

AvivaSA Emeklilik ve Hayat Anonim Şirketi

BALANCE SHEET AS OF 31 DECEMBER 2014

(Amounts expressed in Turkish Lira (TL) unless otherwise stated).

Assets

	Note	Audited Current Period 31 December 2014	Audited Previous Period 31 December 2013
I- CURRENT ASSETS			
A- Cash and Cash Equivalents	2.12, 14	394,414,565	314,537,220
1- Cash	14	142	401
2- Cheques Received		-	-
3- Banks	14	238,263,597	226,279,431
4- Cheques Given and Payment Orders (-)		(29,741)	-
5- Bank Guaranteed Credit Card Receivables with Maturities Less Than Three Months		-	-
6- Other Cash and Cash Equivalents	14, 47.1	156,180,567	88,257,388
B- Financial Assets and Investments with Risks on Policyholders	11	358,396,058	345,957,494
1- Financial Assets Available for Sale	11.1, 11.4	42,808,597	22,066,114
2- Financial Assets Held to Maturity		-	-
3- Financial Assets Held for Trading	11.1, 11.4	75,524,805	57,828,778
4- Loans		-	-
5- Provision for Loans (-)		-	-
6- Investments with Risks on Policyholders	11.1, 11.4	240,062,656	266,062,602
7- Equity Shares		-	-
8- Impairment on Financial Assets (-)		-	-
C- Receivables From Main Operations	12	32,435,455	22,189,292
1- Receivables From Insurance Operations	12.1	23,893,424	14,914,669
2- Provision for Receivables From Insurance Operations (-)		-	-
3- Receivables From Reinsurance Operations		-	-
4- Provision for Receivables From Reinsurance Operations (-)		-	-
5- Cash Deposited With Insurance & Reinsurance Companies		-	-
6- Loans to Policyholders	12.1	140,627	134,537
7- Provision for Loans to Policyholders (-)		-	-
8- Receivables from Pension Operation	12.1	8,401,404	7,140,086
9- Doubtful Receivables From Main Operations		-	-
10- Provisions for Doubtful Receivables From Main Operations (-)		-	-
D- Due from Related Parties	12.1	2,550,724	1,782,259
1- Due from Shareholders		18,784	241,117
2- Due from Affiliates		-	-
3- Due from Subsidiaries		-	-
4- Due from Entities Under Common Control		-	-
5- Due from Personnel		3,660	3,056
6- Due from Other Related Parties	45	2,528,280	1,538,086
7- Discount on Receivables Due from Related Parties (-)		-	-
8- Doubtful Receivables Due from Related Parties		-	-
9- Provisions for Doubtful Receivables Due from Related Parties (-)		-	-
E- Other Receivables	12.1	497,396	251,844
1- Leasing Receivables		-	-
2- Unearned Leasing Interest Income (-)		-	-
3- Deposits and Guarantees Given		31,200	19,617
4- Other Receivables		424,231	229,877
5- Discount on Other Receivables (-)		-	-
6- Other Doubtful Receivables		41,965	2,350
7- Provisions for Other Doubtful Receivables (-)		-	-
F- Prepaid Expenses and Income Accruals	47.1	21,372,544	16,468,755
1- Deferred Commission Expenses	47.1	19,734,436	15,089,269
2- Accrued Interest and Rent Income		-	-
3- Income Accruals		-	-
4- Other Prepaid Expenses	47.1	1,638,108	1,379,486
G- Other Current Assets		146,889	80,001
1- Stock to be used in following months		-	-
2- Prepaid Taxes and Funds		-	-
3- Deferred Tax Assets		-	-
4- Business Advances		146,889	80,001
5- Advances Given to Personnel		-	-
6- Stock Count Differences		-	-
7- Other Current Assets		-	-
8- Provision for Other Current Assets (-)		-	-
I- Total Current Asset		809,813,631	701,266,865

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

AvivaSA Emeklilik ve Hayat Anonim Şirketi

BALANCE SHEET AS OF 31 DECEMBER 2014

(Amounts expressed in Turkish Lira (TL) unless otherwise stated).

