

**Milli Reasürans Türk Anonim irketi**  
**Consolidated Balance Sheet**  
**As At 30 June 2014**

(Currency: Turkish Lira (TL))

<b>ASSETS</b>			
<b>I- Current Assets</b>	<b>Note</b>	<b>Unaudited Current Period 30 June 2014</b>	<b>Audited Prior Period 31 December 2013</b>
<b>A- Cash and Cash Equivalents</b>	<b>14</b>	<b>2.100.814.510</b>	<b>1.757.294.990</b>
1- Cash	14	93.914	62.280
2- Cheques Received		--	--
3- Banks	14	1.802.610.247	1.505.408.327
4- Cheques Given and Payment Orders	14	(254.125)	(1.025.984)
5- Bank Guaranteed Credit Card Receivables With Maturity Less Than Three Months	14	298.364.474	252.850.367
6- Other Cash and Cash Equivalents		--	--
<b>B- Financial Assets and Financial Investments with Risks on Policyholders</b>	<b>11</b>	<b>1.139.389.248</b>	<b>1.109.846.847</b>
1- Available-for-Sale Financial Assets	11	903.475.587	905.238.347
2- Held to Maturity Investments	11	82.057.391	94.501.549
3- Financial Assets Held for Trading	11	159.653.882	115.904.563
4- Loans and Receivables		--	--
5- Provision for Loans and Receivables		--	--
6- Financial Investments with Risks on Life Insurance Policyholders		--	--
7- Company's Own Equity Shares		--	--
8- Diminution in Value of Financial Investments	11	(5.797.612)	(5.797.612)
<b>C- Receivables from Main Operations</b>	<b>12</b>	<b>1.036.328.097</b>	<b>953.641.241</b>
1- Receivables from Insurance Operations	12	755.379.896	736.197.976
2- Provision for Receivables from Insurance Operations	12	(11.939.955)	(9.475.078)
3- Receivables from Reinsurance Operations	12	226.792.106	141.494.497
4- Provision for Receivables from Reinsurance Operations		--	--
5- Cash Deposited to Insurance & Reinsurance Companies	12	66.096.050	85.423.846
6- Loans to the Policyholders		--	--
7- Provision for Loans to the Policyholders		--	--
8- Receivables from Private Pension Operations		--	--
9- Doubtful Receivables from Main Operations	4.2,12	107.452.642	102.838.143
10- Provision for Doubtful Receivables from Main Operations	4.2,12	(107.452.642)	(102.838.143)
<b>D- Due from Related Parties</b>	<b>12</b>	<b>35.652</b>	<b>72.324</b>
1- Due from Shareholders		--	--
2- Due from Associates		--	--
3- Due from Subsidiaries		--	--
4- Due from Joint Ventures		--	--
5- Due from Personnel	12	35.652	72.324
6- Due from Other Related Parties		--	--
7- Rediscount on Receivables from Related Parties		--	--
8- Doubtful Receivables from Related Parties		--	--
9- Provision for Doubtful Receivables from Related Parties		--	--
<b>E- Other Receivables</b>	<b>12</b>	<b>5.572.810</b>	<b>3.096.793</b>
1- Finance Lease Receivables		--	--
2- Unearned Finance Lease Interest Income		--	--
3- Deposits and Guarantees Given	12	621.801	485.309
4- Other Miscellaneous Receivables	12	4.951.009	2.611.484
5- Rediscount on Other Miscellaneous Receivables		--	--
6- Other Doubtful Receivables	12	63.177	63.177
7- Provision for Other Doubtful Receivables	12	(63.177)	(63.177)
<b>F- Prepaid Expenses and Income Accruals</b>		<b>400.303.103</b>	<b>294.471.200</b>
1- Deferred Acquisition Costs	17	391.694.259	278.786.333
2- Accrued Interest and Rent Income		--	--
3- Income Accruals	4.2,12	7.933.519	15.491.016
4- Other Prepaid Expenses	4.2,12	675.326	193.851
<b>G- Other Current Assets</b>		<b>13.093.894</b>	<b>19.694.414</b>
1- Stocks to be Used in the Following Months		859.643	920.341
2- Prepaid Taxes and Funds	12,19	8.599.435	17.679.207
3- Deferred Tax Assets		--	--
4- Job Advances	12	1.327.367	41.221
5- Advances Given to Personnel	12	964.532	35.897
6- Inventory Count Differences		--	--
7- Other Miscellaneous Current Assets	12	1.342.917	1.017.748
8- Provision for Other Current Assets		--	--
<b>I- Total Current Assets</b>		<b>4.695.537.314</b>	<b>4.138.117.809</b>

**Milli Reasürans Türk Anonim İrketi**  
**Consolidated Balance Sheet**  
**As At 30 June 2014**

(Currency: Turkish Lira (TL))

