

**Millî Reasürans Türk Anonim Şirketi**  
**Unconsolidated Balance Sheet**  
**As At 30 June 2016**  
*(Currency: Turkish Lira (TL))*

ASSETS			
I- Current Assets	Note	Audited Current Period 30 June 2016	Audited Prior Period 31 December 2015
<b>A- Cash and Cash Equivalents</b>	<b>14</b>	<b>961.036.129</b>	<b>991.998.486</b>
1- Cash	14	34.822	34.971
2- Cheques Received		--	--
3- Banks	14	961.001.307	991.963.515
4- Cheques Given and Payment Orders		--	--
5- Bank Guaranteed Credit Card Receivables With Maturity Less Than Three Months		--	--
6- Other Cash and Cash Equivalents		--	--
<b>B- Financial Assets and Financial Investments with Risks on Policyholders</b>	<b>11</b>	<b>470.934.797</b>	<b>477.908.745</b>
1- Available-for-Sale Financial Assets	11	472.534.797	477.908.745
2- Held to Maturity Investments		--	--
3- Financial Assets Held for Trading		--	--
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	(1.600.000)	--
<b>C- Receivables from Main Operations</b>	<b>12</b>	<b>226.399.620</b>	<b>181.305.786</b>
1- Receivables from Insurance Operations		--	--
2- Provision for Receivables from Insurance Operations		--	--
3- Receivables from Reinsurance Operations	12	178.117.236	117.776.513
4- Provision for Receivables from Reinsurance Operations		--	--
5- Cash Deposited to Insurance & Reinsurance Companies	12	48.282.384	63.529.273
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	12.061	12.133
10- Provision for Doubtful Receivables from Main Operations	4,2,12	(12.061)	(12.133)
<b>D- Due from Related Parties</b>		<b>--</b>	<b>--</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>E- Other Receivables</b>	<b>12</b>	<b>1.116.982</b>	<b>605.367</b>
1- Finance Lease Receivables		--	--
2- Unearned Finance Lease Interest Income		--	--
3- Deposits and Guarantees Given	4,2,12	219.506	210.429
4- Other Miscellaneous Receivables	4,2,12	897.476	394.938
5- Rediscount on Other Miscellaneous Receivables		--	--
6- Other Doubtful Receivables	12	53.177	63.177
7- Provision for Other Doubtful Receivables	4,2,12	(53.177)	(63.177)
<b>F- Prepaid Expenses and Income Accruals</b>		<b>152.686.164</b>	<b>111.793.456</b>
1- Deferred Acquisition Costs	17	148.325.153	100.548.550
2- Accrued Interest and Rent Income		--	--
3- Income Accruals	4,2	3.732.900	10.785.341
4- Other Prepaid Expenses		628.111	459.565
<b>G- Other Current Assets</b>		<b>14.330.577</b>	<b>11.835.658</b>
1- Stocks to be Used in the Following Months		48.918	41.277
2- Prepaid Taxes and Funds	12	13.546.981	11.292.292
3- Deferred Tax Assets		--	--
4- Job Advances	12	42.042	2.042
5- Advances Given to Personnel		--	--
6- Inventory Count Differences		--	--
7- Other Miscellaneous Current Assets		692.636	500.047
8- Provision for Other Current Assets		--	--
<b>I- Total Current Assets</b>		<b>1.826.504.269</b>	<b>1.775.447.498</b>

# Millî Reasürans Türk Anonim Şirketi

## Unconsolidated Balance Sheet

As At 30 June 2016

(Currency: Turkish Lira (TL))

