentation (continued)

2.1.2 Adoption of New and Revised Turkish Accounting Standards (continued)

c) New and Revised TFRSs in issue but not yet effective (continued)

Amendments to TFRS 9 and TFRS 7 Mandatory Effective Date of TFRS 9 and Transition Disclosures

The mandatory effective date of TFRS 9 will be no earlier than annual periods beginning on or after 1 January 2018.

Amendments to TAS 16 and TAS 38 Clarification of Acceptable Methods of Depreciation and Amortisation

This amendment clarifies that a depreciation method that is based on revenue that is generated by an activity that includes the use of an asset is not appropriate for property, plant and equipment, and introduces a rebuttable presumption that an amortisation method that is based on the revenue generated by an activity that includes the use of an intangible asset is inappropriate, which can only be overcome in limited circumstances where the intangible asset is expressed as a measure of revenue, or when it can be demonstrated that revenue and the consumption of the economic benefits of the intangible asset are highly correlated. The amendment also adds guidance that expected future reductions in the selling price of an item that was produced using an asset could indicate the expectation of technological or commercial obsolescence of the asset, which, in turn, might reflect a reduction of the future economic benefits embodied in the asset.

Amendments to TAS 16 and TAS 41 and Amendments to TAS 1, TAS 17, TAS 23, TAS 36 and TAS 40 Agriculture: Bearer Plants

This amendment include ‘bearer plants’ within the scope of TAS 16 rather than TAS 41, allowing such assets to be accounted for a property, plant and equipment and measured after initial recognition on a cost or revaluation basis in accordance with TAS 16. The amendment also introduces a definition of ‘bearer plants’ as a living plant that is used in the production or supply of agricultural produce, is expected to bear produce for more than one period and has a remote likelihood of being sold as agricultural produce, except for incidental scrap sales, and clarifies that produce growing on bearer plants remains within the scope of TAS 41.

Amendments to TAS 16 and TAS 41 also led to amendments in related provisions of TAS 1, TAS 17, TAS 23, TAS 36 and TAS 40, respectively.

Amendments to TFRS 11 and TFRS 1 Accounting for Acquisition of Interests in Joint operations

This amendment requires an acquirer of an interest in a joint operation in which the activity constitutes a business to:

- apply all of the business combinations accounting principles in TFRS 3 and other TAS, except for those principles that conflict with the guidance in TFRS 11,
- disclose the information required by TFRS 3 and other TAS for business combinations.

This amendment on TFRS 11 has entailed amendments in related paragraphs of TFRS 1 too.

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(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

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

2.1 Basis of Presentation (continued)

2.1.2 Adoption of New and Revised Turkish Accounting Standards (continued)

c) New and Revised TFRSs in issue but not yet effective (continued)

Annual Improvements 2011-2013 Cycle

TFRS 1: Clarify which versions of TAS can be used on initial adoption (amends basis for conclusions only).

Amendments to TAS 1 Disclosure Initiative

This amendment addresses perceived impediments to preparers exercising their judgment in presenting their financial reports.

Annual Improvements 2012-2014 Cycle

TFRS 5: Adds specific guidance in TFRS 5 for cases in which an entity reclassifies an asset from held for sale to held for distribution or vice versa and cases in which held-for-distribution accounting is discontinued.

TFRS 7: Additional guidance to clarify whether a servicing contract is continuing involvement in a transferred asset, and clarification on offsetting disclosures in condensed interim financial statements.

TAS 34: Clarify the meaning of ‘elsewhere in the interim report’ and require a cross-reference.

Annual Improvements to 2012-2014 Cycle also led to amendments in related provisions of TAS 19.

Amendments to TAS 27 *Equity Method in Separate Financial Statements*

This amendment permits investments in subsidiaries, joint ventures and associates to be optionally accounted for using the equity method in separate financial statements.

Amendments to TFRS 10 and TAS 28 *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

This amendment clarifies the treatment of the sale or contribution of assets from an investor to its associate or joint venture.

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

2.1 Basis of Presentation (continued)

2.1.2 Adoption of New and Revised Turkish Accounting Standards (continued)

c) New and Revised TFRSs in issue but not yet effective (continued)

Amendments to TFRS 10, TFRS 12 and TAS 28 Investment Entities: Applying the Consolidation Exception

This amendment addresses issues that have arisen in the context of applying the consolidation exception for investment entities by clarifying the following points:

- The exemption from preparing consolidated financial statements for an intermediate parent entity is available to a parent entity that is a subsidiary of an investment entity, even if the investment entity measures all of its subsidiaries at fair value.
- A subsidiary that provides services related to the parent’s investment activities should not be consolidated if the subsidiary itself is an investment entity.
- When applying the equity method to an associate or a joint venture, a non-investment entity investor in an investment entity may retain the fair value measurement applied by the associate or joint venture to its interests in subsidiaries.
- An investment entity measuring all of its subsidiaries at fair value provides the disclosures relating to investment entities required by TFRS 12.

The Group evaluates the effects of these standards, amendments and improvements on the consolidated financial statements

2.1.3 Basis of Consolidation

- a) The consolidated financial statements include the accounts of the parent company, Hacı Ömer Sabancı Holding A.Ş., its Subsidiaries and Joint Ventures (collectively referred to as the “Group”) on the basis set out in sections (b) to (f) below. The financial statements of the companies included in the scope of consolidation have been prepared at the date of the consolidated financial statements, and are prepared in accordance with Turkish Accounting Standards as explained in Note 2.1.1. The result of operations of Subsidiaries, Joint Ventures and Associates are included or excluded in these consolidated financial statements subsequent to the date of acquisition or date of sale respectively.
- b) Subsidiaries are companies on which the Holding has the power to control directly or indirectly. The Group has control over a company if it is exposed to variable returns as a result of a business relationship with a company or has right on these returns and at the same time has the power to influence these returns with its power on the company.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

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

2.1 Basis of Presentation (continued)

2.1.3 Basis of Consolidation (continued)

- c) Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to owners of the Company.

When the Group loses control of a subsidiary, a gain or loss is recognized in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests. All amounts previously recognized in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets or liabilities of the subsidiary (i.e. reclassified to profit or loss or transferred to another category of equity as specified/permitted by applicable TFRS). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under TAS 39, when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

The table below sets out all consolidated Subsidiaries and shows the proportion of ownership interest and the effective interest of the Holding in these subsidiaries at 31 March 2015 and 31 December 2014:

	31 March 2015		31 December 2014	
	Direct and indirect ownership interest by the Holding and its Subsidiaries	Proportion of Ownership Interest	Direct and indirect ownership interest by the Holding and its Subsidiaries	Proportion of ownership interest
Subsidiaries	%	%	%	%
AEO	76,85	76,85	76,85	76,85
Akbank	40,75	40,75	40,76	40,76
Bimsa	100,00	100,00	100,00	100,00
Çimsa	58,41	53,00	58,41	53,00
Exsa	61,68	46,23	61,68	46,23
Kordsa Global	91,11	91,11	91,11	91,11
Teknosa	60,29	60,29	60,29	60,29
Temsa	48,71	48,71	48,71	48,71
Tursa	100,00	100,00	100,00	100,00
Yülsa	57,88	57,88	57,88	57,88
Sasa (*)	51,00	51,00	51,00	51,00
Carrefoursa	50,93	50,93	50,93	50,93

(*)The share transfer agreement was signed on 13 January 2015 regarding the sale of all shares in Group's subsidiary SASA Polyester Sanayi A.Ş., corresponding to 51 % of the share capital of the Company, to Erdemoğlu Holding A.Ş. According the share transfer agreement, the transfer price of Sabancı Holding's shares in SASA Polyester Sanayi A.Ş., corresponding to 51 % of the share capital is USD 104 million, after adjustments. USD 20 million of the transfer price was paid in advance, remaining part of it amounting to 84 million was collected on 30 April 2015 and share transfer has been completed.

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

2.1 Basis of Presentation (continued)

2.1.3 Basis of Consolidation (continued)

The balance sheets and statements of profit or loss of the Subsidiaries are consolidated on a line-by-line basis and the carrying value of the investment held by the Holding and its Subsidiaries is eliminated against the related shareholders' equity. Intercompany transactions and balances between the Holding and its Subsidiaries are eliminated on consolidation. The cost of, and the dividends arising from, shares held by the Holding in its Subsidiaries are eliminated from shareholders' equity and income for the period, respectively.

Financial statements of Subsidiaries, whose financial position at 31 March 2015 and result of operations for period ended 31 March 2015 are insignificant to the overall consolidated financial statements, are not consolidated on the grounds of materiality. Such Subsidiaries are classified as available for sale equity securities in these consolidated financial statements.

The table below sets out the Joint Ventures and shows the proportion of ownership interest and effective interest of the Holding in these Joint Ventures at 31 March 2015 and 31 December 2014:

	31 March 2015		31 December 2014	
	Direct and indirect ownership interest by the Holding and its Subsidiaries	Proportion of effective interest	Direct and indirect ownership interest by the Holding and its Subsidiaries	Proportion of effective interest
Joint ventures	%	%	%	%
Akçansa	39,72	39,72	39,72	39,72
Aksigorta	36,00	36,00	36,00	36,00
Avivasa	41,28	41,28	41,28	41,28
Brisa	43,63	43,63	43,63	43,63
Enerjisa Enerji	50,00	50,00	50,00	50,00

Sabancı family members do not have any interest in the share capital of the Joint Ventures.

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

2.1 Basis of Presentation (continued)

2.1.3 Basis of Consolidation (continued)

- e) Investments in Associates are accounted for by the equity method. These are companies where the Group has significant influence rather than control over the business operations. Unrealized gains that result from intercompany transactions between the Holding and its Associates are eliminated on consolidation considering the Group share, whereas unrealized losses are eliminated unless they do not address any impairment. Equity accounting is not applied for Investments in Associates if the carrying amount of the investment in an Associate reaches zero, unless the Holding has incurred obligations or guaranteed obligations in respect of the Associates. Such Associates are recognized at fair value if the fair value can be determined objectively; otherwise, they are recognized at cost. Financial statements of associates, whose financial position at 31 March 2015 and result of operations for the period year ended 31 March 2015 are insignificant to the overall consolidated financial statements, are not consolidated on the grounds of materiality. Such associates are classified as available for sale equity securities in these consolidated financial statements (Note 4.b).

The table below sets out all Associates and shows the total interest of the Holding in these associates at 31 March 2015 and 31 December 2014:

Associates	Proportion of effective Interest by the Holding %
Philsa Philip Morris Sabancı Sigara ve Tütün San. ve Tic. A.Ş. ("Philsa")	25,00
Philip Morris Sabancı Pazarlama Satış A.Ş. ("Philip Morrisa")	24,75

Sabancı family members do not have any interest in the share capital of Associates.

- f) Other investments over which the Holding does not exercise a significant influence, or which are immaterial, are classified as available for sale. Available for sale investments that do not have a quoted market price in active markets and whose fair value cannot be measured reliably are carried at cost less any provision for diminution in value. Available for sale investments that have a quoted market price in active markets and whose fair values can be measured reliably are carried at fair value (Note 4.b).
- g) The results of Subsidiaries are included or excluded from consolidation regarding to their effective dates of acquisition and disposal, respectively. The portion of the profit or loss and net assets of Subsidiaries attributable to equity interests that are not owned, directly or indirectly through the Subsidiaries, by the parents, is presented as non-controlling interest. Certain Sabancı family members, Sabancı Vakfı, a charitable foundation established by Sabancı family members and Akbank Tekaüt Sandığı, a retirement foundation for Akbank employees, have interests in the share capital of certain Subsidiaries and Associates. In these consolidated financial statements their interests are treated as non-controlling interest and are not included in the Holding's net assets and profits attributable to shareholders of the Holding.

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

2.1 Basis of Presentation (continued)

2.1.4 Offsetting

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

2.1.5 Comparatives and Restatement of Prior Year Financial Statements

In order to allow for the determination of the financial situation and performance trends, the Group’s consolidated financial statements have been presented comparatively with the prior year. The Group presented the consolidated balance sheet as of 31 March 2015 comparatively with the consolidated balance sheet as of 31 December 2014 and presented the consolidated statement of profit or loss, statement of cash flows and statement of changes in equity for the year 1 January-31 March 2015 comparatively with the year 1 January-31 March 2014.

The share transfer agreement was signed on 13 January 2015 regarding the sale of all shares in Group’s subsidiary SASA Polyester Sanayi A.Ş., corresponding to 51 % of the share capital of the Company, to Erdemoğlu Holding A.Ş. According the share transfer agreement, the transfer price of Sabancı Holding’s shares in SASA Polyester Sanayi A.Ş., corresponding to 51 % of the share capital is USD 104 million, after adjustments. USD 20 million of the transfer price was paid in advance, remaining part of it amounting to 84 million was collected on 30 April 2015 and share transfer has been completed. As of 31 March 2015 and 2014, the results of operating activities of Sasa have been classified to income/ (expenses) from discontinued operations on the consolidated statement of profit or loss.