ASSETS			
II- Non-Current Assets	Note	Unaudited Current Period 30 June 2014	Audited Prior Period 31 December 2013
<b>A- Receivables from Main Operations</b>		--	--
1- Receivables from Insurance Operations		--	--
2- Provision for Receivables from Insurance Operations		--	--
3- Receivables from Reinsurance Operations		--	--
4- Provision for Receivables from Reinsurance Operations		--	--
5- Cash Deposited for Insurance and Reinsurance Companies		--	--
6- Loans to the Policyholders		--	--
7- Provision for Loans to the Policyholders		--	--
8- Receivables from Individual Pension Business		--	--
9- Doubtful Receivables from Main Operations	4.2,12	10.859.080	10.908.362
10- Provision for Doubtful Receivables from Main Operations	4.2,12	(10.859.080)	(10.908.362)
<b>B- Due from Related Parties</b>		--	--
1- Due from Shareholders		--	--
2- Due from Associates		--	--
3- Due from Subsidiaries		--	--
4- Due from Joint Ventures		--	--
5- Due from Personnel		--	--
6- Due from Other Related Parties		--	--
7- Rediscount on Receivables from Related Parties		--	--
8- Doubtful Receivables from Related Parties		--	--
9- Provision for Doubtful Receivables from Related Parties		--	--
<b>C- Other Receivables</b>		--	--
1- Finance Lease Receivables		--	--
2- Unearned Finance Lease Interest Income		--	--
3- Deposits and Guarantees Given		--	--
4- Other Miscellaneous Receivables		--	--
5- Rediscount on Other Miscellaneous Receivables		--	--
6- Other Doubtful Receivables		--	--
7- Provision for Other Doubtful Receivables		--	--
<b>D- Financial Assets</b>	<b>9</b>	<b>113.260.491</b>	<b>114.176.307</b>
1- Investments in Equity Shares		--	--
2- Investments in Associates	9	112.167.784	113.430.100
3- Capital Commitments to Associates		--	--
4- Investments in Subsidiaries	9	1.092.707	746.207
5- Capital Commitments to Subsidiaries		--	--
6- Investments in Joint Ventures		--	--
7- Capital Commitments to Joint Ventures		--	--
8- Financial Assets and Financial Investments with Risks on Policyholders		--	--
9- Other Financial Assets		--	--
10- Impairment in Value of Financial Assets		--	--
<b>E- Tangible Assets</b>	<b>6</b>	<b>75.651.281</b>	<b>77.787.694</b>
1- Investment Properties	6,7	48.325.615	48.325.615
2- Impairment for Investment Properties		--	--
3- Owner Occupied Property	6	37.892.125	37.913.919
4- Machinery and Equipments	6	33.783.868	32.800.391
5- Furniture and Fixtures	6	15.263.361	14.871.838
6- Motor Vehicles	6	2.901.871	2.564.806
7- Other Tangible Assets (Including Leasehold Improvements)	6	19.329.186	18.262.277
8- Tangible Assets Acquired Through Finance Leases	6	4.166.354	4.166.354
9- Accumulated Depreciation	6	(86.011.099)	(81.117.506)
10- Advances Paid for Tangible Assets (Including Construction in Progress)		--	--
<b>F- Intangible Assets</b>	<b>8</b>	<b>65.301.000</b>	<b>63.517.832</b>
1- Rights	8	65.738.579	57.253.263
2- Goodwill	8	16.250.000	16.250.000
3- Pre-operating Expenses		--	--
4- Research and Development Costs		--	--
5- Other Intangible Assets		--	--
6- Accumulated Amortization	8	(36.839.357)	(29.281.745)
7- Advances Paid for Intangible Assets	8	20.151.778	19.296.314
<b>G- Prepaid Expenses and Income Accruals</b>		<b>403.063</b>	<b>40.150</b>
1- Deferred Acquisition Costs	17	401.711	34.671
2- Income Accruals		--	--
3- Other Prepaid Expenses		1.352	5.479
<b>H- Other Non-Current Assets</b>	<b>21</b>	<b>37.201.552</b>	<b>40.606.546</b>
1- Effective Foreign Currency Accounts		--	--
2- Foreign Currency Accounts		--	--
3- Stocks to be Used in the Following Years		--	--
4- Prepaid Taxes and Funds		--	--
5- Deferred Tax Assets	21	37.201.552	40.606.546
6- Other Miscellaneous Non-Current Assets		--	--
7- Amortization on Other Non-Current Assets		--	--
8- Provision for Other Non-Current Assets		--	--
<b>II- Total Non-Current Assets</b>		<b>291.817.387</b>	<b>296.128.529</b>
<b>TOTAL ASSETS</b>		<b>4.987.354.701</b>	<b>4.434.246.338</b>

**Milli Reasürans Türk Anonim irketi**  
**Consolidated Balance Sheet**  
**As At 30 June 2014**  
*(Currency: Turkish Lira (TL))*