Assets

	Note	Audited Current Period 31 December 2014	Audited Previous Period 31 December 2013
II- NON CURRENT ASSETS			
A- Receivables From Main Operations		7,245,250,384	5,157,603,420
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 with Insurance & Reinsurance Companies		-	-
6- Loans to Policyholders	12.1	117,289,534	137,057,150
7- Provision for Loans to Policyholders (-)		-	-
8- Receivables From Pension Operations		7,127,960,850	5,020,546,270
9- Doubtful Receivables from Main Operations		-	-
10-Provision for Doubtful Receivables from Main Operations		-	-
B- Due from Related Parties			
1- Due from Shareholders		-	-
2- Due from Affiliates		-	-
3- Due from Subsidiaries		-	-
4- Due from Entities Under Common Control		-	-
5- Due from Personnel		-	-
6- Due from Other Related Parties		-	-
7- Discount on Receivables Due from Related Parties (-)		-	-
8- Doubtful Receivables Due from Related Parties		-	-
9- Provisions for Doubtful Receivables Due from Related Parties (-)		-	-
C- Other Receivables	12.1	53,200	21,931
1- Leasing Receivables		-	-
2- Unearned Leasing Interest Income (-)		-	-
3- Deposits and Guarantees Given		53,200	21,931
4- Other Receivables		-	-
5- Discount on Other Receivables (-)		-	-
6- Other Doubtful Receivables		-	-
7- Provisions for Other Doubtful Receivables (-)		-	-
D- Financial Assets	45.2	838,932	838,932
1- Long-term Investments		-	-
2- Affiliates		-	-
3- Capital Commitments to Affiliates (-)		-	-
4- Subsidiaries		-	-
5- Capital Commitments to Subsidiaries (-)		-	-
6- Entities Under Common Control		-	-
7- Capital Commitments to Entities Under Common Control (-)		-	-
8- Financial Assets and Investments with Risks on Policyholders		-	-
9- Other Financial Assets	45.2	838,932	838,932
10- Impairment on Financial Assets (-)		-	-
E- Tangible Assets	6.3.4	5,773,454	6,016,157
1- Investment Properties		-	-
2- Impairment on Investment Properties (-)		-	-
3- Owner Occupied Property		-	-
4- Machinery and Equipments	6.3.4	7,433,981	7,006,784
5- Furnitures and Fixtures	6.3.4	10,480,846	9,718,549
6- Vehicles		-	-
7- Other Tangible Assets (Including Leasehold Improvements)	6.3.4, 47.1	11,030,080	10,178,130
8- Leased Tangible Fixed Assets	6.3.4	1,175,521	1,175,521
9- Accumulated Depreciation (-)	6.3.4	(24,346,974)	(22,062,827)
10- Advances Paid for Tangible Fixed Assets (Including Construction In Progresses)		-	-
F- Intangible Assets	8	27,638,737	10,517,606
1- Rights		-	-
2- Goodwill		-	-
3- Establishment Costs		-	-
4- Research and Development Expenses		-	-
5- Other Intangible Assets	8, 47.1	30,331,081	28,440,212
6- Accumulated Amortizations (-)	8	(26,978,661)	(24,739,635)
7- Advances Regarding Intangible Assets	8	24,286,317	6,817,029
G- Prepaid Expenses and Income Accruals		2,387,591	2,618,476
1- Deferred Expenses		-	-
2- Income Accruals		-	-
3- Other Prepaid Expenses and Income Accruals	47.1	2,387,591	2,618,476
H- Other Non-current Assets	21.35	8,828,438	8,182,649
1- Cash Foreign Currency Accounts		-	-
2- Foreign Currency Accounts		-	-
3- Stock to be used in following months		-	-
4- Prepaid Taxes and Funds		-	-
5- Deferred Tax Assets	21.35	8,828,438	8,182,649
6- Other Non-current Assets		-	-
7- Other Non-current Assets Amortization (-)		-	-
8- Provision for Other Non-current Assets (-)		-	-
II- Total Non-current Assets		7,290,770,736	5,185,799,171
Total Assets (I+II)		8,100,584,367	5,887,066,036