ASSETS			
II- Non-Current Assets	Note	Audited Current Period 30 June 2016	Audited Prior Period 31 December 2015
<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	14.155.313	14.221.013
10- Provision for Doubtful Receivables from Main Operations	4.2,12	(14.155.313)	(14.221.013)
<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>	9	491.093.387	445.245.371
1- Investments in Equity Shares		--	--
2- Investments in Associates		--	--
3- Capital Commitments to Associates		--	--
4- Investments in Subsidiaries	9	491.093.387	445.245.371
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>	6	419.254.803	419.380.392
1- Investment Properties	6,7	270.568.050	270.568.050
2- Impairment for Investment Properties		--	--
3- Owner Occupied Property	6	147.116.950	147.116.950
4- Machinery and Equipments		--	--
5- Furniture and Fixtures	6	5.086.529	4.955.519
6- Motor Vehicles	6	1.133.021	1.239.468
7- Other Tangible Assets (Including Leasehold Improvements)		--	--
8- Tangible Assets Acquired Through Finance Leases		--	--
9- Accumulated Depreciation	6	(4.649.747)	(4.499.595)
10- Advances Paid for Tangible Assets (Including Construction in Progress)		--	--
<b>F- Intangible Assets</b>	8	10.253.663	7.587.984
1- Rights	8	4.557.022	4.448.929
2- Goodwill		--	--
3- Pre-operating Expenses		--	--
4- Research and Development Costs		--	--
5- Other Intangible Assets		--	--
6- Accumulated Amortization	8	(2.650.384)	(2.399.309)
7- Advances Paid for Intangible Assets	8	8.347.025	5.538.364
<b>G- Prepaid Expenses and Income Accruals</b>		85.746	122.987
1- Deferred Acquisition Costs		--	--
2- Income Accruals		--	--
3- Other Prepaid Expenses		85.746	122.987
<b>H- Other Non-Current Assets</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		--	--
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>		920.687.599	872.336.734
<b>TOTAL ASSETS</b>		2.747.191.868	2.647.784.232

**Millî Reasürans Türk Anonim Şirketi**  
**Unconsolidated Balance Sheet**  
**As At 30 June 2016**  
*(Currency: Turkish Lira (TL))*

<b>LIABILITIES</b>			
<b>III- Short-Term Liabilities</b>	<b>Note</b>	<b>Audited Current Period 30 June 2016</b>	<b>Audited Prior Period 31 December 2015</b>
<b>A- Financial Liabilities</b>	<b>4.2,20</b>	<b>47.081.123</b>	<b>86.678.332</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	4.2,20	47.081.123	86.678.332
<b>B- Payables Arising from Main Operations</b>	<b>19</b>	<b>75.239.402</b>	<b>44.146.054</b>
1- Payables Arising from Insurance Operations		--	--
2- Payables Arising from Reinsurance Operations		74.304.838	43.014.872
3- Cash Deposited by Insurance and Reinsurance Companies		934.564	1.131.182
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>	<b>19</b>	<b>370.011</b>	<b>66.378</b>
1- Due to Shareholders	45	201.863	53.738
2- Due to Associates		--	--
3- Due to Subsidiaries		--	--
4- Due to Joint Ventures		--	--
5- Due to Personnel		--	--
6- Due to Other Related Parties	45	168.148	12.640
<b>D- Other Payables</b>	<b>19</b>	<b>1.058.858</b>	<b>2.229.087</b>
1- Deposits and Guarantees Received		--	--
2- Payables to Social Security Institution Related to Treatment Expenses		--	--
3- Other Miscellaneous Payables	19,4.2	1.058.858	2.229.087
4- Discount on Other Miscellaneous Payables		--	--
<b>E- Insurance Technical Provisions</b>	<b>17</b>	<b>1.370.538.316</b>	<b>1.265.406.202</b>
1- Reserve for Unearned Premiums - Net	17	461.367.419	396.032.867
2- Reserve for Unexpired Risks- Net	17	30.370.091	27.889.285
3- Life Mathematical Provisions - Net	17	197.287	491.937
4- Provision for Outstanding Claims - Net	17	878.603.519	840.992.113
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>1.488.679</b>	<b>1.673.213</b>
1- Taxes and Funds Payable		1.349.359	1.528.221
2- Social Security Premiums Payable		139.320	144.992
3- Overdue, Deferred or By Installment Taxes and Other Liabilities		--	--
4- Other Taxes and Similar Payables		--	--
5- Corporate Tax Payable		--	--
6- Prepaid Taxes and Other Liabilities Regarding Current Year Income		--	--
7- Provisions for Other Taxes and Similar Liabilities		--	--
<b>G- Provisions for Other Risks</b>		<b>987.614</b>	<b>--</b>
1- Provision for Employee Termination Benefits		--	--
2- Provision for Pension Fund Deficits		--	--
3- Provisions for Costs		987.614	--
<b>H- Deferred Income and Expense Accruals</b>	<b>19</b>	<b>944.291</b>	<b>3.518.287</b>
1- Deferred Commission Income	10,19	494.112	362.614
2- Expense Accruals	19	230.322	2.989.356
3- Other Deferred Income	19	219.857	166.317
<b>I- Other Short Term Liabilities</b>		<b>--</b>	<b>--</b>
1- Deferred Tax Liabilities		--	--
2- Inventory Count Differences		--	--
3- Other Various Short Term Liabilities		--	--
<b>III - Total Short Term Liabilities</b>		<b>1.497.708.294</b>	<b>1.403.717.553</b>