<b>LIABILITIES</b>			
<b>III- Short-Term Liabilities</b>	<b>Note</b>	<b>Unaudited Current Period 30 June 2014</b>	<b>Audited Prior Period 31 December 2013</b>
<b>A- Financial Liabilities</b>		--	--
1- Borrowings from Financial Institutions		--	--
2- Finance Lease Payables		--	--
3- Deferred Leasing Costs		--	--
4- Current Portion of Long Term Debts		--	--
5- Principal Installments and Interests on Bonds Issued		--	--
6- Other Financial Assets Issued		--	--
7- Valuation Differences of Other Financial Assets Issued		--	--
8- Other Financial Liabilities		--	--
<b>B- Payables Arising from Main Operations</b>	<b>19</b>	<b>363.723.165</b>	<b>348.117.231</b>
1- Payables Arising from Insurance Operations		223.027.487	240.657.122
2- Payables Arising from Reinsurance Operations		73.698.054	40.078.893
3- Cash Deposited by Insurance and Reinsurance Companies		4.758.458	4.110.433
4- Payables Arising from Pension Operations		--	--
5- Payables Arising from Other Operations		62.239.166	63.270.783
6- Discount on Payables from Other Operations		--	--
<b>C-Due to Related Parties</b>	<b>19</b>	<b>308.221</b>	<b>86.156</b>
1- Due to Shareholders		72.450	72.450
2- Due to Associates		--	--
3- Due to Subsidiaries		--	--
4- Due to Joint Ventures		--	--
5- Due to Personnel		105.031	--
6- Due to Other Related Parties		130.740	13.706
<b>D- Other Payables</b>	<b>19</b>	<b>57.909.186</b>	<b>56.847.391</b>
1- Deposits and Guarantees Received		3.170.259	3.079.453
2- Payables to Social Security Institution Related to Treatment Expenses		29.212.482	26.428.955
3- Other Miscellaneous Payables		25.996.886	27.966.606
4- Discount on Other Miscellaneous Payables		(470.441)	(627.623)
<b>E-Insurance Technical Provisions</b>	<b>17</b>	<b>3.302.600.390</b>	<b>2.845.330.801</b>
1- Reserve for Unearned Premiums - Net	17	1.689.717.393	1.458.121.390
2- Reserve for Unexpired Risks- Net	17	29.550.320	17.775.525
3- Life Mathematical Provisions - Net	17	486.461	641.636
4- Provision for Outstanding Claims - Net	17	1.582.846.216	1.368.792.250
5- Provision for Bonus and Discounts - Net		--	--
6- Other Technical Provisions - Net		--	--
<b>F- Provisions for Taxes and Other Similar Obligations</b>	<b>19</b>	<b>23.623.180</b>	<b>28.647.704</b>
1- Taxes and Funds Payable		19.138.928	26.837.281
2- Social Security Premiums Payable		2.654.552	1.810.423
3- Overdue, Deferred or By Installment Taxes and Other Liabilities		--	--
4- Other Taxes and Similar Payables		--	--
5- Corporate Tax Payable		9.568.918	--
6- Prepaid Taxes and Other Liabilities Regarding Current Year Income		(7.739.218)	--
7- Provisions for Other Taxes and Similar Liabilities		--	--
<b>G- Provisions for Other Risks</b>		<b>867.534</b>	<b>--</b>
1- Provision for Employee Termination Benefits		--	--
2- Provision for Pension Fund Deficits		--	--
3- Provisions for Costs		867.534	--
<b>H- Deferred Income and Expense Accruals</b>	<b>19</b>	<b>65.760.061</b>	<b>58.234.314</b>
1- Deferred Commission Income	10,19	33.690.450	30.341.851
2- Expense Accruals	19	31.905.715	27.787.533
3- Other Deferred Income	19	163.896	104.930
<b>I- Other Short Term Liabilities</b>		<b>1.862.050</b>	<b>1.187.490</b>
1- Deferred Tax Liabilities		--	--
2- Inventory Count Differences		--	--
3- Other Various Short Term Liabilities		1.862.050	1.187.490
<b>III 6 Total Short Term Liabilities</b>		<b>3.816.653.787</b>	<b>3.338.451.087</b>

**Milli Reasürans Türk Anonim irketi**  
**Consolidated Balance Sheet**  
**As At 30 June 2014**  
*(Currency: Turkish Lira (TL))*

<b>LIABILITIES</b>			
<b>IV- Long-Term Liabilities</b>	<b>Note</b>	<b>Unaudited Current Period 30 June 2014</b>	<b>Audited Prior Period 31 December 2013</b>
<b>A- Financial Liabilities</b>		--	--
1- Borrowings from Financial Institutions		--	--
2- Finance Lease Payables		--	--
3- Deferred Leasing Costs		--	--
4- Bonds Issued		--	--
5- Other Financial Assets Issued		--	--
6- Valuation Differences of Other Financial Assets Issued		--	--
7- Other Financial Liabilities		--	--
<b>B- Payables Arising from Operating Activities</b>		--	--
1- Payables Arising from Insurance Operations		--	--
2- Payables Arising from Reinsurance Operations		--	--
3- Cash Deposited by Insurance and Reinsurance Companies		--	--
4- Payables Arising from Pension Operations		--	--
5- Payables Arising from Other Operations		--	--
6- Discount on Payables from Other Operations		--	--
<b>C- Due to Related Parties</b>		--	--
1- Due to Shareholders		--	--
2- Due to Associates		--	--
3- Due to Subsidiaries		--	--
4- Due to Joint Ventures		--	--
5- Due to Personnel		--	--
6- Due to Other Related Parties		--	--
<b>D- Other Payables</b>	<b>19</b>	--	--
1- Deposits and Guarantees Received		--	--
2- Payables to Social Security Institution Related to Treatment Expenses		--	--
3- Other Miscellaneous Payables		--	--
4- Discount on Other Miscellaneous Payables		--	--
<b>E-Insurance Technical Provisions</b>	<b>17</b>	71.694.884	66.371.127
1- Reserve for Unearned Premiums - Net		--	--
2- Reserve for Unexpired Risks - Net		--	--
3- Life Mathematical Provisions - Net		--	--
4- Provision for Outstanding Claims - Net		--	--
5- Provision for Bonus and Discounts - Net		--	--
6- Other Technical Provisions - Net	17	71.694.884	66.371.127
<b>F-Other Liabilities and Relevant Accruals</b>		--	--
1- Other Liabilities		--	--
2- Overdue, Deferred or By Installment Taxes and Other Liabilities			--
3- Other Liabilities and Expense Accruals		--	--
<b>G- Provisions for Other Risks</b>	<b>23</b>	55.787.311	53.880.358
1- Provisions for Employment Termination Benefits	23	19.471.285	17.564.332
2- Provisions for Pension Fund Deficits	22,23	36.316.026	36.316.026
<b>H-Deferred Income and Expense Accruals</b>	<b>19</b>	124.583	--
1- Deferred Commission Income		--	--
2- Expense Accruals		--	--
3- Other Deferred Income	19	124.583	--
<b>I- Other Long Term Liabilities</b>		--	--
1- Deferred Tax Liabilities		--	--
2- Other Long Term Liabilities		--	--
<b>IV - Total Long Term Liabilities</b>		127.606.778	120.251.485