A share transfer agreement was signed on 30 September 2014 regarding the sale of Group’s subsidiary Kordsa’s shares in its subsidiary Kordsa Argentina, to Nicolas Jose Santos and Intenta S.A and the share transfer was completed on 2 October 2014. As of 31 March 2014, the results of operating activities of Kordsa Argentina have been classified profit for the period regarding discontinued operations on the consolidated statement of profit or loss.

As of 18 December 2014, dissolution procedures of Kordsa Qingdao Nylon Enterprise Limited (KQNE), subsidiary of Kordsa Global, which is operating in China, has been ended. As of 31 March 2014, the results of operating activities of KQNE have been classified profit for the period regarding discontinued operations on the consolidated statement of profit or loss.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 31 MARCH 2015**

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

2.2 *Changes in Accounting Policies and Estimates and Errors*

Changes made in the accounting policies and corrections regarding accounting errors are applied retrospectively and prior year financial statements are restated.

If changes in the accounting estimates are related to only one period, they are applied in the current year; if they are related to the future periods, they are applied both in current and future periods. Except from the amendments that are defined in note 2.1.5 is in line with the principles set forth in note 2.1.2. There is no change in the accounting estimates of the Group in the current period consolidated financial statements.

When a significant accounting error is identified, it is corrected retrospectively and the prior year financial statements are restated. The Group did not detect any significant accounting error in the current period.

2.3 *Summary of Significant Accounting Policies*

The condensed consolidated interim financial statements for the period ended 31 March 2015 have been prepared in accordance with TAS 34, the standard on the preparation and presentation of interim period financial statements. The accounting policies used in the preparation of the condensed interim consolidated financial statements for the period ended 31 March 2015 are consistent with those used in the preparation of consolidated financial statements for the year ended 31 December 2014. Accordingly, these condensed interim consolidated financial statements should be read in conjunction with the consolidated statements for the year ended 31 December 2014.

2.4 *Critical Accounting Estimates and Assumptions*

The preparation of the consolidated financial statements in conformity with Turkish Accounting Standards (“TAS”) requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management’s best knowledge of current event and actions, actual results ultimately may differ from those estimates. Estimates are regularly reviewed; related corrections are adjusted and accounted for related period income statement. Critical accounting estimates and assumptions used in the condensed consolidated financial statements as of 31 March 2015 are consistent with the critical accounting estimates and assumptions used in the consolidated financial statements as of 31 December 2014.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

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NOTE 3 – SEGMENT REPORTING

According to the changes stated in Note 2.1.3 Changes in the Basis of Consolidation, the Group has restated Segmental Analysis. In this context, since Joint Ventures are accounted through Equity Method, segmental analysis for sales and operating profit is performed through Companies' standalone financial results by the senior management. Segmental analysis for net income is performed through consolidated financial results. Segment reporting details presented below reflect the combined total of standalone performance results of all companies regardless of the type and shareholding rates of the affiliates.

Holding key management reviews the results and performance of its reportable operating segments based on EBITDA (earnings before interest, foreign currency gains and losses and due date income and expenses as part of other operating income and expenses and depreciation and amortisation). In addition to the requirements of segment reporting, The Group's management presented this information for certain financial statement readers to utilize this data during their analyses.

a) External revenues (Consolidated):

	1 January - 31 March 2015	1 January - 31 March 2014
Banking	4.249.303	3.821.641
Industry	767.595	910.778
Retail	1.441.834	1.376.058
Cement	234.964	225.464
Other	31.195	28.095
Total (*)	6.724.891	6.362.036

(*) The distribution of income refers to total revenue in the consolidated income statement.

b) Segment assets (Consolidated):

	31 March 2015	31 December 2014
Banking	231.508.000	216.569.579
Industry	3.259.891	3.055.376
Retail	2.604.639	2.904.392
Cement	1.406.654	1.347.850
Other	1.531.289	1.187.968
Segment assets (*)	240.310.473	225.065.165
Assets classified as held for sale (Note 15)	704.678	681.276
Investments accounted through equity method (Note 7)	5.364.774	5.486.817
Unallocated assets	357.449	420.637
Less: intersegment eliminations	(1.127.854)	(1.127.340)
Total assets as per consolidated financial statements	245.609.520	230.526.555

(*) Segment assets mainly comprise operating assets in the consolidated financial statements.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

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NOTE 3 – SEGMENT REPORTING (Continued)

c) Segment liabilities (Consolidated):

	31 March 2015	31 December 2014
Banking	205.046.673	189.873.567
Industry	1.758.556	1.619.647
Retail	1.358.953	1.688.268
Cement	471.887	274.268
Other	322.324	519.835
Segment liabilities (*)	208.958.393	193.975.585
Liabilities related with asset classified as held for sale	365.984	349.554
Unallocated liabilities	300.019	468.565
Less: intersegment eliminations	(1.105.975)	(1.125.029)
Total liabilities as per consolidated financial statements	208.518.421	193.668.675

(*) Segment liabilities mainly comprise operating liabilities in the consolidated financial statements.

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NOTE 3 – SEGMENT REPORTING (Continued)

b) The balance sheet items by segment:

i) Banking:

	Combined(*) 31 March 2015	Consolidated(**) 31 March 2015	Combined(*) 31 December 2014	Consolidated(**) 31 December 2014
Cash and cash equivalents	12.987.321	12.987.321	7.386.362	7.386.362
Financial assets	47.603.200	47.603.200	48.510.984	48.510.984
Derivative financial instruments	2.704.422	2.704.422	1.695.280	1.695.280
Reserve deposits with the Central Bank of Republic of Turkey	22.581.421	22.581.421	18.917.875	18.917.875
Receivables from finance sector operations	142.853.411	142.853.411	137.722.442	137.722.442
Property, plant and equipment	834.984	834.984	861.644	861.644
Intangible assets	239.166	239.166	229.004	229.004
Other receivables and other assets(***)	1.704.075	1.704.075	1.245.988	1.245.988
Total segment assets	231.508.000	231.508.000	216.569.579	216.569.579
Financial liabilities	37.510.288	37.510.288	32.251.507	32.251.507
Payables from finance sector operations	159.028.296	159.028.296	150.945.357	150.945.357
Derivative financial instruments	2.325.316	2.325.316	1.313.165	1.313.165
Other payables and other liabilities(***)	6.182.773	6.182.773	5.363.538	5.363.538
Total segment liabilities	205.046.673	205.046.673	189.873.567	189.873.567

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies before elimination which belong to the related segment considering the Holding's portion of ownership.

(***) Other receivables and other assets, other payables and other liabilities do not include deferred tax assets and liabilities. These items are included in non-segment assets and liabilities.

Banking segment consists of Akbank. Akbank's accumulated non-controlling interests calculated from its financial statements amount to TL 15.793.934 as of 31 March 2015 (31 December 2014: TL 15.851.364).

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

d) The balance sheet items by segment (continued):

ii) Insurance:

	Combined (*) 31 March 2015	Consolidated(**) 31 March 2015	Combined(*) 31 December 2014	Consolidated (**) 31 December 2014
Cash and cash equivalents	1.051.902	-	1.148.748	-
Financial assets	809.613	-	711.620	-
Receivables from finance sector operations	508.548	-	443.009	-
Investments accounted through equity method (Note 7)	-	265.900	-	305.932
Property, plant and equipment	29.938	-	30.694	-
Intangible assets	60.426	-	53.490	-
Other receivables and other assets(***)	848.962	-	766.369	-
Total segment assets	3.309.389	265.900	3.153.930	305.932
Payables from finance sector operations	2.456.896	-	2.311.989	-
Other payables and other liabilities(***)	161.898	-	122.355	-
Total segment liabilities	2.618.794	-	2.434.344	-

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies before elimination which belong to the related segment considering the Holding's portion of ownership.

(***) Other receivables and other assets, other payables and other liabilities do not include deferred tax assets and liabilities. These items are included in non-segment assets and liabilities.

Insurance segment consists of Aksigorta and Avivasa.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

d) The balance sheet items by segment (continued):

iii) Energy:

	Combined (*) 31 March 2015	Consolidated(**) 31 March 2015	Combined(*) 31 December 2014	Consolidated (**) 31 December 2014
Cash and cash equivalents	810.237	-	208.504	-
Financial assets	836	-	836	-
Trade receivables	1.945.903	-	1.753.314	-
Inventories	149.960	-	110.686	-
Investments accounted through equity method (Note 7)	-	4.354.244	-	4.214.024
Property, plant and equipment	9.514.549	-	9.258.100	-
Intangible assets	6.308.954	-	6.362.236	-
Other receivables and other assets(***)	5.897.905	-	5.954.282	-
Total segment assets	24.628.344	4.354.244	23.647.958	4.214.024
Financial liabilities	9.656.727	-	9.023.832	-
Payables to privatization administration	2.423.666	-	2.413.806	-
Trade payables	1.331.639	-	1.209.009	-
Other payables and other liabilities(***)	2.041.188	-	2.077.221	-
Total segment liabilities	15.453.220	-	14.723.868	-

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies before elimination which belong to the related segment considering the Holding's portion of ownership.

(***) Other receivables and other assets, other payables and other liabilities do not include deferred tax assets and liabilities. These items are included in non-segment assets and liabilities.

Energy segment consists of Enerjisa Enerji A.Ş. and its subsidiaries.

HACI ÖMER SABANCI HOLDİNG A.Ş.

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(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

d) The balance sheet items by segment (continued):

iv) Industry:

	Combined(*) 31 March 2015	Consolidated(**) 31 March 2015	Combined(*) 31 December 2014	Consolidated (**) 31 December2014
Cash and cash equivalents	36.879	19.047	58.858	38.269
Financial assets	94	94	85	85
Trade receivables	1.415.249	858.120	1.326.886	801.839
Inventories	1.148.516	797.363	1.056.780	742.827
Investments accounted through equity method (Note 7)	205.009	422.618	317.465	581.173
Property, plant and equipment	1.797.174	1.206.250	1.708.540	1.125.169
Intangible assets	177.413	135.842	179.767	139.418
Other receivables and other assets(***)	1.181.573	947.852	1.033.454	886.043
Total segment assets	5.961.907	4.387.186	5.681.835	4.314.823
Financial liabilities	2.152.400	1.151.588	1.819.622	1.096.871
Trade payables	531.212	358.938	551.337	342.450
Other payables and other liabilities(***)	722.658	614.014	618.726	529.880
Total segment liabilities	3.406.270	2.124.540	2.989.685	1.969.201

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies before elimination which belong to the related segment considering the Holding's portion of ownership.

(***)Other receivables and other assets, other payables and other liabilities do not include deferred tax assets and liabilities. These items are included in non-segment assets and liabilities.

Industry segment consists of Kordsa, Temsa, SASA, Yünsa, Brisa, Philsa and Philsa Morrissa.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

d) The balance sheet items by segment (continued):

v) Retail:

	Combined (*) 31 March 2015	Consolidated(**) 31 March 2015	Combined (*) 31 December 2014	Consolidated (**) 31 December 2014
Cash and cash equivalents	89.756	89.756	287.701	287.701
Trade receivables	51.534	51.534	53.126	53.126
Inventories	904.727	904.727	972.339	972.339
Investment property	196.867	196.867	232.245	232.245
Property, plant and equipment	890.591	890.591	901.943	901.943
Intangible assets	44.635	44.635	43.473	43.473
Other receivables and other assets(***)	365.693	426.529	352.729	413.565
Total segment assets	2.543.803	2.604.639	2.843.556	2.904.392
Financial liabilities	25.083	25.083	84.532	84.532
Trade payables	1.074.350	1.074.350	1.333.881	1.333.881
Other payables and other liabilities(***)	259.520	259.520	269.854	269.854
Total segment liabilities	1.358.953	1.358.953	1.688.267	1.688.267

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies before elimination which belong to the related segment considering the Holding's portion of ownership.

(***) Other receivables and other assets, other payables and other liabilities do not include deferred tax assets and liabilities. These items are included in non-segment assets and liabilities.