**Millî Reasürans Türk Anonim Şirketi**  
**Unconsolidated Balance Sheet**  
**As At 30 June 2016**  
*(Currency: Turkish Lira (TL))*

<b>LIABILITIES</b>			
<b>IV- Long-Term Liabilities</b>	<b>Note</b>	<b>Audited Current Period 30 June 2016</b>	<b>Audited Prior Period 31 December 2015</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>		--	--
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>	<b>26.432.529</b>	<b>23.432.191</b>
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	26.432.529	23.432.191
<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>	<b>35.607.092</b>	<b>35.008.709</b>
1- Provisions for Employment Termination Benefits	23	7.248.153	6.649.770
2- Provisions for Pension Fund Deficits	22,23	28.358.939	28.358.939
<b>H-Deferred Income and Expense Accruals</b>	<b>19</b>	--	<b>43.333</b>
1- Deferred Commission Income		--	--
2- Expense Accruals		--	--
3- Other Deferred Income	19	--	43.333
<b>I- Other Long Term Liabilities</b>	<b>21</b>	<b>6.238.743</b>	<b>1.683.513</b>
1- Deferred Tax Liabilities	21	6.238.743	1.683.513
2- Other Long Term Liabilities		--	--
<b>IV - Total Long Term Liabilities</b>		<b>68.278.364</b>	<b>60.167.746</b>

**Millî Reasürans Türk Anonim Şirketi**  
**Unconsolidated Balance Sheet**  
**As At 30 June 2016**  
*(Currency: Turkish Lira (TL))*

<b>EQUITY</b>			
<b>V- Equity</b>	<b>Note</b>	<b>Audited Current Period 30 June 2016</b>	<b>Audited Prior Period 31 December 2015</b>
<b>A- Paid in Capital</b>		<b>660.000.000</b>	<b>660.000.000</b>
1- (Nominal) Capital	2,13,15	660.000.000	660.000.000
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>126.720.674</b>	<b>102.768.415</b>
1- Share Premiums		--	--
2- Cancellation Profits of Equity Shares		--	--
3- Profit on Sale Assets That Will Be Transferred to Capital	15	23.723.323	--
4- Currency Translation Adjustments	15	(19.344.465)	(19.573.401)
5- Other Capital Reserves	15	122.341.816	122.341.816
<b>C- Profit Reserves</b>		<b>227.684.692</b>	<b>139.649.789</b>
1- Legal Reserves	15	55.535.403	49.622.694
2- Statutory Reserves	15	--	--
3- Extraordinary Reserves	15	42.711.335	12.899
4- Special Funds		--	--
5- Revaluation of Financial Assets	11,15	130.098.687	90.674.929
6- Other Profit Reserves	15	(660.733)	(660.733)
<b>D- Retained Earnings</b>		<b>163.931.907</b>	<b>163.931.907</b>
1- Retained Earnings		163.931.907	163.931.907
<b>E- Accumulated Losses</b>		<b>--</b>	<b>(12.694.585)</b>
1- Accumulated Losses		--	(12.694.585)
<b>F-Net Profit/(Loss) for the Year</b>	<b>15</b>	<b>2.867.937</b>	<b>130.243.407</b>
1- Net Profit for the Year		2.867.937	106.520.084
2- Net Loss for the Year		--	--
3- Net Profit for the Period not Subject to Distribution	15	--	23.723.323
<b>V- Total Equity</b>		<b>1.181.205.210</b>	<b>1.183.898.933</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2.747.191.868</b>	<b>2.647.784.232</b>

**Millî Reasürans Türk Anonim Şirketi**  
**Unconsolidated Statement of Income**  
**For The Period 30 June 2016**

(Currency: Turkish Lira (TL))