**Milli Reasürans Türk Anonim irketi**  
**Consolidated Balance Sheet**  
**As At 30 June 2014**

(Currency: Turkish Lira (TL))

<b>EQUITY</b>			
<b>V- Equity</b>	<b>Note</b>	<b>Unaudited Current Period 30 June 2014</b>	<b>Audited Prior Period 31 December 2013</b>
<b>A- Paid in Capital</b>		<b>660.000.000</b>	<b>615.000.000</b>
1- (Nominal) Capital	2.13,15	660.000.000	615.000.000
2- Unpaid Capital (-)		--	--
3- Positive Capital Restatement Differences		--	--
4- Negative Capital Restatement Differences (-)		--	--
5- Unregistered Capital		--	--
<b>B- Capital Reserves</b>	<b>15</b>	<b>(3.950.992)</b>	<b>(4.568.692)</b>
1- Share Premiums		--	--
2- Cancellation Profits of Equity Shares		--	--
3- Profit on Sale Assets That Will Be Transferred to Capital		--	--
4- Currency Translation Adjustments	15	(8.999.606)	(9.246.073)
5- Other Capital Reserves	15	5.048.614	4.677.381
<b>C- Profit Reserves</b>		<b>85.926.828</b>	<b>109.307.849</b>
1- Legal Reserves	15	77.369.316	76.312.898
2- Statutory Reserves	15	4.441.017	43.612.652
3- Extraordinary Reserves	15	12.047.517	16.896.500
4- Special Funds		--	--
5- Revaluation of Financial Assets	11,15	38.452.595	18.869.209
6- Other Profit Reserves	15	24.676.432	24.676.639
7- Transactions under common control	15	(71.060.049)	(71.060.049)
<b>D- Retained Earnings</b>		<b>--</b>	<b>--</b>
1- Retained Earnings		--	--
<b>E- Accumulated Losses</b>		<b>(27.922.666)</b>	<b>(97.983.106)</b>
1- Accumulated Losses		(27.922.666)	(97.983.106)
<b>F-Net Profit/(Loss) for the Year</b>		<b>29.118.791</b>	<b>71.800.159</b>
1- Net Profit for the Year		28.200.777	71.428.926
2- Net Loss for the Year		--	--
3- Net Profit for the Period not Subject to Distribuiton		918.014	371.233
<b>G- Non-controlling interest</b>		<b>299.922.175</b>	<b>281.987.556</b>
<b>Total Equity</b>		<b>1.043.094.136</b>	<b>975.543.766</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>4.987.354.701</b>	<b>4.434.246.338</b>

**Milli Reasürans Türk Anonim İrketi**  
**Consolidated Income Statement**  
**As At 30 June 2014**  
*(Currency: Turkish Lira (TL))*