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

AvivaSA Emeklilik ve Hayat Anonim Şirketi

BALANCE SHEET AS OF 31 DECEMBER 2014

(Amounts expressed in Turkish Lira (TL) unless otherwise stated).

Liabilities

	Note	Audited Current Period 31 December 2014	Audited Previous Period 31 December 2013
III- SHORT TERM LIABILITIES			
A- Borrowings			
1- Borrowings from Financial Institutions	2.17	1,673,509	1
2- Finance Lease Payables	2.17	1,673,509	-
3- Deferred Finance Lease Costs (-)		-	1
4- Current Portion of Long Term Borrowings		-	-
5- Principal, Installments and Interests on Issued Bills (Bonds)		-	-
6- Other Financial Instruments Issued		-	-
7- In Excess of Par of Financial Instruments (-)		-	-
8- Other Financial Borrowings (Liabilities)		-	-
B- Payables From Main Operations			
1- Payables From Insurance Operations	19	177,926,174	109,639,447
2- Payables From Reinsurance Operations	19	7,686,218	5,918,543
3- Cash Deposited by Insurance & Reinsurance Companies		-	-
4- Payables From Pension Operations		170,126,993	103,631,681
5- Payables From Other Operations		112,963	89,223
6- Discount on Other Payables From Main Operations, Notes Payable (-)		-	-
C- Due to Related Parties			
1- Due to Shareholders	12.2	72,333	84,213
2- Due to Affiliates		-	-
3- Due to Subsidiaries		-	-
4- Due to Entities Under Common Control		-	-
5- Due to Personnel		611,749	485,021
6- Due to Other Related Parties	19, 45	3,500,194	3,866,646
D- Other Payables			
1- Guarantees and Deposits Received	19, 47.1	9,062,480	10,473,673
2- Medical Treatment Payables to Social Security Institution		1,530	-
3- Other Payables	47.1	9,060,950	10,473,673
4- Discount on Other Payables (-)		-	-
E- Insurance Technical Reserves			
1- Unearned Premiums Reserve - Net	17.15	104,939,856	82,694,659
2- Unexpired Risk Reserves - Net		52,382,069	41,611,410
3- Life Mathematical Reserves - Net	17.15	11,600,434	7,973,447
4- Outstanding Claims Reserve - Net	17.15	40,957,353	33,109,802
5- Provision for Bonus and Discounts - Net		-	-
6- Other Technical Reserves - Net		-	-
F- Taxes and Other Liabilities and Provisions			
1- Taxes and Dues Payable		8,995,676	4,464,683
2- Social Security Premiums Payable		4,820,453	3,025,184
3- Overdue, Deferred or By Installment Taxes and Other Liabilities		1,901,448	1,455,299
4- Other Taxes and Liabilities		-	-
5- Corporate Tax Provision on Period Profit	35	16,702,247	6,762,489
6- Advance Taxes and Other Liabilities on Period Profit (-)	35	(14,428,706)	(6,778,702)
7- Provisions for Other Taxes and Liabilities	47.1	234	413
G- Provisions for Other Risks			
1- Provision for Employee Termination Benefits		22,756,258	18,015,841
2- Pension Fund Deficit Provision		-	-
3- Provisions for Costs	23.2	22,756,258	18,015,841
H- Deferred Income and Expense Accruals			
1- Deferred Income	15	1,018,063	1,369,607
2- Expense Accruals	0	716,446	631,937
3- Other Deferred Income and Expense Accruals		301,617	737,670
I- Other Short Term Liabilities			
1- Deferred Tax Liability	23.2	3,522,638	2,716,292
2- Inventory Count Differences		-	-
3- Other Short Term Liabilities	23.2	3,522,638	2,716,292
III - Total Short Term Liabilities		334,078,930	233,810,083

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AvivaSA Emeklilik ve Hayat Anonim Şirketi

BALANCE SHEET AS OF 31 DECEMBER 2014

(Amounts expressed in Turkish Lira (TL) unless otherwise stated).