	Note	Audited 1 January - 30 June 2016	Unaudited 1 April - 30 June 2016	Audited 1 January - 30 June 2015	Unaudited 1 April - 30 June 2015
<b>I-TECHNICAL SECTION</b>					
<b>A- Non-Life Technical Income</b>					
1- Earned Premiums (Net of Reinsurer Share)		410.282.337	221.425.306	354.116.868	203.033.500
1.1- Written Premiums (Net of Reinsurer Share)	17	478.348.558	244.981.543	472.285.119	243.759.267
1.1.1- Written Premiums, gross	17	531.224.566	275.234.416	530.542.406	275.623.496
1.1.2- Written Premiums, ceded	10,17	(52.876.008)	(30.252.873)	(58.257.287)	(31.864.229)
1.1.3- Written Premiums, SSI share		--	--	--	--
1.2- Change in Reserve for Unearned Premiums (Net of Reinsurer Shares and Less the Amounts Carried Forward)	17,29	(65.585.415)	(22.064.570)	(105.020.955)	(43.225.041)
1.2.1- Reserve for Unearned Premiums, gross	17	(64.764.886)	(22.411.349)	(107.445.767)	(46.724.634)
1.2.2- Reserve for Unearned Premiums, ceded	10,17	(820.529)	346.779	2.424.812	3.499.593
1.2.3- Reserve for Unearned Premiums, SSI share		--	--	--	--
1.3- Change in Reserve for Unexpired Risks (Net of Reinsurer Share and Less the Amounts Carried Forward)		(2.480.806)	(1.491.667)	(13.147.296)	2.499.274
1.3.1- Reserve for Unexpired Risks, gross		(2.433.756)	(1.500.686)	(13.698.635)	2.148.407
1.3.2- Reserve for Unexpired Risks, ceded		(47.050)	9.019	551.339	350.867
2- Investment Income - Transferred from Non-Technical Section		62.234.521	31.646.015	61.426.579	29.636.101
3- Other Technical Income (Net of Reinsurer Share)		1.250.688	2.769.460	40.731.047	17.248.104
3.1- Other Technical Income, gross		1.250.985	2.541.066	40.731.047	17.248.104
3.2- Other Technical Income, ceded		(297)	228.394	--	--
4- Accrued Salvage and Subrogation Income		--	--	--	--
<b>B- Non-Life Technical Expense</b>					
1- Incurred Losses (Net of Reinsurer Share)		(327.919.701)	(187.193.400)	(335.247.629)	(180.394.340)
1.1- Claims Paid (Net of Reinsurer Share)	17,29	(291.661.391)	(167.539.724)	(287.196.214)	(136.802.198)
1.1.1- Claims Paid, gross	17	(305.440.939)	(179.238.483)	(296.078.912)	(141.141.361)
1.1.2- Claims Paid, ceded	10,17	13.779.548	11.698.759	8.882.698	4.339.163
1.2- Change in Provisions for Outstanding Claims (Net of Reinsurer Share and Less the Amounts Carried Forward)	17,29	(36.258.310)	(19.653.676)	(48.051.415)	(43.592.142)
1.2.1- Change in Provisions for Outstanding Claims, gross	17	(33.786.006)	(14.194.725)	(38.522.159)	(42.168.558)
1.2.2- Change in Provisions for Outstanding Claims, ceded	10,17	(2.472.304)	(5.458.951)	(9.529.256)	(1.423.584)
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	(2.514.128)	(2.152.369)	1.418.414	(2.045.728)
4- Operating Expenses	32	(148.428.203)	(74.583.664)	(142.362.469)	(73.990.857)
5- Change in Mathematical Provisions (Net of Reinsurer Share and Less the Amounts Carried Forward)		255.578	177.764	(260.512)	(260.512)
5.1- Mathematical Provisions		255.578	177.764	(260.512)	(260.512)
5.2- Mathematical Provisions, ceded		--	--	--	--
6- Other Technical Expense		--	--	--	--
6.1- Other Technical Expense, gross		--	--	--	--
6.2- Other Technical Expense, ceded		--	--	--	--
<b>C- Net Technical Income-Non-Life (A – B)</b>					
<b>D- Life Technical Income</b>					
1- Earned Premiums (Net of Reinsurer Share)		8.725.140	4.070.967	8.819.604	4.071.380
1.1- Written Premiums (Net of Reinsurer Share)	17	8.474.277	4.168.710	10.193.197	5.537.175
1.1.1- Written Premiums, gross	17	9.013.044	4.432.960	10.945.876	5.908.382
1.1.2- Written Premiums, ceded	10,17	(538.767)	(264.250)	(752.679)	(371.207)
1.2- Change in Reserve for Unearned Premiums (Net of Reinsurer Shares and Less the Amounts Carried Forward)	17,29	250.863	(97.743)	(1.373.593)	(1.465.795)
1.2.1- Reserve for Unearned Premiums, gross	17	305.584	(71.888)	(900.570)	(905.113)
1.2.2- Reserve for Unearned Premiums, ceded	10,17	(54.721)	(25.855)	(473.023)	(560.682)
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		1.143.958	646.649	847.924	453.818
3- Unrealized Gains on Investments		--	--	--	--
4- Other Technical Income (Net of Reinsurer Share)		45.417	11.400	86.430	32.518
4.1- Other Technical Income, gross		156.307	11.400	29.467	15.492
4.2- Other Technical Income, ceded		(110.890)	--	56.963	17.026
5- Accrued Salvage and Subrogation Income		--	--	--	--