	Note	Audited Current Period 01 January - 30 June 2014	Unaudited Current Period 01 April - 30 June 2014	Audited Prior Period 01 January - 30 June 2013	Unaudited Prior Period 01 April - 30 June 2013
<b>I-TECHNICAL SECTION</b>					
<b>A- Non-Life Technical Income</b>					
		<b>1.599.097.993</b>	<b>829.915.621</b>	<b>1.384.401.633</b>	<b>709.879.715</b>
1- Earned Premiums (Net of Reinsurer Share)		1.431.021.572	748.328.294	1.252.957.621	647.786.240
1.1- Written Premiums (Net of Reinsurer Share)	17	1.672.843.369	835.145.032	1.444.353.554	702.667.551
1.1.1- Written Premiums, gross	17	2.042.298.775	1.018.369.472	1.801.948.166	858.019.589
1.1.2- Written Premiums, ceded	10,17	(326.204.229)	(158.633.363)	(328.358.315)	(141.581.179)
1.1.3- Written Premiums, SSI share		(43.251.177)	(24.591.077)	(29.236.297)	(13.770.859)
1.2- Change in Reserve for Unearned Premiums (Net of Reinsurer Shares and Less the Amounts Carried Forward)	17,29	(230.047.002)	(79.085.541)	(184.617.961)	(48.558.522)
1.2.1- Reserve for Unearned Premiums, gross	17	(253.257.523)	(83.752.264)	(230.326.934)	(47.356.838)
1.2.2- Reserve for Unearned Premiums, ceded	10,17	13.630.771	(2.035.546)	39.644.829	(3.751.754)
1.2.3- Reserve for Unearned Premiums, SSI share		9.579.750	6.702.269	6.064.144	2.550.070
1.3- Change in Reserve for Unexpired Risks (Net of Reinsurer Share and Less the Amounts Carried Forward)		(11.774.795)	(7.731.197)	(6.777.972)	(6.322.789)
1.3.1- Reserve for Unexpired Risks, gross		(8.646.374)	(3.627.573)	(19.183.920)	(23.237.593)
1.3.2- Reserve for Unexpired Risks, ceded		(3.128.421)	(4.103.624)	12.405.948	16.914.804
2- Investment Income - Transferred from Non-Technical Section		144.618.832	76.956.379	93.624.526	48.725.389
3- Other Technical Income (Net of Reinsurer Share)		15.599.556	2.665.885	20.284.301	17.271.774
3.1- Other Technical Income, gross		15.601.804	2.665.863	20.285.163	17.271.773
3.2- Other Technical Income, ceded		(2.248)	22	(862)	1
4. Accrued Salvage and Subrogation Income		7.858.033	1.965.063	17.535.185	(3.903.688)
<b>B- Non-Life Technical Expenses</b>					
		<b>(1.519.054.993)</b>	<b>(781.853.656)</b>	<b>(1.333.344.051)</b>	<b>(687.462.703)</b>
1- Incurred Losses (Net of Reinsurer Share)		(1.086.340.752)	(566.770.275)	(949.068.381)	(491.512.302)
1.1- Claims Paid (Net of Reinsurer Share)	17,29	(872.627.339)	(417.880.346)	(877.023.271)	(426.827.559)
1.1.1- Claims Paid, gross	17	(916.399.184)	(443.819.116)	(929.259.908)	(455.684.500)
1.1.2- Claims Paid, ceded	10,17	43.771.845	25.938.770	52.236.637	28.856.941
1.2- Change in Provisions for Outstanding Claims (Net of Reinsurer Share and Less the Amounts Carried Forward)	17,29	(213.713.413)	(148.889.929)	(72.045.110)	(64.684.743)
1.2.1- Change in Provisions for Outstanding Claims, gross	17	(210.993.933)	(146.646.773)	(59.381.110)	(63.589.706)
1.2.2- Change in Provisions for Outstanding Claims, ceded	10,17	(2.719.480)	(2.243.156)	(12.664.000)	(1.095.037)
2- Change in Provision for Bonus and Discounts (Net of Reinsurer Share and Less the Amounts Carried Forward)		--	--	--	--
2.1- Provision for Bonus and Discounts, gross		--	--	--	--
2.2- Provision for Bonus and Discounts, ceded		--	--	--	--
3- Change in Other Technical Reserves (Net of Reinsurer Share and Less the Amounts Carried Forward)	29	(5.151.650)	(4.079.459)	(2.755.661)	(1.894.908)
4- Operating Expenses	32	(403.322.424)	(199.866.114)	(361.385.305)	(182.399.866)
5- Change in Mathematical Provisions (Net of Reinsurer Share and Less the Amounts Carried Forward)		--	--	--	--
5.1- Mathematical Provisions		--	--	--	--
5.2- Mathematical Provisions, ceded		--	--	--	--
6- Other Technical Expense		(24.240.167)	(11.137.808)	(20.134.704)	(11.655.627)
6.1- Other Technical Expense, gross		(24.240.167)	(11.137.808)	(20.134.704)	(11.655.627)
6.2- Other Technical Expense, ceded		--	--	--	--
<b>C- Net Technical Income Non-Life (A-B)</b>					
		<b>80.043.000</b>	<b>48.061.965</b>	<b>51.057.582</b>	<b>22.417.012</b>
<b>D- Life Technical Income</b>					
		<b>10.823.421</b>	<b>5.417.431</b>	<b>10.251.407</b>	<b>5.187.475</b>
1- Earned Premiums (Net of Reinsurer Share)		9.822.187	4.835.480	9.483.199	4.759.364
1.1- Written Premiums (Net of Reinsurer Share)	17	11.371.188	5.451.289	13.076.689	6.031.121
1.1.1- Written Premiums, gross	17	15.873.583	9.703.429	13.825.062	6.359.690
1.1.2- Written Premiums, ceded	10,17	(4.502.395)	(4.252.140)	(748.373)	(328.569)
1.2- Change in Reserve for Unearned Premiums (Net of Reinsurer Shares and Less the Amounts Carried Forward)	17,29	(1.549.001)	(615.809)	(3.593.490)	(1.271.757)
1.2.1- Reserve for Unearned Premiums, gross	17	(3.013.622)	(2.143.684)	(3.792.939)	(1.308.609)
1.2.2- Reserve for Unearned Premiums, ceded	10,17	1.464.621	1.527.875	199.449	36.852
1.3- Change in Reserve for Unexpired Risks (Net of Reinsurer Share and Less the Amounts Carried Forward)		--	--	--	--
1.3.1- Reserve for Unexpired Risks, gross		--	--	--	--
1.3.2- Reserve for Unexpired Risks, ceded		--	--	--	--
2- Investment Income		960.695	554.559	749.533	414.729
3- Unrealized Gains on Investments		--	--	--	--
4- Other Technical Income (Net of Reinsurer Share)		40.539	27.392	18.675	13.382
4.1- Other Technical Income, gross		25.484	12.337	18.675	13.382
4.2- Other Technical Income, ceded		15.055	15.055	--	--
5- Accrued Salvage and Subrogation Income		--	--	--	--

**Milli Reasürans Türk Anonim irketi**  
**Consolidated Income Statement**  
**As At 30 June 2014**

(Currency: Turkish Lira (TL))