Retail segment consists of Teknosa and Carrefoursa.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

DİPNOT 3 - SEGMENT REPORTING (Continued)

d) The balance sheet items by segment (continued):

vi) Cement:

	Combined(*) 31 March 2015	Consolidated (**) 31 March 2015	Combined (*) 31 December 2014	Consolidated (**) 31 December 2014
Cash and cash equivalents	65.951	56.247	65.612	57.917
Financial assets	162.177	57	162.085	57
Trade receivables	587.911	258.559	560.809	221.577
Inventories	273.506	125.837	258.475	119.641
Investments accounted through equity method (Note 7)	-	322.012	-	385.688
Property, plant and equipment	1.475.284	763.252	1.470.882	764.908
Intangible assets	55.755	18.110	54.734	18.552
Other receivables and other assets(***)	334.600	184.593	315.129	165.198
Total segment assets	2.955.184	1.728.667	2.887.726	1.733.538
Financial liabilities	327.831	242.283	203.971	105.676
Trade payables	279.949	90.957	345.228	106.506
Other payables and other liabilities(***)	421.314	138.647	115.382	62.086
Total segment liabilities	1.029.094	471.887	664.581	274.268

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies before elimination which belong to the related segment considering the Holding's portion of ownership.

(***) Other receivables and other assets, other payables and other liabilities do not include deferred tax assets and liabilities. These items are included in non-segment assets and liabilities.

Cement segment consists of Akçansa and Çimsa.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

d) The balance sheet items by segment (continued):

vii) Other:

	Combined (*) 31 March 2015	Consolidated(**) 31 March 2015	Combined(*) 31 December 2014	Consolidated (**) 31 December 2014
Cash and cash equivalents	833.512	833.512	665.661	665.661
Financial assets	11.707.645	385	11.712.548	385
Trade receivables	20.367	20.367	32.882	32.163
Inventories	810	810	4.799	4.799
Property, plant and equipment	261.608	225.540	262.332	226.323
Intangible assets	6.796	6.796	5.888	5.888
Other receivables and other assets(***)	385.521	443.879	196.674	255.750
Total segment assets	13.216.259	1.531.289	12.880.784	1.190.969
Financial liabilities	-	-	349.725	349.725
Trade payables	21.233	21.233	36.881	36.881
Other payables and other liabilities(***)	234.055	321.028	133.229	133.229
Total segment liabilities	255.288	342.261	519.835	519.835

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies before elimination which belong to the related segment considering the Holding's portion of ownership.

(***) Other receivables and other assets, other payables and other liabilities do not include deferred tax assets and liabilities. These items are included in non-segment assets and liabilities.

Other segment consists of Sabancı Holding A.Ş., Exsa, Tursa, AEO and Bimsa.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

e) The reconciliation of the consolidated statement of profit or loss:

	1 January - 31 March 2015			1 January - 31 March 2014		
	Total Consolidation of Segments Before Elimination	Elimination and Consolidation Adjustments	Consolidated	Total Consolidation of Segments Before Elimination	Elimination and Consolidation Adjustments	Consolidated
Total revenue	6.743.325	(18.434)	6.724.891	6.379.258	(17.222)	6.362.036
Cost of sales and interest, premiums, commissions and other expenses	(4.196.881)	16.896	(4.179.985)	(4.168.718)	17.109	(4.151.609)
General administration expenses	(1.253.655)	5.394	(1.248.261)	(1.009.533)	4.104	(1.005.429)
Sales, marketing and distribution expenses	(321.239)	399	(320.840)	(291.796)	143	(291.653)
Research and development expenses	(833)	-	(833)	(1.517)	-	(1.517)
Other operating income/(expense) - net	140.351	(227)	140.124	73.145	(3.923)	69.222
Interest in income of joint ventures	231.115	(1)	231.114	90.690	1	90.691
Operating profit	1.342.183	4.027	1.346.210	1.071.529	212	1.071.741
Income/(expense) from investing activities - net	169.063	(13.590)	155.473	39.197	(15.394)	23.803
Operating profit before financial expense	1.511.246	(9.563)	1.501.683	1.110.726	(15.182)	1.095.544
Financial income/(expense) – net	(49.113)	8.710	(40.403)	(41.498)	10.322	(31.176)
Income before tax	1.462.133	(853)	1.461.280	1.069.228	(4.860)	1.064.368
Tax	(241.551)	-	(241.551)	(203.903)	-	(203.903)
Profit/(loss) after tax from discontinued operations	13.555	-	13.555	16.052	-	16.052
Income for the period	1.234.137	(853)	1.233.284	881.377	(4.860)	876.517
Net income attributable to equity holders of the parent			648.478			420.016

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

f) The income statement items by segment:

i) Banking:

	Combined(*) 31 March 2015	Consolidated(**) 31 March 2015	Combined(*) 31 March 2014	Consolidated (**) 31 March 2014
Interest, commission and other income	4.258.261	4.258.261	3.832.000	3.832.000
Interest, commission and other expenses	(2.234.433)	(2.234.433)	(2.140.721)	(2.140.721)
General administration expenses	(1.147.804)	(1.147.804)	(911.904)	(911.904)
Other operating income/(expense) - net	140.005	140.005	68.704	68.704
Operating profit	1.016.029	1.016.029	848.079	848.079
Income/(expense) from investing activities - net	1.755	1.755	1.231	1.231
Operating profit before financial expense	1.017.784	1.017.784	849.310	849.310
Financial income/(expense) – net	-	-	-	-
Income before tax	1.017.784	1.017.784	849.310	849.310
Tax	(209.104)	(209.104)	(173.481)	(173.481)
Net income	808.680	808.680	675.829	675.829
Net income attributable to equity holders of the parent		329.536		275.535
EBITDA	1.072.898	1.072.898	895.978	895.978

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies before elimination which belong to the related segment considering the Holding's portion of ownership.

Akbank's net income attributable to non-controlling interest is TL 479.144 as of 31 March 2015 (31 March 2014: TL 400.294).

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

f) The income statement items by segment (continued):

ii) Insurance:

	Combined (*) 31 March 2015	Consolidated(**) 31 March 2015	Combined(*) 31 March 2014	Consolidated (**) 31 March 2014
Gross premiums	513.457	-	533.256	-
Premiums, commission and other expenses	(498.908)	-	(465.608)	-
General administration expenses	(74.895)	-	(65.400)	-
Other operating income/(expense) - net	100.704	-	104.931	-
Interest in income of joint ventures	-	11.883	-	40.112
Operating profit	40.358	11.883	107.179	40.112
Income/(expense) from investing activities - net	4.561	-	5.810	-
Operating profit before financial expense	44.919	11.883	112.989	40.112
Financial income/(expense) – net	(6.636)	-	(5.125)	-
Profit before tax	38.283	11.883	107.864	40.112
Tax	(9.541)	-	(17.348)	-
Net profit	28.742	11.883	90.516	40.112
Net profit attributable to equity holders of the parent	-	11.883	-	-
EBITDA	26.000		97.445	

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies which belong to the related segment considering the Holding's portion of ownership.

Insurance segment consists of Aksigorta and Avivasa results.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

f) The income statement items by segment (continued):

iii) Energy:	Combined(*) 31 March 2015	Consolidated(**) 31 March 2015	Combined(*) 31 March 2014	Consolidated (**) 31 March 2014
Sales revenue (net)	3.038.955	-	2.636.083	-
Cost of sales	(2.470.620)	-	(2.275.665)	-
General administration expenses	(223.213)	-	(222.004)	-
Other operating income/(expense) - net	162.911	-	5.065	-
Interest in income of joint ventures	-	144.428	-	(36.082)
Operating profit	508.033	144.428	143.479	(36.082)
Income/(expense) from investing activities – net	-	-	-	-
Operating profit before financial expense	508.033	144.428	143.479	(36.082)
Financial income/(expense) – net	(163.465)	-	(330.665)	-
Profit before tax	344.568	144.428	(187.186)	(36.082)
Tax	(55.712)	-	114.614	-
Net profit	288.856	144.428	(72.572)	(36.082)
Net income attributable to equity holders of the parent		144.428		(36.082)
EBITDA	582.035		240.047	

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies which belong to the related segment considering the Holding's portion of ownership.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

f) The income statement items by segment (continued):

iv) Industry:	Combined(*) 31 March 2015	Consolidated(**) 31 March 2015	Combined(*) 31 March 2014	Consolidated (**) 31 March 2014
Sales revenue (net)	1.156.587	767.601	1.298.792	910.778
Cost of sales	(923.789)	(639.616)	(1.024.809)	(756.679)
General administration expenses	(47.343)	(28.829)	(41.202)	(26.071)
Sales, marketing and distribution expenses	(85.655)	(37.848)	(77.736)	(39.418)
Research and development expenses	(4.744)	(833)	(5.128)	(1.517)
Other operating income/(expense) - net	29.511	19.243	19.048	10.492
Interest in income of joint ventures	42.041	54.297	43.472	65.126
Operating profit	166.608	134.015	212.437	162.711
Income/(expense) from investing activities - net	11.981	11.963	21.847	21.847
Operating profit before financial expense	178.589	145.978	234.284	184.558
Financial income/(expense) – net	(47.019)	(29.215)	(33.440)	(21.534)
Profit before tax	131.570	116.763	200.844	163.024
Tax	(8.247)	(8.980)	(27.966)	(17.928)
Profit after tax from discontinued operations(***)	13.555	13.555	16.052	16.052
Net profit	136.878	121.338	188.930	161.148
Net profit attributable to equity holders of the parent	-	90.430	-	123.990
EBITDA	192.116	146.792	246.436	179.610

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies which belong to the related segment considering the Holding's portion of ownership.

(***) Profit after tax from discontinued operations contains net income of SASA for the period.

HACI ÖMER SABANCI HOLDİNG A.Ş.

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(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

f) The income statement items by segment (continued):

v) Retail:

	Combined(*) 31 March 2015	Consolidated(**) 31 March 2015	Combined(*) 31 March 2014	Consolidated (**) 31 March 2014
Sales revenue (net)	1.444.267	1.442.816	1.379.715	1.377.405
Cost of sales	(1.114.778)	(1.113.311)	(1.077.104)	(1.074.794)
General administration expenses	(38.302)	(38.318)	(36.190)	(36.190)
Sales, marketing and distribution expenses	(280.563)	(280.563)	(250.162)	(250.162)
Other operating income/(expense) - net	(28.631)	(28.631)	(9.567)	(9.567)
Operating profit/(loss)	(18.007)	(18.007)	6.692	6.692
Income/(expense) from investing activities – net	141.062	141.062	2.810	2.810
Operating profit before financial expense	123.055	123.055	9.502	9.502
Financial income/(expense) – net	(10.230)	(10.230)	(8.151)	(8.151)
Profit / (loss) before tax	112.825	112.825	1.351	1.351
Tax	(10.322)	(10.322)	(1.402)	(1.402)
Net profit / (loss)	102.503	102.503	(51)	(51)
Net profit /(loss) attributable to equity holders of the parent	-	51.214	-	(379)
EBITDA	19.786	19.786	41.942	41.942

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies which belong to the related segment considering the Holding's portion of ownership.

Retail segment consists of Teknosa and Carrefoursa results.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

f) The income statement items by segment (continued):

vi) Cement:

	Combined(*) 31 March 2015	Consolidated(**) 31 March 2015	Combined(*) 31 March 2014	Consolidated (**) 31 March 2014
Sales revenue (net)	533.922	234.970	550.410	225.464
Cost of sales	(396.963)	(177.760)	(407.772)	(168.558)
General administration expenses	(25.609)	(11.932)	(23.696)	(12.250)
Sales, marketing and distribution expenses	(6.234)	(1.647)	(6.503)	(1.546)
Other operating income/(expense) - net	8.289	6.930	(549)	374
Interest in income of joint ventures	-	20.506	-	21.534
Operating profit	113.405	71.067	111.890	65.018
Income/(expense) from investing activities - net	5.363	562	4.834	1.198
Operating profit before financial expense	118.768	71.629	116.724	66.216
Financial income/(expense) – net	(7.514)	(3.089)	(9.360)	(4.549)
Profit before tax	111.254	68.540	107.364	61.667
Tax	(21.654)	(10.036)	(21.605)	(8.733)
Net profit	89.600	58.504	85.759	52.934
Net profit attributable to equity holders of the parent	-	40.749	-	38.130
EBITDA	139.468	81.273	142.256	78.802

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies which belong to the related segment considering the Holding's portion of ownership
Cement segment consists of Akçansa and Çimsa results.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

f) The income statement items by segment (continued):

vii) Other:

	Combined(*) 31 March 2015	Consolidated(**) 31 March 2015	Combined(*) 31 March 2014	Consolidated(**) 31 March 2014
Sales revenue (net)	877.132	39.677	664.086	33.611
Cost of sales	(31.774)	(31.761)	(27.979)	(27.967)
General administration expenses	(28.268)	(26.772)	(24.208)	(23.119)
Sales, marketing and distribution expenses	(1.181)	(1.181)	(670)	(670)
Other operating income/(expense) - net	2.858	2.805	3.224	3.142
Operating profit / (loss)	818.767	(17.232)	614.453	(15.003)
Income/(expense) from investing activities - net	13.721	13.721	12.111	12.111
Operating profit before financial expense	832.488	(3.511)	626.564	(2.892)
Financial income/(expense) – net	(6.579)	(6.579)	(7.266)	(7.266)
Profit before tax	825.909	(10.090)	619.298	(10.158)
Tax	(3.109)	(3.109)	(2.359)	(2.359)
Net profit / (loss)	822.800	(13.199)	616.939	(12.517)
Net loss attributable to equity holders of the parent	-	(19.762)	-	(21.292)
EBITDA	824.614	(11.797)	619.014	(10.733)

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies which belong to the related segment considering the Holding's portion of ownership.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

g) Net profit attributable to equity holders of the parent

Details of the net profit / (loss) attributable to equity holders of the parent with adjusted segments is as follows:

	31 March 2015	31 March 2014
Banking	329.536	275.535
Insurance	11.883	23.632
Industry	85.073	119.224
Cement	40.749	38.131
Energy	92.178	(36.082)
Retail	(4.833)	(2.205)
Other	(19.762)	(21.292)
Total	534.824	396.943

The reconciliation of adjusted net profit attributable to equity holders of the Parent is as follows:

	31 March 2015	31 March 2014
Adjusted net profit for reported operating segments (Equity holders of the Parent)	534.824	396.943
Carrefoursa one-off income / expenses (income from provision reversal, expense from information systems integration correction, income from sale of real estate)	56.047	1.826
Temsa gain on sale of real estate	5.357	8.392
Temsa expense from litigation provision	-	(3.627)
Enerjisa Üretim – Gazipaşa Birkapılı sale	52.250	-
Other	-	16.482
Net profit(Equity holders of the Parent)	648.478	420.016

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(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

h) Depreciation and amortisation charges, impairment and capital expenditures (Consolidated):

1 January – 31 March 2015

	Finance		Industry	Cement	Energy	Retail	Other	Total
	Banking	Insurance						
Capital expenditure	41.916	-	34.948	18.435	-	45.438	6.634	147.371
Depreciation and amortisation expenses	56.869	-	28.851	16.936	-	26.210	4.691	133.557
Impairment / (reversal of impairment) of property, plant and equipment and investment properties	-	-	-	-	-	1.956	-	1.956

1 January – 31 March 2014

	Finance		Industry	Cement	Energy	Retail	Other	Total
	Banking	Insurance						
Capital expenditure	42.931	-	52.727	10.228	-	22.146	3.704	131.736
Depreciation and amortisation expenses	47.899	-	30.181	15.242	-	20.305	4.275	117.902
Impairment / (reversal of impairment) of property, plant and equipment and investment properties	-	-	-	-	-	832	-	832

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 – SEGMENT REPORTING (Continued)

h) Depreciation and amortisation charges, impairment and capital expenditures (Combined) (continued):

1 January – 31 March 2015

	Finance		Industry	Cement	Energy	Retail	Other	Total
	Banking	Insurance						
Capital expenditure	41.916	10.271	72.170	43.423	454.452	45.438	6.635	674.305
Depreciation and amortisation expenses	56.869	3.394	50.422	34.232	107.548	26.210	5.104	283.779
Impairment / (reversal of impairment) of property, plant and equipment and investment properties	-	-	-	-	-	1.956	-	1.956

1 January – 31 March 2014

	Finance		Industry	Cement	Energy	Retail	Other	Total
	Banking	Insurance						
Capital expenditure	42.931	5.850	79.101	32.025	249.372	22.146	3.704	435.129
Depreciation and amortisation expenses	47.899	2.046	53.608	31.138	100.166	20.305	4.567	259.729
Impairment / (reversal of impairment) of property, plant and equipment and investment properties	-	-	-	-	-	832	-	832

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 4 - FINANCIAL ASSETS

a) Held for trading securities:

The analysis of financial assets at fair value through profit and loss is as follows:

	31 March 2015	31 December 2014
Share certificates	-	68
Government bonds	7.558	8.525
Eurobonds	2.594	2.491
Other	72.676	43.880
Total	82.828	54.964

b) Available-for-sale securities:

	31 March 2015	31 December 2014
Debt securities		
- Government bonds	17.106.810	21.283.380
- Eurobonds	13.297.720	11.154.528
- Investment funds	283.868	289.909
- Other bonds denominated in foreign currency	6.116.404	4.863.528
Sub-total	36.804.802	37.591.345
Equity securities		
- Listed	90	90
- Unlisted	16.772	16.772
Sub-total	16.862	16.862
Total securities available for sale	36.821.664	37.608.207

Akbank has Consumer Price Index ("CPI") linked government bonds under available-for-sale and held-to maturity portfolios with semi-annual fixed real coupon rates and a maturity of 5 to 10 years. These marketable securities are valued and accounted by using effective interest rate method by considering the real coupon rates and reference inflation index at the issue date together with the index calculated by considering the estimated inflation rate. As disclosed in 'Inflation Indexed Bonds Manual' published by Turkish Treasury, reference index used for the real payments is determined based on the inflation rates of two month before. The estimated inflation rate used is updated during the year when necessary. As of 31 March 2015, these securities have been valued 7,00% annual inflation forecast. If the valuation of these CPI indexed securities was made with reference to inflation indexed as of 31 March 2015, valuation differences under shareholders equity would have increased by TL 55 million and net income would have decreased by TL 80 million, accordingly net income would have been TL 705 million.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 4 - FINANCIAL ASSETS (Continued)

c) Financial assets held to maturity:

The breakdown of the held to maturity financial assets is listed below:

	31 March 2015	31 December 2014
Government bonds	10.668.341	10.800.186
Total	10.668.341	10.800.186

Period remaining to contractual maturity dates for financial assets held for trading held to maturity and available-for-sale as at 31 March 2015 and 31 December 2014 is as follows:

	31 March 2015			31 December 2014		
	Other			Other		
	Banking	companies	Total	Banking	companies	Total
Up to 3 months	2.848.222	-	2.848.222	3.404.832	-	3.404.832
3 to 12 months	1.063.593	84	1.063.677	4.217.495	75	4.217.570
1 to 5 years	18.939.859	-	18.939.859	15.757.860	-	15.757.860
Over 5 years	24.420.344	-	24.420.344	24.776.456	-	24.776.456
No maturity	300.731	-	300.731	306.387	252	306.639
Total	47.572.749	84	47.572.833	48.463.030	327	48.463.357

Period remaining to contractual repricing dates for investment security, available for sale and held to maturity at 31 March 2015 and 31 December 2014 is as follows:

	31 March 2015			31 December 2014		
	Other			Other		
	Banking	companies	Total	Banking	Companies	Total
Up to 3 months	10.395.874	-	10.395.874	12.978.145	-	12.978.145
3 to 12 months	9.161.667	84	9.161.751	11.334.449	75	11.334.524
1 to 5 years	17.267.422	-	17.267.422	15.124.760	-	15.124.760
Over 5 years	10.447.055	-	10.447.055	8.719.089	-	8.719.089
No maturity	300.731	-	300.731	306.587	252	306.839
Total	47.572.749	84	47.572.833	48.463.030	327	48.463.357

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 4 - FINANCIAL ASSETS (Continued)

d) Time deposits:

	31 March 2015	31 December 2014
3 to 12 months	30.903	48.153
Total	30.903	48.153

NOTE 5 - FINANCIAL LIABILITIES

Short-term funds borrowed, bank borrowings and debt securities:

	31 March 2015	31 December 2014
Short term	17.933.243	20.358.969
Short-term portion of long term	5.346.707	1.753.546
Total short term	23.279.950	22.112.515

Long-term funds borrowed, bank borrowings and debt securities:

Long term	15.540.138	11.605.585
Total	38.820.088	33.718.100

The maturity schedule of financial liabilities at 31 March 2015 and 31 December 2014 is summarized below:

	31 March 2015	31 December 2014
Up to 3 months	3.756.377	8.694.973
3 to 12 months	19.523.573	13.417.542
Short term financial liabilities and short term portion of long term financial liabilities	23.279.950	22.112.515
1 to 5 years	10.901.005	8.403.244
Over 5 years	4.639.133	3.202.341
Long term financial liabilities	15.540.138	11.605.585
Total financial liabilities	38.820.088	33.718.100

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 5 - FINANCIAL LIABILITIES (Continued)

The repayment schedule of long term financial liabilities at 31 March 2015 and 31 December 2014 is summarized below:

	31 March 2015	31 December 2014
2015	-	3.788.096
2016	4.413.525	2.213.755
2017	4.040.766	1.935.632
2018	664.827	465.761
2019 and after	6.421.020	3.202.341
Total	15.540.138	11.605.585

The repricing schedule of borrowings at 31 March 2015 and 31 December 2014 is summarized below:

	31 March 2015	31 December 2014
Up to 3 months	18.828.621	18.632.708
3 to 12 months	8.888.865	7.696.157
1 to 5 years	7.052.052	4.878.414
Over 5 years	4.050.550	2.510.821
Total	38.820.088	33.718.100

The transactions related with the funds and loans as of 31 March 2015 are as follows:

Akbank – Funds borrowed via syndicated credit facilities

As of 31 March 2015, Akbank has two outstanding syndicated loan facilities. On 14 August 2014, the first syndicated loan facility signed and raised EUR 851.4 million and USD 367.7 million. The loan's maturity is 1 year with a cost of Euribor/Libor+0,90%. The second syndicated loan facility signed on 16 March 2015 and raised totally EUR 737.6 million and USD 421.3 million, the loan's maturity is 364 and 367 days. The cost of portions of the loan with 364 days maturity is Euribor/Libor+0,70%, and the cost of portions of the loan with 367 days maturity is Euroibor/Libor+0,80%.

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(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 5 - FINANCIAL LIABILITIES (Continued)

Issued securities:

Securities issued consist of USD, EUR and TL assets.

The repayment plan for USD securities issued is summarized below.

	31 March 2015		31 December 2014	
	USD	TL	USD	TL
2015	1.657.916	4.332.796	1.725.810	4.015.787
2016	261.372	683.070	252.692	587.989
2017	693.558	1.812.544	732.268	1.703.914
2018	1.008.165	2.634.738	856.893	1.993.904
2019	133.640	349.255	136.795	318.308
2020	568.814	1.486.539	76.000	176.844
2021	101.693	265.764	102.014	237.376
2022	654.107	1.709.443	650.117	1.512.757
2023	291.495	761.793	291.495	678.280
2024	71.400	186.597	71.400	166.141
2025	490.158	1.280.979	-	-
Total	5.932.318	15.503.518	4.895.484	11.391.300

The balance amounting to USD 5.932.318 consists of securitization deals and USD denominated securities issued by the Bank.

	31 March 2015		31 December 2014	
	EUR	TL	EUR	TL
2015	10.163	28.535	10.283	29.071
2016	15.833	44.451	15.833	44.763
2017	63.333	177.807	63.333	179.055
2018	63.333	177.807	63.333	179.055
2019	47.500	133.356	47.500	134.292
Total	200.162	561.956	200.282	566.236

The balance amounting to EUR 200.162 consists of securitization deals and EUR denominated securities issued by the Bank.

Additionally, as of 31 March 2015, there are bonds issued by the Bank amounting to TL 1.511.782 with 3 months maturity, TL 460.924 with 1 year maturity, TL 134.076 up to 3 years and TL 1.106.249 with over 5 years maturity. (31 December 2014: TL 381.551 with 3 months maturity, TL 1.033.753 with 6 months maturity, TL 70.221 with 1 year maturity, TL 872.629 up to 5 years and TL 814.250 with over 5 years maturity).

On 15 April 2013, Başkent Elektrik Dağıtım A.Ş issued bonds with a total face value of TL 350 million, a maturity date of 11 April 2016, quarterly coupon payments and a coupon rate of DIBS + 2%.