**Millî Reasürans Türk Anonim Şirketi**  
**Unconsolidated Statement of Income**  
**For The Period 30 June 2016**

(Currency: Turkish Lira (TL))

	Note	Audited 1 January - 30 June 2016	Unaudited 1 April - 30 June 2016	Audited 1 January - 30 June 2015	Unaudited 1 April - 30 June 2015
<b>I-TECHNICAL SECTION</b>					
<b>E- Life Technical Expense</b>					
1- Incurred Losses (Net of Reinsurer Share)		(9.808.044)	(6.291.076)	(7.749.511)	(4.277.719)
1.1- Claims Paid (Net of Reinsurer Share)	17,29	(4.789.749)	(3.056.132)	(3.616.748)	(1.662.715)
1.1.1- Claims Paid, gross	17	(3.504.324)	(1.622.463)	(3.452.569)	(1.950.225)
1.1.2- Claims Paid, ceded	10,17	67.671	--	180.517	11.485
1.2- Change in Provisions for Outstanding Claims (Net of Reinsurer Share and Less the Amounts Carried Forward)	17,29	(1.353.096)	(1.433.669)	(344.696)	276.025
1.2.1- Change in Provisions for Outstanding Claims, gross	17	(2.003.199)	(2.113.458)	(583.193)	172.249
1.2.2- Change in Provisions for Outstanding Claims, ceded	10,17	650.103	679.789	238.497	103.776
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	39.072	18.326	80.082	33.983
3.1- Change in Mathematical Provisions, gross	29	39.072	18.326	80.082	33.983
3.1.1- Actuarial Mathematical Provisions	29	39.072	18.326	80.082	33.983
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	(486.209)	(453.827)	(113.748)	79.004
5- Operating Expenses	32	(4.571.158)	(2.799.443)	(4.099.097)	(2.727.991)
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>106.471</b>	<b>(1.562.060)</b>	<b>2.004.447</b>	<b>279.997</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 Expense</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>

**Millî Reasürans Türk Anonim Şirketi**  
**Unconsolidated Statement of Income**  
**For The Period 30 June 2016**

(Currency: Turkish Lira (TL))