Liabilities

	Note	Audited Current Period 31 December 2014	Audited Previous Period 31 December 2013
IV- LONG TERM LIABILITIES			
A- Borrowings			
1- Borrowings From Financial Institutions		-	-
2- Finance Lease Payables		-	-
3- Deferred Finance Lease Costs (-)		-	-
4- Bonds Issued		-	-
5- Other Financial Instruments Issued		-	-
6- In Excess of Par of Financial Instruments (-)		-	-
7- Other Borrowings (Financial Liabilities)		-	-
B- Payables From Main Operations		7,126,633,457	5,019,219,444
1- Payables From Insurance Operations		-	-
2- Payables From Reinsurance Operations		-	-
3- Cash Deposited by Insurance & Reinsurance Companies		-	-
4- Payables From Pension Operations	17.5 17.6	7,126,633,457	5,019,219,444
5- Payables From Other Operations		-	-
6- Discount on Other Payables From Main Operations (-)		-	-
C- Due to Related Parties			
1- Due to Shareholders		-	-
2- Due to Affiliates		-	-
3- Due to Subsidiaries		-	-
4- Due to Entities Under Common Control		-	-
5- Due to Personnel		-	-
6- Due to Other Related Parties		-	-
D- Other Payables			
1- Guarantees and Deposits Received		-	-
2- Medical Treatment Payables to Social Security Institution		-	-
3- Other Payables		-	-
4- Discount on Other Payables (-)		-	-
E- Insurance Technical Reserves		447,576,112	467,506,970
1- Unearned Premiums Reserve - Net		-	-
2- Unexpired Risk Reserves - Net		-	-
3- Life Mathematical Reserves - Net	17.15	438,469,690	458,684,847
4- Outstanding Claims Reserve - Net		-	-
5- Provision for Bonus and Discounts - Net		-	-
6- Other Technical Reserves - Net	17.15	9,106,422	8,822,123
F- Other Liabilities and Provisions	47.1	6,817,624	6,466,255
1- Other Liabilities		-	-
2- Overdue, Deferred or By Installment Other Liabilities		-	-
3- Other Liabilities and Expense Accruals	47.1, 42	6,817,624	6,466,255
G- Provisions for Other Risks	22	7,228,051	2,571,128
1- Provision for Employee Termination Benefits		7,228,051	2,571,128
2- Provisions for Employee Pension Fund Deficits		-	-
H- Deferred Income and Expense Accruals			
1- Deferred Income		-	-
2- Expense Accruals		-	-
3- Other Deferred Income and Expense Accruals		-	-
I- Other Long Term Liabilities			
1- Deferred Tax Liability		-	-
2- Other Long Term Liabilities		-	-
IV- Total Long Term Liabilities		7,588,255,244	5,495,763,797

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

AvivaSA Emeklilik ve Hayat Anonim Şirketi

BALANCE SHEET AS OF 31 DECEMBER 2014

(Amounts expressed in Turkish Lira (TL) unless otherwise stated).