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(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 6 – OTHER RECEIVABLES AND PAYABLES

Other short term receivables:	31 March 2015	31 December 2014
Receivables from credit card payments	10.920	11.249
Other receivables	1.068.241	576.225
Total	1.079.161	587.474

Other long term receivables:	31 March 2015	31 December 2014
Deposits and guarantees given	31.933	28.444
Other receivables	32.553	34.589
Total	64.486	63.033

Other short term payables:	31 March 2015	31 December 2014
Payables related to credit card transactions	2.621.801	2.524.657
Taxes and funds payable	235.708	253.571
Export deposits and transfer orders	180.905	30.071
Payment orders to correspondent banks	87.836	145.008
Other	1.388.975	646.112
Total	4.515.225	3.599.419

Other long term payables:		
Financial lease payables	20.271	23.760
Other	10.695	11.367
Total	30.966	35.127

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 7 – INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD

Book value of Associates and Joint Ventures is as follows:

	31 March 2015	Share (%)	31 December 2014	Share (%)
Aksigorta	132.485	36,00	141.171	36,00
Avivasa	133.415	41,28	164.761	41,28
Brisa	217.608	43,63	263.707	43,63
Akçansa	322.012	39,72	385.688	39,72
Enerjisa	4.354.244	50,00	4.214.024	50,00
Philsa	121.514	25,00	212.964	25,00
Philip Morrissa	13.893	24,75	32.124	24,75
Temsa Mısır	(12.704)	73,75	(12.714)	73,75
Temsa İş Makineleri	82.307	24,84	85.092	24,84
Total	5.364.774		5.486.817	

Share of income from Associates and Joint Ventures included in Holding's consolidated net income is as follows:

	31 March 2015	31 March 2014
Aksigorta	(120)	12.993
Avivasa	12.003	27.120
Brisa	12.256	21.653
Akçansa	20.506	21.534
Enerjisa	144.428	(36.082)
Philsa	27.878	27.696
Philip Morrissa	13.785	16.359
Temsa Mısır	14	(582)
Temsa İş Makineleri(*)	364	-
Total	231.114	90.691

(*) The share transfer agreement to sell the shares of Temsa İş Makineleri A.Ş., the subsidiary of Temsa Global, representing 49% of the total capital of the entity to Japon Marubeni Corporation has been signed on 3 March 2014. The majority of the shareholding remained at Temsa Global by 51% ownership. The transfer of shares has been executed on 28 April 2014. As of this date, the entity has been consolidated through equity method as a joint venture.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 7 – INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD (Continued)

The summary financial information of Joint Ventures and Associates is as follows:

	31 March 2015		31 December 2014	
	Total assets	Total liabilities	Total assets	Total Liabilities
Aksigorta	2.167.293	1.799.279	2.041.572	1.649.430
Avivasa	1.185.114	861.919	1.158.048	824.339
Brisa	1.827.003	1.328.245	1.650.825	1.046.408
Akçansa	1.441.349	617.727	1.432.591	448.658
Enerjisa	25.259.300	16.550.811	24.276.096	15.846.599
Philsa	1.894.008	1.407.953	2.772.704	1.920.849
Philip Morrisa	892.520	836.386	1.151.274	1.021.482
Temsa Mısır	25.465	42.691	24.533	41.772
Temsa İş Makineleri	358.917	222.443	268.095	141.461
Total	35.050.969	23.667.454	34.775.738	22.940.998

Sales Revenue

	1 January - 31 March 2015	1 January - 31 March 2014
Aksigorta	455.720	476.363
Avivasa	57.737	56.893
Brisa	388.986	388.013
Akçansa	298.952	324.945
Enerjisa	3.018.878	2.636.083
Philsa (*)	2.962.912	2.666.934
Philip Morrisa	3.124.107	2.851.988
Temsa Mısır	-	238
Temsa İş Makineleri	96.433	-

(*) Philsa, which is a manufacturing company, conducts its sales activities through Philip Morrisa, which is a marketing company.

Net Income for the period

	1 January - 31 March 2015	1 January - 31 March 2014
Aksigorta	952	36.092
Avivasa	29.077	20.626
Brisa	28.091	49.629
Akçansa	67.276	68.356
Enerjisa	288.856	(72.164)
Philsa	111.514	110.784
Philip Morrisa	55.698	66.099
Temsa Mısır	19	(788)
Temsa İş Makineleri	4.411	-

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 8 – PROPERTY, PLANT AND EQUIPMENT

The movement in property, plant and equipment for the period ended 31 March 2015 is as follows:

	1 January 2015	Currency translation differences	Additions	Disposals	Transfers (*)	Impairment	Transfers to assets classified as held for sale	31 March 2015
Cost:								
Land and land improvements	601.530	2.145	497	(22.045)	-			582.127
Buildings	2.293.440	18.649	808	(16.917)	10.424			2.306.404
Machinery and equipment	2.710.167	79.272	5.352	(12.796)	31.460			2.813.455
Motor vehicles	108.230	283	131	(2.221)	-			106.423
Furniture and fixtures	2.444.467	1.586	34.766	(59.609)	26.716	4.912	1.796	2.454.634
Total	8.157.834	101.935	41.554	(113.558)	68.600	4.912	1.796	8.263.043
Construction in progress	197.800	3.970	69.040	(2.939)	(72.005)	-	-	195.866
Total	8.355.634	105.905	110.594	(116.527)	(3.405)	4.912	1.796	8.458.909
Accumulated depreciation:								
Land and land improvements	(214.975)	(1.214)	(1.546)	-	-	-	-	(217.735)
Buildings	(847.050)	(5.171)	(14.635)	9.897	-	-	-	(856.959)
Machinery and equipment	(1.580.469)	(34.065)	(32.224)	9.584	4.134	-	-	(1.633.060)
Motor vehicles	(492.255)	4.425	(2.454)	1.204		-	-	(489.080)
Furniture and fixtures	(1.322.313)	(1.288)	(51.122)	56.474		(2.956)	(1.668)	(1.322.873)
Total	(4.457.062)	(37.313)	(102.001)	77.159	4.134	(2.956)	(1.668)	(4.519.707)
Net book value	3.898.572							3.939.202

(*) Transfers that have been realized during the period amounting of TL 729 recognized to intangible assets.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 8 – PROPERTY, PLANT AND EQUIPMENT (Continued)

T The movement in property, plant and equipment for the period ended 31 March 2014 is as follows:

	1 January 2014	Currency translation differences	Additions	Disposals	Transfers (*)	Impairment	Transfers to assets classified as held for sale	31 March 2014
Cost:								
Land and land improvements	565.916	805	254	(3)	963	-	(22.716)	545.219
Buildings	2.351.394	6.320	378	(908)	3.183	-	(59.829)	2.300.538
Machinery and equipment	2.933.715	(14.954)	5.600	(7.738)	27.999	-	(386.837)	2.557.785
Motor vehicles	197.188	24	11.030	(39.754)	10.770	-	(1.780)	177.478
Furniture and fixtures	2.233.971	1.390	30.966	(7.038)	6.651	561	(5.641)	2.260.860
Total	8.282.184	(6.415)	48.228	(55.441)	49.566	561	(476.803)	7.841.880
Construction in progress	209.008	1.413	49.136	(222)	(56.695)	-	(6.288)	196.352
Total	8.491.192	(5.002)	97.364	(55.663)	(7.129)	561	(483.091)	8.038.232
Accumulated depreciation:								
Land and land improvements	(213.407)	(259)	(1.865)	-	-	-	5.366	(210.165)
Buildings	(832.645)	(2.398)	(15.280)	293	-	-	37.110	(812.920)
Machinery and equipment	(1.805.938)	29.234	(26.756)	7.486	4	-	284.102	(1.511.867)
Motor vehicles	(514.749)	(41)	(6.859)	17.912	-	-	1.661	(502.076)
Furniture and fixtures	(1.225.621)	(966)	(43.885)	5.744	(4)	269	4.235	(1.260.228)
Total	(4.592.360)	25.571	(94.645)	31.435	-	269	332.474	(4.297.256)
Net book value	3.898.832							3.740.976

(*) Transfers that have been realized during the period amounting of TL 7.129 recognized in intangible assets.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 9 - INTANGIBLE ASSETS

The movements in intangible assets for the periods ended 31 March 2015 and 2014 are as follow:

	1 January 2015	Currency translation differences	Additions	Disposals	Transfers	Transfers to assets classified as held for sale	31 March 2015
Cost	921.948	9.019	36.400	(949)	3.405	-	969.823
Accumulated amortisation (-)	(485.649)	(5.173)	(30.500)	145	(4.134)	-	(525.311)
Net book value	436.299						444.512

	1 January 2014	Currency translation differences	Additions	Disposals	Transfers	Transfers to assets classified as held for sale	31 March 2014
Cost	713.034	5.770	33.769	(23)	7.129	(12.847)	746.832
Accumulated amortisation (-)	(407.276)	(4.913)	(21.974)	22	-	9.981	(424.160)
Net book value	305.758						322.672

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(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 10 - GOODWILL

The movements of goodwill for the three month period ended on 31 March 2015 and 2014 are as follows:

	31 March 2015	31 March 2014
1 January	478.935	478.935
Disposals (*)	(10.056)	-
Total	468.879	478.935

(*) Includes goodwill effect due to sale from real estate of Group's subsidiary Carrefoursa.

NOTE 11 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

Other short term provisions	31 March 2015	31 December 2014
Provision for liabilities	282.408	280.219
<i>Credit points provisions</i>	<i>123.038</i>	<i>119.070</i>
<i>Provision for lawsuit</i>	<i>61.480</i>	<i>60.164</i>
<i>Uncompensated and not encashed non-cash loans provisions</i>	<i>63.282</i>	<i>66.434</i>
<i>Onerous contracts</i>	<i>34.000</i>	<i>34.000</i>
<i>Other short-term provisions</i>	<i>608</i>	<i>551</i>
Other provisions	31.688	43.405
Total	314.096	323.624

Commitments – Banking segment	31 March 2015	31 December 2014
Letters of guarantee given	21.457.500	20.827.862
Letters of credits	4.996.196	5.259.940
Foreign currency acceptance credits	1.557.916	1.130.533
Other guarantees given	2.836.805	3.119.945
Total	30.848.417	30.338.280

Commitments – Other	31 March 2015	31 December 2014
Letters of guarantee given	338.191	283.323
Other guarantees given	-	176.650
Collateral notes given	-	-
Mortgages, guarantees and pledges for tangible assets	-	10.302
Total	338.191	470.275

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(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 11 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)

Commitments for resale and repurchase of debt securities:

Commitments for the resale and repurchase of debt securities (government bonds, treasury bills and Eurobonds) at 31 March 2015 and 31 December 2014 are as follows:

	31 March 2015	31 December 2014
Repurchase commitments	29.094.558	28.215.166
Resale commitments	4.851.428	700.215

Commitments to forward currency purchase/sale and swap transactions:

Transactions types of held for trading

	31 March 2015	31 December 2014
Foreign currency purchases	5.874.470	4.217.615
Foreign currency sales	6.044.958	4.308.110
Total	11.919.428	8.525.725

	31 March 2015	31 December 2014
Currency swap purchases	30.714.148	29.345.571
Currency swap sales	27.776.163	25.070.191
Interest swap purchases	21.772.000	19.299.989
Interest swap sales	21.772.000	19.299.989
Total	102.034.311	93.015.740

	31 March 2015	31 December 2014
Spot purchases	4.580.706	4.568.209
Spot sales	4.566.510	4.543.227
Total	9.147.216	9.111.436

	31 March 2015	31 December 2014
Currency, interest and securities purchases options	35.176.381	27.014.182
Currency, interest and securities sales options	35.225.231	27.000.352
Total	70.401.612	54.014.534

	31 March 2015	31 December 2014
Future purchases	987	3.263
Future sales	99.632	95.275
Total	100.619	98.538

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NOTE 11 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)

Transactions held for trading (continued):

	31 March 2015	31 December 2014
Other purchase transactions	1.222.995	1.138.539
Other sales transactions	3.976.258	5.128.421
Total	5.199.253	6.266.960

Derivative transactions for hedging:

	31 March 2015	31 December 2014
Interest swap purchases	4.285.976	3.816.116
Interest swap sales	4.285.976	3.816.116
Total	8.571.952	7.632.232

	31 March 2015	31 December 2014
Foreign currency purchases	-	-
Foreign currency sales	83.318	95.150
Total	83.318	95.150

	31 March 2015	31 December 2014
Currency swap purchases	2.153.831	1.128.590
Currency swap sales	1.642.356	878.044
Total	3.796.187	2.006.634

The maturity analysis of the off-balance sheet assets of the Banking segment at 31 March 2015 is as follows:

	Up to 1 year	Over 1 year	Total
Letters of guarantees given	1.981.765	19.475.735	21.457.500
Letters of credits	3.523.103	1.473.093	4.996.196
Acceptance credits	1.452.687	105.229	1.557.916
Other guarantees	1.309.256	1.527.549	2.836.805
Total	8.266.811	22.581.606	30.848.417

The maturity analysis of the off-balance sheet assets of the Banking segment at 31 December 2014 is as follows:

	Up to 1 year	Over 1 year	Total
Letters of guarantees given	2.249.733	18.578.129	20.827.862
Letters of credits	3.909.440	1.350.500	5.259.940
Acceptance credits	1.089.463	41.070	1.130.533
Other guarantees	1.326.325	1.793.620	3.119.945
Total	8.574.961	21.763.319	30.338.280

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NOTE 11 – PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)

On 22 January 2013, Exsa, a subsidiary of the Group, is subjected to a tax penalty statement due to the corporate tax calculation in 2010 with an additional tax amounting to TL 39 million and its penalty amounting to TL 58 million. The main comment at the tax investigation report in accordance with the penalty is related to the spin-off transaction that took part in 2010 which was previously subjected to another investigation report in 2011. Regarding to that report in 2011, the Company has already reached a reconciliation with the Ministry of Finance. On 22 January 2013, the Company applied to the Ministry of Finance to reach a reconciliation settlement according to the same issue and the same year but no reconciliation was provided. The Company filed a lawsuit related to this matter. The lawsuit has been resolved in favor of the entity on 9 May 2014 and the decision has been appealed by the internal revenue service. Exsa management did not allow any provision in the financial statements for period ended on 31 March 2015 taking into account the legal advisors and tax experts’ opinions stating that the final legal process has not yet been completed and the uncertainty is still continuing.