	Note	Audited 1 January - 30 June 2016	Unaudited 1 April - 30 June 2016	Audited 1 January - 30 June 2015	Unaudited 1 April - 30 June 2016
<b>II-NON-TECHNICAL SECTION</b>					
<b>C- Net Technical Income – Non-Life (A-B)</b>		<b>(4.838.909)</b>	<b>(7.910.888)</b>	<b>(20.177.702)</b>	<b>(6.773.732)</b>
<b>F- Net Technical Income – Life (D-E)</b>		<b>106.471</b>	<b>(1.562.060)</b>	<b>2.004.447</b>	<b>279.997</b>
<b>I - Net Technical Income – Pension Business (G-H)</b>		<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>J- Total Net Technical Income (C+F+I)</b>		<b>(4.732.438)</b>	<b>(9.472.948)</b>	<b>(18.173.255)</b>	<b>(6.493.735)</b>
<b>K- Investment Income</b>		<b>91.118.146</b>	<b>48.202.368</b>	<b>131.305.693</b>	<b>72.681.141</b>
1- Income from Financial Assets	4.2	61.862.040	30.841.205	49.124.057	25.918.377
2- Income from Disposal of Financial Assets	4.2	10.979.943	6.853.877	39.988.693	35.280.895
3- Valuation of Financial Assets	4.2	4.834.644	2.176.556	1.550.878	2.778.483
4- Foreign Exchange Gains	4.2	6.404.618	4.786.528	21.949.697	5.283.058
5- Income from Associates		--	--	--	--
6- Income from Subsidiaries and Joint Ventures	4.2	3.251	--	12.039.179	--
7- Income from Property, Plant and Equipment	7	7.033.650	3.544.202	6.431.689	3.230.328
8- Income from Derivative Transactions	4.2	--	--	66.500	35.000
9- Other Investments		--	--	155.000	155.000
10- Income Transferred from Life Section		--	--	--	--
<b>L- Investment Expense</b>		<b>(79.781.040)</b>	<b>(38.173.505)</b>	<b>(68.146.946)</b>	<b>(33.460.764)</b>
1- Investment Management Expenses (inc. interest)	4.2	(2.881.690)	(1.100.679)	(145.867)	(76.823)
2- Diminution in Value of Investments		--	--	--	--
3- Loss from Disposal of Financial Assets	4.2	(157.430)	(119.912)	(77.347)	(9.173)
4- Investment Income Transferred to Non-Life Technical Section		(62.234.521)	(31.646.015)	(61.426.579)	(29.636.101)
5- Loss from Derivative Transactions	4.2	--	--	--	--
6- Foreign Exchange Losses	4.2	(8.956.003)	(2.419.986)	(1.453.220)	(994.440)
7- Depreciation and Amortization Expenses	6,8	(856.476)	(425.124)	(1.118.973)	(562.463)
8- Other Investment Expenses		(4.694.920)	(2.461.789)	(3.924.960)	(2.181.764)
<b>M- Income and Expenses From Other and Extraordinary Operations</b>		<b>(3.736.731)</b>	<b>(2.948.582)</b>	<b>(3.544.087)</b>	<b>(529.932)</b>
1- Provisions	47	(3.110.297)	(2.518.062)	(50.653)	2.016.205
2- Rediscounts	47	(281.978)	(516.682)	(3.120.261)	(2.840.898)
3- Specified Insurance Accounts		--	--	--	--
4- Monetary Gains and Losses		--	--	--	--
5- Deferred Taxation (Deferred Tax Assets)		--	--	--	--
6- Deferred Taxation (Deferred Tax Liabilities)	21,35	(1.711.653)	(520.398)	(1.372.739)	(210.425)
7- Other Income		1.384.572	615.721	1.016.619	512.929
8- Other Expenses and Losses		(17.375)	(9.161)	(17.053)	(7.743)
9- Prior Year's Income		--	--	--	--
10- Prior Year's Expenses and Losses		--	--	--	--
<b>N- Net Profit for the Year</b>		<b>2.867.937</b>	<b>(2.392.667)</b>	<b>41.441.405</b>	<b>32.196.710</b>
1- Profit for the Year		2.867.937	(2.392.667)	41.441.405	32.196.710
2- Corporate Tax Provision and Other Fiscal Liabilities		--	--	--	--
3- Net Profit for the Year		2.867.937	(2.392.667)	41.441.405	32.196.710
4- Monetary Gains and Losses		--	--	--	--

**Millî Reasürans Türk Anonim Şirketi**  
**Unconsolidated Statement Of Cash Flow**  
**For The Period 30 June 2016**

(Currency: Turkish Lira (TL))