Shareholders' Equity

		Audited Current Period 31 December 2014	Audited Previous Period 31 December 2013
	Note		
V- SHAREHOLDERS' EQUITY			
A- Paid in Capital	2.13	51,971,980	51,971,980
1- (Nominal) Capital	2.13	35,779,197	35,779,197
2- Unpaid Capital (-)		-	-
3- Positive Capital Restatement Differences	2.13	16,192,783	16,192,783
4- Negative Capital Restatement Differences (-)		-	-
5-Capital to be registered		-	-
B- Capital Reserves		66,865,115	66,865,115
1- Equity Share Premiums		-	-
2- Cancellation Profits of Equity Shares		-	-
3- Gain on Sale of Assets to be Transferred to Capital		-	-
4- Translation Reserves		-	-
5- Other Capital Reserves	15,47.1	66,865,115	66,865,115
C- Profit Reserves		13,499,672	8,395,145
1- Legal Reserves	15	12,786,759	3,545,456
2- Statutory Reserves	15	11,494	5,306,815
3- Extraordinary Reserves	15	5,651,268	5,456,147
4- Special Funds (Reserves)		-	-
5- Valuation of Financial Assets	15	(683,131)	(5,913,273)
6- Other Profit Reserves	15	(4,266,718)	-
D- Retained Earning		-	-
1- Retained Earnings		-	-
E- Previous Years' Losses (-)		-	(484,878)
1- Previous Years' Losses		-	(484,878)
F- Net Profit of the Period		45,913,426	30,744,794
1- Net Profit of the Period		45,913,426	30,744,794
2- Net Loss of the Period (-)		-	-
3- Net Profit of the Period not Subject to Distribution		-	-
Total Shareholders' Equity		178,250,193	157,492,156
Total Liabilities and Shareholders' Equity (III+IV+V)		8,100,584,367	5,887,066,036

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

AvivaSA Emeklilik ve Hayat Anonim Şirketi

INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2014
(Amounts expressed in Turkish Lira (TL) unless otherwise stated).