Aksigorta, one of the Group’s joint ventures, has been subjected to tax investigation in 2012 regarding corporate tax calculation of the year 2010 and additional tax amounting to TL 61 million and its penalty amounting to TL 91 million has been charged to the Company at 4 February 2013. The tax investigation was related to the spin-off transaction which was subject to tax investigation in 2010. Upon reconciliation with the Ministry of Finance, adjustments have been made on the tax burden and the inter-related tax penalty that have been charged to the Company in 2010, amounting to TL 102 and TL 152 million respectively, where the tax penalty has been waived and the total tax burden of TL 102 million has been decreased to TL 9 million and paid in 2011. Aksigorta appealed for a reconciliation settlement process to Ministry of Finance on 4 March 2013. No reconciliation was provided in the meeting held between Aksigorta and the Ministry of Finance Central Reconciliation Commission on 10 October 2013 and Aksigorta filed a lawsuit by the Tax Court as of 24 October 2013. It is expected that this lawsuit won will be appealed by the internal revenue service. Aksigorta management did not allow any provision in the financial statements for period ended on 31 March 2015 taking into account the legal advisors and tax experts’ opinions stating that the final legal process has not yet been completed and the uncertainty is still continuing.

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(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 12 - COMMITMENTS

Collaterals, pledges and mortgages ("CPM") given by the Subsidiaries at 31 March 2015 is as follows;

	31 March 2015				
	Total TL Equivalent	TL	USD	EUR	Other
A. Total amount of the collaterals given for its own legal entity	661.760	171.365	144.851	38.415	3.556
B. Collaterals given on behalf of fully consolidated companies	2.017.358	1.609.936	41.733	99.736	16.138
C. Collaterals given on behalf of the third parties' debt for continuation of their economic activities	30.848.416	13.041.282	4.764.579	1.790.729	301.258
D.Total amount of other collaterals					
i. Given on behalf of majority shareholder	-	-	-	-	-
ii. Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii. Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Collaterals	33.527.534	14.822.583	4.951.163	1.928.880	320.952
A. Total amount of the mortgages given for its own legal entity	-	-	-	-	-
B. Mortgages given on behalf of fully consolidated companies	-	-	-	-	-
C. Mortgages given on behalf of third parties 'debt for continuation of their economic activities	-	-	-	-	-
D.Total amount of other mortgages					
i. Given on behalf of majority shareholder	-	-	-	-	-
ii. Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii. Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Mortgages	-	-	-	-	-
A. Total amount of the pledges given for its own legal entity	-	-	-	-	-
B. Pledges given on behalf of fully consolidated companies	-	-	-	-	-
C. Pledges given on behalf of third parties' debt for continuation of their economic activities	-	-	-	-	-
D. Total amount of other pledges					
i. Given on behalf of majority shareholder	-	-	-	-	-
ii. Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii. Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Pledges	-	-	-	-	-

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 12 – COMMITMENTS (Continued)

Collaterals, pledges and mortgages ("CPM") given by Joint Ventures at 31 March 2015 is as follows:

	31 March 2015				
	Total TL Equivalent	TL	USD	EUR	Other
A. Total amount of the collaterals given for its own legal entity	1.560.763	1.403.262	59.951	359	-
B. Collaterals given on behalf of fully consolidated companies	625.557	625.500	22	-	-
C. Collaterals given on behalf of the third parties' debt for continuation of their economic activities	108	55	20	-	-
D. Total amount of other collaterals	203	203	-	-	-
i. Given on behalf of majority shareholder	-	-	-	-	-
ii. Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii. Given on behalf of third parties which are not in scope of C	203	203	-	-	-
Total Collaterals	2.186.631	2.029.020	59.993	359	-
A. Total amount of the mortgages given for its own legal entity	-	-	-	-	-
B. Mortgages given on behalf of fully consolidated companies	-	-	-	-	-
C. Mortgages given on behalf of third parties' debt for continuation of their economic activities	-	-	-	-	-
D. Total amount of other mortgages	-	-	-	-	-
i. Given on behalf of majority shareholder	-	-	-	-	-
ii. Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii. Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Mortgages	-	-	-	-	-
A. Total amount of the pledges given for its own legal entity	-	-	-	-	-
B. Pledges given on behalf of fully consolidated companies	-	-	-	-	-
C. Pledges given on behalf of third parties' debt for continuation of their economic activities	-	-	-	-	-
D. Total amount of other pledges	-	-	-	-	-
i. Given on behalf of majority shareholder	-	-	-	-	-
ii. Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii. Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Pledges	-	-	-	-	-

As of 31 March 2015, the ratio of the Group's other CPM's to the Group's equity is 0,4%.

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(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 12 – COMMITMENTS (Continued)

Collaterals, pledges and mortgages ("CPM") given by the Subsidiaries at 31 December 2014 is as follows;

	31 December 2014				
	Total TL Equivalent	TL	USD	EUR	Other
A. Total amount of the collaterals given for its own legal entity	657.100	169.144	155.196	44.395	2.846
B. Collaterals given on behalf of fully consolidated companies	1.960.313	1.551.651	51.513	94.717	22.039
C. Collaterals given on behalf of the third parties' debt for continuation of their economic activities	30.338.280	13.286.518	5.003.556	1.831.318	283.420
D.Total amount of other Collaterals					
i. Given on behalf of majority shareholder	-	-	-	-	-
ii. Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii. Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Collaterals	32.955.693	15.007.313	5.210.265	1.970.430	308.305
A. Total amount of the mortgages given for its own legal entity	-	-	-	-	-
B. Mortgages given on behalf of fully consolidated companies	-	-	-	-	-
C. Mortgages given on behalf of third parties' debt for continuation of their economic activities	-	-	-	-	-
D.Total amount of other mortgages					
i. Given on behalf of majority shareholder	-	-	-	-	-
ii. Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii. Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Mortgages	-	-	-	-	-
A. Total amount of the pledges given for its own legal entity	-	-	-	-	-
B. Pledges given on behalf of fully consolidated companies	-	-	-	-	-
C. Pledges given on behalf of third parties' debt for continuation of their economic activities	-	-	-	-	-
D. Total amount of other pledges					
i. Given on behalf of majority shareholder	-	-	-	-	-
ii. Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii. Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Pledges	-	-	-	-	-

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NOTE 12 – COMMITMENTS (Continued)

Collaterals, pledges and mortgages ("CPM") given by the Joint Ventures at 31 December 2014 is as follows;

	31 December 2014				
	Total TL Equivalent	TL	USD	EUR	Other
A. Total amount of the collaterals given for its own legal entity	1.513.599	1.373.431	59.948	409	-
B. Collaterals given on behalf of fully consolidated companies	625.557	625.500	25	-	-
C. Collaterals given on behalf of the third parties' debt for continuation of their economic activities	15	12	-	-	-
D.Total amount of other collaterals	231	231	1	-	-
i. Given on behalf of majority shareholder	-	-	-	-	-
ii. Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii. Given on behalf of third parties which are not in scope of C	231	231	1	-	-
Total Collaterals	2.139.402	1.999.174	59.974	409	-
A. Total amount of the mortgages given for its own legal entity	-	-	-	-	-
B. Mortgages given on behalf of fully consolidated companies	-	-	-	-	-
C. Mortgages given on behalf of third parties' debt for continuation of their economic activities	-	-	-	-	-
D.Total amount of other mortgages	-	-	-	-	-
i. Given on behalf of majority shareholder	-	-	-	-	-
ii. Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii. Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Mortgages	-	-	-	-	-
A. Total amount of the pledges given for its own legal entity	-	-	-	-	-
B. Pledges given on behalf of fully consolidated companies	-	-	-	-	-
C. Pledges given on behalf of third parties' debt for continuation of their economic activities	-	-	-	-	-
D. Total amount of other pledges	-	-	-	-	-
i. Given on behalf of majority shareholder	-	-	-	-	-
ii. Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii. Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Pledges	-	-	-	-	-

As of 31 December 2014, the ratio of the Group's other CPM's to the Group's equity is 0,03%.

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NOTE 13 - OTHER ASSETS AND LIABILITIES

Other Current Assets	31 March 2015	31 December 2014
Cheques in clearance	451.408	462.917
Deductible, deferred and other VAT	62.833	65.109
Other	94.253	91.263
Total	608.494	619.289

Other Non-Current Assets	31 March 2015	31 December 2014
Long term tax claims and other legal receivables	5.157	5.157
Deductible, deferred and other VAT	14.404	12.990
Other non-current assets	17.067	6.672
Total	36.628	24.819

Other Short Term Liabilities	31 March 2015	31 December 2014
Cheques in clearance	873.325	905.937
Saving deposits insurance	45.545	38.033
Other short term liabilities	522.751	380.806
Total	1.441.621	1.324.776

NOTE 14 – EQUITY

H.Ö. Sabancı Holding A.Ş.'s authorised and issued capital consists of 204.040.393.100 (31 December 2014: 204.040.393.100) shares of Kr 1 each.

The Holding's authorised and paid-in share capital and shareholding structure at 31 March 2015 and 31 December 2014 is as follows:

Shareholders:	Share (%)	31 March 2015	Share (%)	31 December 2014
Sakıp Sabancı Holding A.Ş.	14,07	287.100	14,07	287.100
Serra Sabancı	7,21	147.160	7,21	147.160
Suzan Sabancı Dinçer	6,94	141.567	6,94	141.567
Çiğdem Sabancı Bilen	6,94	141.567	6,94	141.567
Other	64,84	1.323.010	64,84	1.323.010
Share capital	100,00	2.040.404	100,00	2.040.404
Share Premium		21.670		21.670

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NOTE 14 – EQUITY (Continued)

Restricted Reserves

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 Holding's paid-in share capital. 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.

Furthermore, to be entitled to the exemption for sale of participation shares and property, 75% of related gain is required to be held in a fund account in the liabilities and it must not be withdrawn from the entity for a period of five years. Based on the exemption for sale of participation shares and property, 75% of the related gain is required to be held in account "gain on sale of subsidiaries". In 2012, related to the initial public offering of Teknosa, Holding accounted for 75% of this gain in this account.

The details of restricted reserves mentioned above are as follows:

	31 March 2015	31 December 2014
Legal reserves	556.491	522.338
Investments sales income	333.369	333.369
Total	889.860	855.707

Dividend Distribution

Based on CMB Decree No. 02/51, dated 27 January 2010, there is no mandatory minimum profit distribution requirement for the quoted entities at the stock exchange for profits arising from operations. Regarding the dividend distribution for the current and following years, the entities are to distribute their profits for the current and following years under the scope of CMB Communiqué No. IV-27, their articles of association and their previously publicly declared profit distribution policies. In regards to the profit distribution, in accordance with the decision of the General Assembly, the distribution can be made as cash or as bonus shares or as a combination of a certain percentage of cash and bonus shares. It is also permitted to retain this amount in the Company reserves.

Furthermore, the Group companies that are obliged to prepare consolidated financial statements based on the related resolution of the General Assembly, are permitted to calculate net distributable profits based upon the net income for the period presented on consolidated financial statements that have been prepared within the framework of TAS/IFRS.