	Note	Audited Current Period 01 January - 30 June 2014	Unaudited Current Period 01 April - 30 June 2014	Audited Prior Period 01 January - 30 June 2013	Unaudited Prior Period 01 April - 30 June 2013
<b>I-TECHNICAL SECTION</b>					
<b>E- Life Technical Expenses</b>		<b>(6.078.296)</b>	<b>(4.626.122)</b>	<b>(6.959.015)</b>	<b>(5.146.706)</b>
1- Incurred Losses (Net of Reinsurer Share)		(4.109.924)	(1.645.728)	(3.848.598)	(1.816.345)
1.1- Claims Paid (Net of Reinsurer Share)	17,29	(3.769.371)	(2.015.281)	(3.181.129)	(1.820.990)
1.1.1- Claims Paid, gross	17	(6.180.477)	(4.321.989)	(3.210.216)	(1.829.273)
1.1.2- Claims Paid, ceded	10,17	2.411.106	2.306.708	29.087	8.283
1.2- Change in Provisions for Outstanding Claims (Net of Reinsurer Share and Less the Amounts Carried Forward)	17,29	(340.553)	369.553	(667.469)	4.645
1.2.1- Change in Provisions for Outstanding Claims, gross	17	110.690	1.465.838	(1.503.939)	(87.401)
1.2.2- Change in Provisions for Outstanding Claims, ceded	10,17	(451.243)	(1.096.285)	836.470	92.046
2- Change in Provision for Bonus and Discounts (Net of Reinsurer Share and Less the Amounts Carried Forward)		--	--	--	--
2.1- Provision for Bonus and Discounts, gross		--	--	--	--
2.2- Provision for Bonus and Discounts, ceded		--	--	--	--
3- Change in Life Mathematical Provisions (Net of Reinsurer Share and Less the Amounts Carried Forward)	29	155.175	72.221	198.863	108.010
3.1- Change in Mathematical Provisions, gross	29	155.175	72.221	198.863	108.010
3.1.1- Actuarial Mathematical Provisions		155.175	72.221	198.863	108.010
3.1.2- Profit Sharing Provisions (Provisions for Policies Investment Risks of Which Belong to Life Insurance Policyholders)		--	--	--	--
3.2- Change in Mathematical Provisions, ceded		--	--	--	--
3.2.1- Actuarial Mathematical Provisions, ceded		--	--	--	--
3.2.2- Profit Sharing Provisions, ceded (Provisions for Policies Investment Risks of Which Belong to Life Insurance Policyholders)		--	--	--	--
4- Change in Other Technical Reserves (Net of Reinsurer Share and Less the Amounts Carried Forward)	29	(172.107)	(86.457)	(158.370)	(98.349)
5- Operating Expenses	32	(1.951.440)	(2.966.158)	(3.150.910)	(3.340.022)
6- Investment Expenses		--	--	--	--
7- Unrealized Losses on Investments		--	--	--	--
8- Investment Income Transferred to the Non-Life Technical Section		--	--	--	--
<b>F- Net Technical Income - Life (D - E)</b>		<b>4.745.125</b>	<b>791.309</b>	<b>3.292.392</b>	<b>40.769</b>
<b>G- Pension Business Technical Income</b>					
1- Fund Management Income		--	--	--	--
2- Management Fee		--	--	--	--
3- Entrance Fee Income		--	--	--	--
4- Management Expense Charge in case of Suspension		--	--	--	--
5- Income from Private Service Charges		--	--	--	--
6- Increase in Value of Capital Allowances Given as Advance		--	--	--	--
7- Other Technical Expense		--	--	--	--
<b>H- Pension Business Technical Expenses</b>		<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
1- Fund Management Expense		--	--	--	--
2- Decrease in Value of Capital Allowances Given as Advance		--	--	--	--
3- Operating Expenses		--	--	--	--
4- Other Technical Expenses		--	--	--	--
<b>I- Net Technical Income Pension Business (G - H)</b>		<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>

**Milli Reasürans Türk Anonim İrketi**  
**Consolidated Income Statement**  
**As At 30 June 2014**

(Currency: Turkish Lira (TL))