	Note	Audited Current Period 30 June 2016	Audited Prior Period 30 June 2015
<b>A. Cash flows from operating activities</b>		--	--
1. Cash provided from insurance activities		--	--
2. Cash provided from reinsurance activities		607.674.125	632.742.204
3. Cash provided from private pension business		--	--
4. Cash used in insurance activities		--	--
5. Cash used in reinsurance activities		(622.422.655)	(638.826.644)
6. Cash used in private pension business		--	--
7. Cash provided from operating activities		(14.748.530)	(6.084.440)
8. Interest paid		--	--
9. Income taxes paid		--	--
10. Other cash inflows		11.326.402	1.383.296
11. Other cash outflows		(11.486.176)	(8.081.615)
12. Net cash provided from operating activities		(14.908.304)	(12.782.759)
<b>B. Cash flows from investing activities</b>		--	--
1. Proceeds from disposal of tangible assets		221.674	155.000
2. Acquisition of tangible assets	6, 8	(3.502.956)	(3.898.043)
3. Acquisition of financial assets	11	(219.398.100)	(357.002.192)
4. Proceeds from disposal of financial assets	11	239.382.657	335.189.175
5. Interests received		190.347.729	67.814.699
6. Dividends received		2.240.297	14.687.342
7. Other cash inflows		9.355.796	25.525.020
8. Other cash outflows		(18.891.442)	(44.986.582)
9. Net cash provided by / (used in) investing activities		199.755.655	37.484.419
<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		(45.066.229)	--
5. Other cash inflows		--	--
6. Other cash outflows		(39.745.334)	--
7. Net cash provided by financing activities		(84.811.563)	--
<b>D. Effect of exchange rate fluctuations on cash and cash equivalents</b>		(1.332)	70
<b>E. Net increase /(decrease) in cash and cash equivalents</b>		<b>100.034.456</b>	<b>24.701.730</b>
<b>F. Cash and cash equivalents at the beginning of the year</b>	<b>14</b>	<b>633.417.846</b>	<b>660.133.827</b>
<b>G. Cash and cash equivalents at the end of the year</b>	<b>14</b>	<b>733.452.302</b>	<b>684.835.557</b>

**Millî Reasürans Türk Anonim Şirketi**  
**Unconsolidated Statement Of Changes in Equity**  
**For The Period 30 June 2016**

(Currency: Turkish Lira (TL))

Audited Changes in Equity – 30 June 2015												
	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
<b>I - Balance at the end of the previous year – 31 December 2014</b>		<b>660.000.000</b>	--	<b>68.254.045</b>	--	<b>(11.907.682)</b>	<b>49.622.694</b>	--	<b>(272.679)</b>	<b>30.425.902</b>	<b>120.811.420</b>	<b>916.933.700</b>
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	15	--	--	(13.039.425)	--	--	--	--	--	--	--	(13.039.425)
E- Currency translation adjustments		--	--	--	--	(4.851.106)	--	--	--	--	--	(4.851.106)
F- Other gains or losses		--	--	--	--	--	--	--	--	--	--	--
G- Inflation adjustment differences		--	--	--	--	--	--	--	--	--	--	--
H- Net profit for the year		--	--	--	--	--	--	--	--	41.441.405	--	41.441.405
I – Other reserves and transfers from retained earnings	38	--	--	--	--	--	--	--	--	(30.425.902)	30.425.902	--
J- Dividends paid		--	--	--	--	--	--	--	--	--	--	--
<b>II - Balance at the end of the year – 30 June 2015</b>	<b>15</b>	<b>660.000.000</b>	--	<b>55.214.620</b>	--	<b>(16.758.788)</b>	<b>49.622.694</b>	--	<b>(272.679)</b>	<b>41.441.405</b>	<b>151.237.322</b>	<b>940.484.574</b>
Audited Changes in Equity – 30 June 2016												
	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
<b>I - Balance at the end of the previous year – 31 December 2015</b>		<b>660.000.000</b>	--	<b>90.674.929</b>	--	<b>(19.573.401)</b>	<b>49.622.694</b>	--	<b>121.693.982</b>	<b>130.243.407</b>	<b>151.237.322</b>	<b>1.183.898.933</b>
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	15	--	--	39.423.758	--	--	--	--	--	--	--	39.423.758
E- Currency translation adjustments		--	--	--	--	228.936	--	--	--	--	--	228.936
F- Other gains or losses		--	--	--	--	--	--	--	--	--	--	--
G- Inflation adjustment differences		--	--	--	--	--	--	--	--	--	--	--
H- Net profit for the year		--	--	--	--	--	--	--	--	2.867.937	--	2.867.937
I – Other reserves and transfers from retained earnings	38	--	--	--	--	--	5.912.709	--	66.421.759	(85.029.053)	12.694.585	--
J- Dividends paid		--	--	--	--	--	--	--	--	(45.214.354)	--	(45.214.354)
<b>II - Balance at the end of the year – 30 June 2016</b>		<b>660.000.000</b>	--	<b>130.098.687</b>	--	<b>(19.344.465)</b>	<b>55.535.403</b>	--	<b>188.115.741</b>	<b>2.867.937</b>	<b>163.931.907</b>	<b>1.181.205.210</b>