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NOTE 14 – EQUITY (Continued)

Accumulated Other Comprehensive Income or Loss to be Reclassified to Profit or Loss

	Fair Value Revaluation Fund	Cash Flow Hedge Fund	Net Investment Hedge Fund	Currency translation differences
Balance as of 1 January 2014	(552.070)	(142.727)	(68.764)	258.722
Increases/ (decreases) during the period	115.885	(19.026)	(3.184)	25.816
Gains transferred to income statement	3.815	1.569	-	-
Net gains & losses included in the income statement due to transfer of available for sale financial assets into held to maturity assets	(17.244)	-	-	-
Tax effect	(20.491)	3.491	637	-
Balance as of 31 March 2014	(470.105)	(156.693)	(71.311)	284.538
Balance as of 1 January 2015	(95.908)	(127.903)	(61.072)	183.938
Increases/ (decreases) during the period	(90.283)	26.047	1.766	30.285
Gains transferred to income statement	(19.490)	1.178	-	-
Net gains & losses included in the income statement due to transfer of available for sale financial assets into held to maturity assets	(63.477)	-	-	-
Tax effect	34.658	(5.436)	(353)	-
Balance as of 31 March 2015	(234.500)	(106.114)	(59.659)	214.223

NOTE 15 – ASSETS CLASSIFIED AS HELD FOR SALE

1 January – 31 March 2015

(*)The share transfer agreement was signed on 13 January 2015 regarding the sale of all shares in Group's subsidiary SASA Polyester Sanayi A.Ş., corresponding to 51 % of the share capital of the Company, to Erdemoğlu Holding A.Ş. According the share transfer agreement, the transfer price of Sabancı Holding's shares in SASA Polyester Sanayi A.Ş., corresponding to 51 % of the share capital is USD 104 million, after adjustments. USD 20 million of the transfer price was paid in advance, remaining part of it amounting to 84 million was collected on 30 April 2015 and share transfer has been completed.

Profit or loss of SASA has been classified as income / (loss) from discontinued operations in consolidated statement of profit or loss of 31 March 2015 and 2014

The condensed consolidated balance sheet of SASA for the period 31 March 2015 and for the year 31 December 2014 is as follows:

Balance Sheet

	31 March 2015	31 December 2014
Assets	699.875	665.544
Liabilities	335.984	345.208
Equity	333.891	320.336

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NOTE 15 – ASSETS CLASSIFIED AS HELD FOR SALE (Continued)

The statement of profit or loss of Sasa for the period ended 31 March 2015 and 31 March 2014 is as follows:

Statement of profit or loss

	1 January - 31 March 2015	1 January - 31 March 2014
Income	295.563	346.439
Expense	(282.575)	(330.075)
Net profit before tax	12.988	16.364
Tax / Deferred Tax	567	1.345
Net profit	13.555	17.709

A share transfer agreement was signed on 30 September 2014 regarding the sale of Group's subsidiary Kordsa's shares in its subsidiary Kordsa Argentina, to Nicolas Jose Santos and Intenta S.A and the share transfer was completed on 2 October 2014. As of 31 March 2014, the results of operating activities of Kordsa Argentina have been classified as net income / loss from discontinued operations on the consolidated statement of profit or loss.

As of 18 December 2014, dissolution procedures of Kordsa Qingdao Nylon Enterprise Limited (KQNE), subsidiary of Kordsa Global, which is operating in China, has been ended. As of 31 March 2014, the results of operating activities of KQNE have been classified as net income / loss from discontinued operations on the consolidated statement of profit or loss.

NOTE 16 - FINANCE INCOME/EXPENSES

	1 January - 31 March 2015	1 January - 31 March 2014
Finance income		
Foreign currency gains	7.455	2.987
Other	-	50
Total	7.455	3.037
Finance expenses		
Interest expenses	(17.727)	(20.408)
Foreign currency loss	(23.850)	(5.844)
Other	(6.281)	(7.961)
Total	(47.858)	(34.213)

Financial income and financial expenses relate to segments other than banking.

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NOTE 17 - TAX ASSETS AND LIABILITIES

	31 March 2015	31 December 2014
Corporate and income taxes payable	174.049	1.248.286
Less: prepaid taxes	-	(894.696)
Total taxes payable	174.049	353.590

Turkish tax legislation does not permit a parent company and its subsidiaries to file a consolidated tax return. Therefore, provisions for taxes, as reflected in these consolidated financial statements, have been calculated on a separate-entity basis.

The Corporate Tax Law was amended as of 13 June 2006 with Law No 5520. The majority of the clauses of Law No 5520 are effective as of 1 January 2006. The corporate tax rate of the fiscal year 2015 is 20% (2013: 20%). Corporation tax is payable at a rate of 20% on the total income of the Holding after adjusting for certain disallowable expenses, corporate income tax exemptions (participation exemption, and investment allowance, etc.) and corporate income tax deductions (like research and development expenditures deduction). No further tax is payable unless the profit is distributed.

Dividends paid to non-resident corporations, which have a place of business in Turkey, or resident corporations are not subject to withholding tax. Otherwise, except from these corporations' dividends subject to withholding tax at the rate of 15%. An increase in capital via issuing bonus shares is not considered as a profit distribution and thus does not incur withholding tax.

Corporations calculate corporate tax quarterly at the rate of 20% on their corporate income and declare it until the 10th day and pay it on the 17th day of the second month following each calendar quarter end. Advance tax paid by corporations is credited against the annual corporation tax liability. The balance of the advance tax paid may be refunded or used to set off against other liabilities to the government.

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NOTE 17 - TAX ASSETS AND LIABILITIES (Continued)

In Turkey, there is no procedure for a final and definitive agreement on tax assessments. Companies file their tax returns by the 25th of the fourth month following the close of the financial year to which they relate.

Tax returns are open for five years from the beginning of the year that follows the date of filing during which time the tax authorities have the right to audit tax returns, and the related accounting records on which they are based, and may issue re-assessments based on their findings.

Under the Turkish taxation system, tax losses can be carried forward to offset against future taxable income for up to five years. Tax losses cannot be carried back to offset profits from previous periods.

There are numerous exemptions in the Corporate Tax Law concerning the corporations. Those related to Group are as follows:

Exemption for participation in subsidiaries

Dividend income from participation in shares of capital of another full-fledged taxpayer corporation (except for dividends from investment funds participation certificates and investment partnerships shares) are exempt from corporate tax.

Preferential right certificate sales and issued premiums exemption

Gains from issued premiums derived from the disposal of sales at nominal values during incorporations and the capital increase of joint stock companies are exempt from corporate tax.

Exemption for participation into foreign subsidiaries

The participation income of corporations participating in 10% or more of the capital of a limited liability or joint stock company which does not have its legal or business center in Turkey (except for corporations whose principal activity is financial leasing or by investment of marketable securities) for at least one year until the date of the income is generated and transferred to Turkey until the date of the filing of the corporate income tax return of the fiscal year in which the income is generated is exempt from corporation tax subject to those subsidiaries being subject to corporate income tax, or alike, in their country of legal residence or business center at the rate of at least 15% (the corporate income tax rate applicable in Turkey for those companies whose principal activity is financial assurance or insurance).

Exemption for sale of participation shares and property

75% of the gains derived from the sale of preferential rights, usufruct shares and founding shares from investment equity and real property which have remained in assets for more than two full years are exempt from corporate tax. To be entitled to the exemption, the relevant gain is required to be held in a fund account in the liabilities and it must not be withdrawn from the entity for a period of five years. The proceed related to the sale transaction has to be collected up until the end of the second calendar year following the year the sale was realized.

Brokerage houses and real estate companies who are dealing with the trading and the leasing of the real estate cannot benefit from this exemption.

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NOTE 17 - TAX ASSETS AND LIABILITIES (Continued)

Exemption for investment incentive

The revoked phrase "only attributable to 2006, 2007 and 2008" stated in Provisional Article 69 of Income Tax Law No:193 with the effect of Article 5 of Law No:6009 after having published in the Official Gazette No: 27659 as at 1 August 2010 and the Constitutional Court's issued resolution no: 2009/144 published in the Official Gazette as at 8 January 2010 has been revised. The revised regulation allows companies to continue to benefit from the exception of undeductible and carry forward investment incentive due to insufficient earnings irrespective of having any time constraints. However, deductible amount for investment incentive exception used in the determination of tax base cannot exceed 25% of the related period's income. In addition, companies that opt to use the investment incentive exemption are allowed to apply 20% of income tax, instead of 30% under the related revised regulation.

The additional paragraph to Provisional Article 69 included in accordance with Law No:6009, which is related to the 25% threshold and requires the incentive amount that will be subject to investment incentive exemption in determining tax base cannot exceed 25% of the respective income, has been revoked based on the ground that it is contrary to the Constitution upon the Constitutional Court's resolution No: E. 2010/93 K. 2012/20 ("stay of execution") issued on 9 February 2012 and published in the Official Gazette No: 28208 on 18 February 2012. The related Constitutional Court's decision was published in the official Gazette No: 28719 as at 26 July 2013.

The tax charges for comprehensive income statement items for the periods ended 31 March 2015 and 2014 are as follows:

	31 March 2015			31 March 2014		
	Before Tax	Tax Charge	After Tax	Before Tax	Tax Charge	After Tax
Net unrealized fair value from available for sale financial assets	(265.694)	(53.139)	(212.555)	283.474	56.695	226.779
Net gain on available for sale financial assets transferred to the income statement	(47.828)	(9.566)	(38.262)	9.358	1.872	7.486
Net gain included in the income statement due to transfer of available for sale financial assets into held to maturity assets	(155.771)	(31.154)	(124.617)	(42.295)	(8.459)	(33.836)
Cash flow hedges	28.933	5.787	23.146	(13.811)	(2.762)	(11.049)
Income/ (loss) from the derivative financial assets related to the hedging of net investment in a foreign operation	4.334	867	3.467	(7.810)	(1.562)	(6.248)
Actuarial loss/gain	(2.516)	(503)	(2.013)	(378)	(76)	(302)
Change in currency translation differences	45.651	-	45.651	32.171	-	32.171
Other comprehensive income / (expense)	(392.891)	(87.708)	(305.183)	260.709	45.708	215.001

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NOTE 17 - TAX ASSETS AND LIABILITIES (Continued)

Deferred tax

The Group recognizes deferred income tax assets and liabilities based upon temporary differences arising between their financial statements as reported under TAS and their statutory tax financial statements. These differences usually result from the recognition of revenue and expenses in different reporting periods for TAS and tax purposes, carry forward tax losses and investment incentive exceptions. Deferred income taxes are calculated on temporary differences that are expected to be realized or settled based on the taxable income in coming years under the liability method using a principal tax rate of 20%.

Since the subsidiaries and joint ventures which are separately taxpayers presented their deferred tax assets and liabilities as net values in their financial statements, the effect of the presentation of the net amounts has been reflected to the Group's consolidated balance sheet. Temporary differences and deferred tax assets and liabilities presented in the table below are based on the gross values.

At 31 March 2015, the Group has not recognized deferred income tax assets over carry forward tax losses in the amount of TL 5.175 which can be offset against future taxable profits for a period of five years (31 December 2014: TL 66.611). As of 31 March 2015 and 31 December 2014, carried forward tax losses and the latest annual periods are as follows:

Deferred tax (continued)

	31 March 2015	31 December 2014
2014	-	1.171
2015	-	21.159
2016	-	-
2017	-	-
2018	5.175	44.281
Total	5.175	66.611

The movements in deferred income tax assets / (liabilities) for the periods ended 31 March 2015 and 2014 are as follows:

	31 March 2015	31 March 2014
1 January	362.437	387.767
Charged to equity	(18.566)	(40.682)
Transfers to assets classified as held for sale	-	(16.070)
Currency translation differences	(9.790)	(1.446)
Charged to statement of profit or loss	(45.459)	155.443
31 March	288.622	484.922

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NOTE 18- DERIVATIVE FINANCIAL INSTRUMENTS

31 March 2015

Derivative instruments held for trading:	Fair Value	
	Asset	Liability
Foreign exchange derivative instruments		
Currency and interest rate swaps purchases and sales	1.475.720	1.444.238
Forward currency purchases and sales	116.157	254.249
Currency options purchases and sales	365.698	416.918
Other purchases and sales	202.366	25.618
Total derivative instruments held for trading	2.159.941	2.141.023
Derivative instruments held for hedging:		
Currency and interest rate swaps purchases and sales	552.737	186.011
Forward currency purchases and sales	24.136	1.124
Total derivative instruments held for hedging	576.873	187.135
Total derivative instruments	2.736.814	2.328.158

31 December 2014

Derivative instruments held for trading:	Fair Value	
	Asset	Liability
Foreign exchange derivative instruments		
Currency and interest rate swaps purchases and sales	910.205	798.156
Forward currency purchases and sales	45.416	128.910
Currency and interest rate futures purchases and sales	35.922	4.474
Currency options purchases and sales	234.099	248.141
Other purchases and sales	189.458	29.757
Total derivative instruments held for trading	1.415.100	1.209.438
Derivative instruments held for hedging:		
Currency and interest rate swap purchases and sales	284.541	105.953
Forward currency purchases and sales	7.249	93
Total derivative instruments held for hedging	291.790	106.045
Total derivative instruments	1.706.890	1.315.483

Akbank, Enerjisa, Brisa and Kordsa Global hedge cash flow risk arising from the financial liabilities through the use of interest rate swaps. Within the scope of cash flow hedge accounting, effective portion of the fair value changes of the hedging instrument is recognized under hedge reserves within equity. Akbank also hedges its TL denominated fixed rate financial assets and foreign currency denominated financial liabilities with cross currency swaps.