	Note	Audited Current Period 01 January - 30 June 2014	Unaudited Current Period 01 April - 30 June 2014	Audited Prior Period 01 January - 30 June 2013	Unaudited Prior Period 01 April - 30 June 2013
<b>II- NON TECHNICAL SECTION</b>					
<b>C- Net Technical Income ó Non-Life (A-B)</b>		<b>80.043.000</b>	<b>48.061.965</b>	<b>51.057.582</b>	<b>22.417.012</b>
<b>F- Net Technical Income ó Life (D-E)</b>		<b>4.745.125</b>	<b>791.309</b>	<b>3.292.392</b>	<b>40.769</b>
<b>I - Net Technical Income ó Pension Business (G-H)</b>		--	--	--	--
<b>J- Total Net Technical Income (C+F+I)</b>		<b>84.788.125</b>	<b>48.853.274</b>	<b>54.349.974</b>	<b>22.457.781</b>
<b>K- Investment Income</b>		<b>188.267.538</b>	<b>91.224.087</b>	<b>142.715.589</b>	<b>76.340.509</b>
1- Income from Financial Assets	4.2	105.771.867	60.736.051	80.013.449	37.411.313
2- Income from Disposal of Financial Assets	4.2	27.348.629	23.074.118	19.604.006	8.385.418
3- Valuation of Financial Assets	4.2	13.531.925	(1.585.791)	(3.274.462)	(2.127.929)
4- Foreign Exchange Gains	4.2	27.708.037	3.311.736	28.151.025	22.416.442
5- Income from Associates	4.2	6.719.717	1.896.046	8.871.949	3.894.597
6- Income from Subsidiaries and Joint Ventures	4.2	347.307	347.307	1.925	1.925
7- Income from Property, Plant and Equipment	7	6.649.065	3.444.620	6.997.052	4.129.731
8- Income from Derivative Transactions	4.2	190.991	--	2.307.145	2.185.512
9- Other Investments		--	--	43.500	43.500
10- Income Transferred from Life Section		--	--	--	--
<b>L- Investment Expense</b>		<b>(205.829.535)</b>	<b>(101.785.922)</b>	<b>(135.791.307)</b>	<b>(73.527.479)</b>
1- Investment Management Expenses (inc. interest)	4.2	(258.554)	(64.225)	(549.313)	(253.203)
2- Diminution in Value of Investments	4.2	(541.490)	(315.284)	(5.577.928)	1.198.742
3- Loss from Disposal of Financial Assets	4.2	(15.412.340)	(3.568.854)	(4.755.587)	(3.592.424)
4- Investment Income Transferred to Non-Life Technical Section		(144.618.832)	(76.956.379)	(93.624.526)	(48.725.389)
5- Loss from Derivative Transactions	4.2	(178.754)	--	(3.773.390)	(3.754.990)
6- Foreign Exchange Losses	4.2	(29.320.711)	(12.886.078)	(16.230.590)	(11.147.907)
7- Depreciation and Amortization Expenses	6.8	(12.493.858)	(6.330.264)	(9.038.298)	(6.185.987)
8- Other Investment Expenses		(3.004.996)	(1.664.838)	(2.241.675)	(1.066.321)
<b>M- Income and Expenses from Other and Extraordinary Operations</b>		<b>(17.725.207)</b>	<b>(7.086.215)</b>	<b>(21.128.739)</b>	<b>(1.971.066)</b>
1- Provisions	47	(15.965.208)	(4.753.589)	(18.050.610)	(7.209.281)
2- Rediscunts	47	(4.800.660)	(1.265.818)	(195.383)	(1.395.743)
3- Specified Insurance Accounts		--	--	--	--
4- Monetary Gains and Losses		--	--	--	--
5- Deferred Taxation (Deferred Tax Assets)	35	4.111.378	2.062.272	(2.279.184)	(942.869)
6- Deferred Taxation (Deferred Tax Liabilities)	35	(293.969)	(1.775.198)	(2.820.234)	5.335.275
7- Other Income		962.999	157.653	2.410.354	2.284.539
8- Other Expenses and Losses		(1.739.747)	(1.511.535)	(193.682)	(42.987)
9- Prior Yearø Income		--	--	--	--
10- Prior Yearø Expenses and Losses		--	--	--	--
<b>N- Net Profit for the Year</b>		<b>39.932.003</b>	<b>25.537.191</b>	<b>40.145.517</b>	<b>23.299.745</b>
1- Profit for the Year		49.500.921	31.205.224	40.145.517	23.299.745
2- Corporate Tax Provision and Other Fiscal Liabilities	35	(9.568.918)	(5.668.033)	--	--
3- Net Profit for the Year		39.932.003	25.537.191	40.145.517	23.299.745
3.1-Equity Holders of the Parent		29.118.791	21.088.849	30.015.358	13.152.227
3.2-Non-controlling Interest		10.813.212	4.448.342	10.130.159	10.147.518
4- Monetary Gains and Loses		--	--	--	--

**Millî Reasürans Türk Anonim İrketi**  
**Consolidated Statement of Cash Flows**  
**For The Period Ended 30 June 2014**  
*(Currency: Turkish Lira (TL))*

	Note	Unaudited Current Period 30 June 2014	Unaudited Prior Period 30 June 2013
<b>A. Cash flows from operating activities</b>			
1. Cash provided from insurance activities		1.606.095.544	1.367.095.114
2. Cash provided from reinsurance activities		588.748.651	719.826.035
3. Cash provided from private pension business		--	--
4. Cash used in insurance activities		(1.419.318.288)	(1.210.892.491)
5. Cash used in reinsurance activities		(518.360.890)	(939.371.400)
6. Cash used in private pension business		--	--
<b>7. Cash provided from operating activities</b>		<b>257.165.017</b>	<b>(63.342.742)</b>
8. Interest paid		--	--
9. Income taxes paid		(7.739.218)	--
10. Other cash inflows		66.627.469	273.019.918
11. Other cash outflows		(229.024.072)	(59.092.520)
<b>12. Net cash provided from operating activities</b>		<b>87.029.196</b>	<b>150.584.656</b>
<b>B. Cash flows from investing activities</b>		--	--
1. Proceeds from disposal of tangible assets		42.308	1.177.235
2. Acquisition of tangible assets		(12.167.406)	(12.109.474)
3. Acquisition of financial assets		(655.263.576)	(620.258.449)
4. Proceeds from disposal of financial assets		699.011.514	338.925.740
5. Interests received		119.863.828	42.367.728
6. Dividends received		5.199.690	11.650.189
7. Other cash inflows		92.163.039	394.462.956
8. Other cash outflows		(222.158.454)	(12.845.632)
<b>9. Net cash provided by investing activities</b>		<b>26.690.943</b>	<b>143.370.293</b>
<b>C. Cash flows from financing activities</b>		--	--
1. Equity shares issued		--	--
2. Cash provided from loans and borrowings		--	--
3. Finance lease payments		--	--
4. Dividends paid		--	--
5. Other cash inflows		--	--
6. Other cash outflows		--	--
<b>7. Net cash provided by financing activities</b>		<b>--</b>	<b>--</b>
<b>D. Effect of exchange rate fluctuations on cash and cash equivalents</b>		<b>95.504.666</b>	<b>1.436.556</b>
<b>E. Net increase /(decrease) in cash and cash equivalents</b>	<b>14</b>	<b>209.224.805</b>	<b>295.391.505</b>
<b>F. Cash and cash equivalents at the beginning of the year</b>	<b>14</b>	<b>1.342.535.143</b>	<b>883.291.238</b>
<b>G. Cash and cash equivalents at the end of the year</b>		<b>1.551.759.948</b>	<b>1.178.682.743</b>