		Audited Current Period	Audited Previous Period
		1 January – 31 December 2014	1 January – 31 December 2013
I- TECHNICAL DIVISION	Note		
A- Non-Life Technical Income		36,566,349	32,078,100
1- Earned Premiums (Net of Reinsurer Share)		36,566,349	32,078,100
1.1 - Premiums (Net of Reinsurer Share)	24	45,302,138	32,328,162
1.1.1 - Gross Premiums (+)	24	45,415,333	32,382,317
1.1.2 - Ceded Premiums to Reinsurers (-)	24	(113,195)	(54,155)
1.1.3- Premiums Transferred to SSI(-)		-	-
1.2- Change in Unearned Premiums Reserve (Net of Reinsurers Shares and Reserves Carried Forward) (+/-)	47	(8,735,789)	(250,062)
1.2.1 - Unearned Premiums Reserve (-)	47	(8,765,701)	(248,652)
1.2.2 - Reinsurance Share of Unearned Premiums Reserve (+)	47	29,912	(1,410)
1.3- Changes in Unexpired Risks Reserve (Net of Reinsurer Share and Reserves Carried Forward)(+/-)		-	-
1.3.1 - Unexpired Risks Reserve (-)		-	-
1.3.2 - Reinsurance Share of Unexpired Risks Reserve (+)		-	-
2- Investment Income Transferred from Non-Technical Division		-	-
3- Other Technical Income (Net of Reinsurer Share)		-	-
3.1 - Gross Other Technical Income (+)		-	-
3.2 - Reinsurance Share of Other Technical Income (-)		-	-
4- Accrued Subrogation and Sotage Income (+)		-	-
B- Non-Life Technical Expenses (-)		(38,313,766)	(33,289,879)
1- Total Claims (Net of Reinsurer Share)		(4,495,120)	(3,209,200)
1.1- Claims Paid (Net of Reinsurer Share)		(2,842,142)	(3,075,421)
1.1.1 - Gross Claims Paid (-)		(2,854,892)	(3,078,121)
1.1.2 - Reinsurance Share of Claims Paid (+)		12,750	2,700
1.2- Changes in Outstanding Claims Reserve (Net of Reinsurer Share and Reserves Carried Forward) (+/-)	47.4	(1,652,978)	(133,779)
1.2.1 - Outstanding Claims Reserve (-)		(1,474,494)	(298,708)
1.2.2 - Reinsurance Share of Outstanding Claims Reserve (+)		(178,484)	164,929
2- Changes in Bonus and Discount Reserve (Net of Reinsurer Share and Reserves Carried Forward) (+/-)		-	-
2.1 - Bonus and Discount Reserve (-)		-	-
2.2 - Reinsurance Share of Bonus and Discount Reserve (+)		-	-
3- Changes in Other Technical Reserves (Net of Reinsurer Share and Reserves Carried Forward) (+/-)		(53,775)	(425,723)
4- Operating Expenses (-)	31	(33,719,692)	(29,497,715)
5- Changes in Mathematical Reserves (Net of Reinsurer Share and Reserves Carried Forward)(+/-)		-	-
5.1- Mathematical Reserves (-)		-	-
5.2- Reinsurer Share of Mathematical Reserves (+)		-	-
6- Other Technical Expenses (-)	47.1	(45,179)	(157,241)
6.1- Other Gross Technical Expenses (-)		(45,179)	(157,241)
6.2- Reinsurer Share of Other Gross Technical Expenses (+)		-	-
C- Non Life Technical Profit/(Loss) (A-B)		(1,747,417)	(1,211,779)
D- Life Technical Income		265,222,712	293,799,634
1- Earned Premiums (Net of Reinsurer Share)		202,247,754	190,150,508
1.1 - Premiums (Net of Reinsurer Share)	24	204,282,623	191,670,543
1.1.1 - Gross Premiums (+)	24	212,899,479	200,505,353
1.1.2 - Ceded Premiums to Reinsurers (-)	24	(8,616,856)	(8,834,810)
1.2- Change in Unearned Premiums Reserve (Net of Reinsurers Shares and Reserves Carried Forward) (+/-)	47.4	(2,034,869)	(1,520,035)
1.2.1 - Unearned Premiums Reserve (-)	47.4	(2,299,277)	(1,476,410)
1.2.2 - Reinsurance Share of Unearned Premiums Reserve (+)	47.4	264,408	(43,625)
1.3- Changes in Unexpired Risks Reserve (Net of Reinsurer Share and Reserves Carried Forward)(+/-)		-	-
1.3.1 - Unexpired Risks Reserve (-)		-	-
1.3.2 - Reinsurance Share of Unexpired Risks Reserve (+)		-	-
2- Life Branch Investment Income		54,255,250	84,369,468
3- Accrued (Unrealized) Income from Investments		-	-
4-Other Technical Income (Net of Reinsurer Share)	47.1	8,719,708	19,299,655
4.1- Other Gross Technical Income (+/-)		8,719,708	19,299,655
4.2- Ceded Other Technical Income (+/-)		-	-
5- Accrued Subrogation Income (+)		-	(19,997)
E- Life Technical Expense		(225,302,902)	(261,742,286)
1- Total Claims (Net of Reinsurer Share)		(135,331,764)	(173,135,463)
1.1- Claims Paid (Net of Reinsurer Share)		(129,137,170)	(167,126,666)
1.1.1 - Gross Claims Paid (-)		(131,861,857)	(169,710,964)
1.1.2 - Reinsurance Share of Claims Paid (+)		2,724,687	2,584,298
1.2- Changes in Outstanding Claims Reserve (Net of Reinsurer Share and Reserves Carried Forward) (+/-)	47.4	(6,194,594)	(6,008,797)
1.2.1 - Outstanding Claims Reserve (-)		(6,477,491)	(6,849,619)
1.2.2 - Reinsurance Share of Outstanding Claims Reserve (+)		282,897	840,822
2- Changes in Bonus and Discount Reserve (Net of Reinsurer Share and Reserves Carried Forward) (+/-)		-	-
2.1 - Bonus and Discount Reserve (-)		-	-
2.2 - Reinsurance Share of Bonus and Discount Reserve (+)		-	-
3- Changes in Life Mathematical Reserves (Net of Reinsurer Share and Reserves Carried Forward) (+/-)	47.4	34,784,795	37,849,518
3.1 - Life Mathematical Reserves		34,784,795	37,849,518
3.1.1- Actuarial Mathematics provision(+/-)		33,651,671	32,527,743
3.1.2- Dividend Equivalent (Provision for Policyholders Investment Risk.)		1,133,124	5,321,775
3.2- Reinsurance Share of Life Mathematical Reserves		-	-
3.2.1- Provision of Reinsurance Actuarial Mathematics (+)		-	-
3.2.2- Reinsurer's Share of Profit Share (Provision for Policyholders Investment Risk.) (+)		-	-
4- Changes in Technical Reserves for Investments with Risks on Policyholders (Net of Reinsurer Share and Reserves Carried Forward) (+/-)		(230,524)	(2,251,911)
5- Operating Expenses (-)	31	(96,423,104)	(83,655,468)
6- Investment Expenses (-)	36	(27,336,309)	(38,644,436)
7- Unrealized Losses from Investments (-)		-	-
8- Investment Income Transferred to Non-Technical Divisions (-)		(765,996)	(1,904,526)
F- Life Technical Profit/(Loss) (D-E)		39,919,810	32,057,348
G- Private Pension Technical Income		168,955,637	130,185,735
1- Fund Management Fee	25	101,973,180	81,552,634
2- Management Fee	25	23,335,992	17,143,326
3- Entrance Fee Income	25	35,687,873	30,366,067
4- Management Fee In Case Of Temporary Suspension	25	7,575,855	717,614
5- Income from Individual Service Charges		-	-
6- Increase in Market Value of Capital Commitment Advances	25	191,605	246,759
7-Other Technical Income	25	191,132	159,335
H- Private Pension Technical Expenses		(188,429,204)	(160,012,198)
1- Fund Management Expenses (-)		(15,006,577)	(12,574,088)
2- Decrease in Market Value of Capital Commitment Advances (-)		(191,038)	(117,676)
3- Operating Expenses (-)	31	(165,620,265)	(141,098,632)
4- Other Technical Expenses (-)	47.1	(7,611,324)	(6,221,802)
I- Private Pension Technical Profit/(Loss) (G-H)		(19,473,567)	(29,826,463)