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NOTE 19 - RECEIVABLES FROM FINANCE SECTOR OPERATIONS

a) Banking

Loans and advances to customers	31March 2015	31 December 2014
Consumer loans and credit cards receivables	40.701.181	42.109.660
Project finance loans	21.400.583	20.348.175
Construction	12.458.164	11.763.192
Small-scale enterprises	11.588.811	11.531.705
Financial institutions	9.950.032	9.584.714
Other manufacturing industries	8.914.181	8.819.469
Telecommunication	4.077.529	3.607.809
Textile	3.328.978	3.287.312
Mining	3.172.326	2.778.317
Chemicals	2.036.196	2.136.492
Food and beverage, wholesale and retail	2.398.174	2.210.412
Tourism	1.971.809	1.975.210
Automotive	1.445.760	1.386.585
Health care and social services	1.287.427	1.266.825
Agriculture and forestry	1.008.932	977.627
Electronics	423.653	445.003
Other	14.828.567	11.580.646
Non-performing loans	2.409.375	2.330.155
Total loans and advances to customers	143.401.678	138.139.308
Allowance for loan losses	(4.465.924)	(4.271.108)
Leasing receivables	3.808.637	3.683.321
Net loans and advances to customers	142.744.391	137.551.521

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NOTE 19 - RECEIVABLES FROM FINANCE SECTOR OPERATIONS (Continued)

The movement of loan loss provision of banking segment as of 31 March 2015 by class is as follows:

	Corporate	Commercial	Total
1 January 2015	2.016.841	2.254.267	4.271.108
Gross provisions	245.462	339.581	585.043
Recoveries	(39.195)	(97.258)	(136.453)
Written off	(57.804)	(195.970)	(253.774)
31 March 2015	2.165.304	2.300.620	4.465.924

The movement of loan loss provision of banking segment as of 31 March 2014 by class is as follows:

	Corporate	Commercial	Total
1 January 2014	1.531.588	1.740.355	3.271.943
Gross provisions	165.643	300.937	466.580
Recoveries	(95.074)	(78.409)	(173.483)
Written-off	(5.829)	(3.828)	(9.657)
31 March 2014	1.596.328	1.959.055	3.555.383

The maturity schedule of loans and advances to customers at 31 March 2015 and 31 December 2014 are summarized below:

	31 March 2015	31 December 2014
Up to 3 months	41.274.380	39.197.718
3 to 12 months	29.100.341	29.014.030
Current	70.374.721	68.211.748
1 to 5 years	48.996.680	46.566.593
Over 5 years	19.564.353	19.089.859
Non-current	68.561.033	65.656.452
Total	138.935.754	133.868.200

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NOTE 19 - RECEIVABLES FROM FINANCE SECTOR OPERATIONS (Continued)

The repricing schedule of loans and advances to customers at 31 March 2015 and 31 December 2014 are summarized below:

	31 March 2015	31 December 2014
Up to 3 months	61.806.882	61.015.004
3 to 12 months	35.434.219	31.127.676
1 to 5 years	35.157.626	35.163.779
Over 5 years	6.537.027	6.561.741
Total	138.935.754	133.868.200

NOTE 20 - PAYABLES FROM FINANCE SECTOR OPERATIONS

Banking

	31 March 2015			31 December 2014		
	Demand	Time	Total	Demand	Time	Total
Saving deposits	9.524.845	58.591.643	68.116.488	9.349.364	55.693.817	65.043.181
Commercial deposits	9.484.159	31.079.847	40.564.006	9.318.933	29.662.363	38.981.296
Bank deposits	488.250	14.900.863	15.389.113	501.286	13.082.116	13.583.402
Funds provided from repo transactions	-	29.213.780	29.213.780	-	28.408.773	28.408.773
Other	1.098.315	3.729.311	4.827.626	615.793	3.387.864	4.003.657
Total	20.595.569	137.515.444	158.111.013	19.785.376	130.234.933	150.020.309

NOTE 21 - RELATED PARTY DISCLOSURES

Key management personnel compensation:

The Group defined its key management as board of directors, general manager, general secretary, group chiefs, head of departments and group directors belonging to A group and over. Short term benefits include wages, bonuses, social security, health insurance, unused vacation, premium bonuses and incentive premiums. Other long term benefits include private pension system payments. Benefits resulted from discharge include severance pay and unused vacation payments for executive management who is discharged as a result of transfer or retirement.

The detailed schedule of compensation paid or payable to key management for the periods ended 31 March 2015 and 2014 are as follows:

	31 March 2015	31 March 2014
Short term benefits	9.176	8.533
Other long term benefits	70	65
Total	9.246	8.598

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NOTE 22 – NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS

Foreign Exchange Risk

The Group is exposed to foreign exchange risk through the impact of rate changes on the translation of foreign currency assets and liabilities to local currency. These risks are monitored and limited by analyzing foreign currency position. The Group aims to lower foreign exchange risk arising from assets and liabilities by using swap and forward derivative instruments.

The difference between the assets and liabilities of Akbank both denominated in foreign currency is defined as the "Net Foreign Currency ("FC") position" and is the exposure to foreign currency risk. Another dimension of the foreign exchange risk is the change in the value of the foreign currencies themselves within the net FC position (cross rate risk). The Bank keeps the amount exposed to foreign exchange risk within the limits determined by the Risk Management Committee. The Risk Management Committee monitors the general economic conditions and developments in the markets and sets new limits when necessary. These limits are set and monitored separately for the net FC position and for the cross rate risk. When necessary swap and forward contracts are used as a tool to hedge the foreign exchange risk.

The Group is exposed to foreign exchange risk arising primarily from the EUR, USD and GBP.

Foreign currency denominated assets and liabilities held by the Group before consolidation eliminations as at 31 March 2015 and 31 December 2014 in terms of TL are as follows:

	31 March 2015	31 December 2014
Assets	116.006.750	100.539.856
Liabilities	(126.293.424)	(111.100.363)
Net foreign currency balance sheet position	(10.286.674)	(10.560.507)
Net foreign currency position of off-balance sheet derivative financial instruments	10.892.263	11.017.204
Net foreign currency balance sheet and off-balance sheet position	605.589	456.697

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NOTE 22 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Continued)

Foreign Exchange Risk (continued)

31 March 2015

	Total TL Equivalent	USD Dollar	EUR	GBP	Other
Assets:					
Cash and cash equivalents	6.365.214	4.540.771	1.627.772	34.754	161.917
Financial assets	24.927.014	19.742.013	5.185.001	-	-
Receivables from financial operations	62.106.669	41.688.894	20.344.507	40.189	33.079
Reserve deposits at Central Bank	21.291.087	14.438.083	3.216.820	-	3.636.184
Trade receivables	666.088	254.001	325.387	5.202	81.498
Other current assets	650.678	357.941	215.959	123	76.655
Total Assets	116.006.750	81.021.703	30.915.446	80.268	3.989.333
Liabilities:					
Funds borrowed and debt securities in issue	(34.694.490)	(26.860.754)	(7.756.963)	(5.185)	(71.588)
Customer deposits	(90.129.439)	(63.166.263)	(23.713.143)	(1.338.655)	(1.911.378)
Trade payables	(207.607)	(145.756)	(31.639)	(19)	(30.193)
Other payables and provisions	(1.261.888)	(577.600)	(483.282)	(154.890)	(46.116)
Total Liabilities	(126.293.424)	(90.750.373)	(31.985.027)	(1.498.749)	(2.059.275)
Net foreign currency asset/ (liability) position of off-balance sheet derivative financial instruments	10.892.263	9.960.566	1.312.637	1.418.283	(1.799.223)
Net foreign currency asset/ (liability) position	605.589	231.896	243.056	(198)	130.835

Net profit effect of the consolidated to the total net foreign currency position is TL 393.625 as of 31 March 2015 (Akbank and Philsa-Philip Morris excluded).

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NOTE 22 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Continued)

Foreign Exchange Risk (continued)

	Total TL Equivalent	USD	EUR	GBP	Other
Assets:					
Cash and cash equivalents	5.237.279	3.761.304	1.278.393	50.427	147.155
Financial assets	21.237.202	16.197.318	5.039.884	-	-
Receivables from financial operations	56.933.096	38.335.141	18.539.364	33.465	25.126
Reserve deposits at Central Bank	16.334.281	10.072.841	2.994.356	-	3.267.084
Trade receivables	581.228	285.920	215.497	10.932	68.879
Other current assets	216.770	80.772	63.383	129	72.486
Total Assets	100.539.856	68.733.296	28.130.877	94.953	3.580.730
Liabilities:					
Funds borrowed and debt					
securities in issue	(28.999.873)	(20.682.537)	(8.274.882)	(7.528)	(34.926)
Customer deposits	(81.019.266)	(55.014.991)	(22.532.383)	(1.272.980)	(2.198.912)
Trade payables	(259.682)	(143.468)	(68.492)	(263)	(47.459)
Other payables and provisions	(821.542)	(425.574)	(308.404)	(42.468)	(45.096)
Total Liabilities	(111.100.363)	(76.266.570)	(31.184.161)	(1.323.239)	(2.326.393)
Net foreign currency asset/(liability) position of off-balance sheet derivative financial instruments	11.017.204	7.760.081	3.231.786	1.236.042	(1.210.705)
Net foreign currency asset/(liability) Position	456.697	226.807	178.502	7.756	43.632

Net profit effect of the consolidated to the total net foreign currency position is TL 886.484 as of 31 December 2014 (Akbank and Philsa-Philip Morris excluded).

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NOTE 22 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Continued)

Foreign Exchange Risk (continued)

Change of foreign currency has no material effect on financial statements because foreign exchange risk of the Bank is not material.

The foreign exchange risk of Group companies other than that of the banking segment for the years ended 31 March 2015 and 2014 is summarized as follows:

31 March 2015

	Profit/Loss		Equity	
	Appreciation of foreign currency	Depreciation of foreign currency	Appreciation of foreign currency	Depreciation of foreign currency
Change in USD against TL by 10%				
USD net assets/liabilities	(24.639)	24.639	-	-
Hedged items (-)	-	-	-	-
USD net effect	(24.639)	24.639	-	-
Change in EUR against TL by 10%				
EUR net assets/liabilities	(6.107)	6.107	-	-
Hedged items (-)	-	-	-	-
EUR net effect	(6.107)	6.107	-	-
Change in GBP against TL by 10%				
GBP net assets/liabilities	27	(27)	-	-
Hedged items (-)	-	-	-	-
GBP net effect	27	(27)	-	-
Change in other currency against TL by 10%				
Other currency net assets/liabilities	8.006	(8.006)	-	-
Hedged items (-)	-	-	-	-
Other currency net effect	8.006	(8.006)	-	-
	(22.713)	22.713	-	-

31 December 2014

	Profit/Loss		Equity	
	Appreciation of foreign currency	Depreciation of foreign currency	Appreciation of foreign currency	Depreciation of foreign currency
Change in USD against TL by 10%				
USD net assets/liabilities	(17.240)	17.240	-	-
Hedged items (-)	-	-	-	-
USD net effect	(17.240)	17.240	-	-
Change in EUR against TL by 10%				
EUR net assets/liabilities	(21.166)	21.166	-	-
Hedged items (-)	-	-	-	-
EUR net effect	(21.166)	21.166	-	-
Change in GBP against TL by 10%				
GBP net assets/liabilities	340	(340)	-	-
Hedged items (-)	-	-	-	-
GBP net effect	340	(340)	-	-
Change in other currency against TL by 10%				
Other currency net assets/liabilities	4.826	(4.826)	-	-
Hedged items (-)	-	-	-	-
Other currency net effect	4.826	(4.826)	-	-
	(33.240)	33.240	-	-

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2015

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 23 - EVENTS AFTER THE REPORTING PERIOD

The share transfer agreement was signed on 13 January 2015 regarding the sale of all shares in Group’s subsidiary SASA Polyester Sanayi A.Ş, corresponding to 51 % of the share capital of the Company, to Erdemoğlu Holding A.Ş. According the share transfer agreement, the transfer price of Sabancı Holding’s shares in SASA Polyester Sanayi A.Ş, corresponding to 51 % of the share capital is USD 104 million, after adjustments. USD 20 million of the transfer price was paid in advance, remaining part of it amounting to 84 million was collected on 30 April 2015 and share transfer has been completed.