**Millî Reasürans Türk Anonim İrketi**  
**Consolidated Statement of Changes in Equity**  
**For The Period Ended 30 June 2014**

(Currency: Turkish Lira (TL))

Unaudited Changes in Equity 6 30 June 2013														
	Note	Paid-in Capital	Own Shares of the Company	Revaluation of Financial Assets	Inflation Adjustment	Currency Translation Adjustment	Legal Reserves	Statutory Reserves	Other Reserves and Retained Earnings	Net Profit for the Year	Retained Earnings	Total Equity Attributable to Equity Holders of the Parent	Non-controlling Interest	Total
<b>I - Balance at the end of the previous year 6 31 December 2012</b>	15	615.000.000	--	51.655.758	--	(3.588.736)	75.456.222	45.217.862	(23.636.913)	63.341.662	(162.597.232)	660.848.623	263.807.337	924.655.960
A- Capital increase (A1+A2)		--	--	--	--	--	--	--	--	--	--	--	--	--
1- In cash		--	--	--	--	--	--	--	--	--	--	--	--	--
2- From reserves		--	--	--	--	--	--	--	--	--	--	--	--	--
B- Purchase of own shares		--	--	--	--	--	--	--	--	--	--	--	--	--
C- Gains or losses that are not included in the statement of income		--	--	--	--	--	--	--	--	--	--	--	--	--
D- Change in the value of financial assets		--	--	(16.773.991)	--	--	--	--	--	--	--	(16.773.991)	(3.658.366)	(20.432.357)
E- Currency translation adjustments		--	--	--	--	(1.929.468)	--	--	--	--	--	(1.929.468)	--	(1.929.468)
F- Other gains or losses		--	--	--	--	--	--	--	--	--	--	--	--	--
G- Inflation adjustment differences		--	--	--	--	--	--	--	--	--	--	--	--	--
H- Net profit for the year		--	--	--	--	--	--	--	--	30.015.358	--	30.015.358	10.130.159	40.145.517
I 6 Other reserves and transfers from retained earnings		--	--	--	--	--	856.676	(1.605.210)	(523.930)	(63.341.662)	64.614.126	--	--	--
J -Dividends Paid		--	--	--	--	--	--	--	--	--	--	--	--	--
<b>II 6 Balance at the end of the period 6 30 June 2013</b>	15	615.000.000	--	34.881.767	--	(5.518.204)	76.312.898	43.612.652	(24.160.843)	30.015.358	(97.983.106)	672.160.522	270.279.130	942.439.652

Unaudited Changes in Equity 6 30 June 2014														
	Note	Paid-in Capital	Own Shares of the Company	Revaluation of Financial Assets	Inflation Adjustment	Currency Translation Adjustment	Legal Reserves	Statutory Reserves	Other Reserves and Retained Earnings	Net Profit for the Year	Retained Earnings	Total Equity Attributable to Equity Holders of the Parent	Non-controlling Interest	Total
<b>I - Balance at the end of the previous year 6 31 December 2013</b>	15	615.000.000	--	18.869.209	--	(9.246.073)	76.312.898	43.612.652	(24.809.529)	71.800.159	(97.983.106)	693.556.210	281.987.556	975.543.766
A- Capital increase (A1+A2)		45.000.000	--	--	--	--	--	(39.500.000)	(5.500.000)	--	--	--	--	--
1- In cash		--	--	--	--	--	--	--	--	--	--	--	--	--
2- From reserves		45.000.000	--	--	--	--	--	(39.500.000)	(5.500.000)	--	--	--	--	--
B- Purchase of own shares		--	--	--	--	--	--	--	--	--	--	--	--	--
C- Gains or losses that are not included in the statement of income		--	--	--	--	--	--	--	2.185	--	--	2.185	--	2.185
D- Change in the value of financial assets		--	--	19.583.386	--	--	--	--	--	--	--	19.583.386	7.121.406	26.704.792
E- Currency translation adjustments		--	--	--	--	246.467	--	--	--	--	--	246.467	--	246.467
F- Other gains or losses		--	--	--	--	--	--	--	--	--	--	--	--	--
G- Inflation adjustment differences		--	--	--	--	--	--	--	--	--	--	--	--	--
H- Net profit for the year		--	--	--	--	--	--	--	--	29.118.791	--	29.118.791	10.813.213	39.932.004
I 6 Other reserves and transfers from retained earnings		--	--	--	--	--	1.056.418	328.365	1.019.858	(71.800.159)	70.060.440	664.922	--	664.922
J -Dividends Paid		--	--	--	--	--	--	--	--	--	--	--	--	--
<b>II 6 Balance at the end of the period 6 30 June 2014</b>	15	660.000.000	--	38.452.595	--	(8.999.606)	77.369.316	4.441.017	(29.287.486)	29.118.791	(27.922.666)	743.171.961	299.922.175	1.043.094.136