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

AvivaSA Emeklilik ve Hayat Anonim Şirketi

INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2014
(Amounts expressed in Turkish Lira (TL) unless otherwise stated).

II- NON TECHNICAL DIVISION	Note	1 January– 31 December 2014	1 January– 31 December 2013
C- Non Life Technical Profit/(Loss) (A-B)		(1,747,417)	(1,211,779)
F- Life Technical Profit /(Loss) (D-E)		39,919,810	32,057,348
I- Private Pension Technical Profit/(Loss) (G-H)		(19,473,567)	(29,826,463)
J- Total Technical Profit/(Loss) (C+F+I)		18,698,826	1,019,106
K- Investment Income		49,291,216	41,623,543
1- Income From Financial Investment	26	28,664,472	20,603,501
2- Income from Sales of Financial Investments	26	6,190,485	2,118,404
3- Revaluation of Financial Investments	27	1,486,813	10,898,587
4- Foreign Exchange Gains	36	11,975,490	6,092,274
5- Dividend Income from Affiliates	26	-	6,251
6- Income form Subsidiaries and Entities Under Common Control		-	-
7- Income Received from Land and Building		-	-
8- Income from Derivatives	13	207,960	-
9- Other Investments		-	-
10- Investment Income transferred from Life Technical Division	26	765,996	1,904,526
L- Investment Expenses (-)		(15,042,778)	(10,519,182)
1- Investment Management Expenses (Including Interest) (-)		(310,753)	(415,065)
2- Valuation Allowance of Investments (-)		-	-
3- Losses On Sales of Investments (-)		(894)	(5,649,643)
4- Investment Income Transferred to Non-Life Technical Division (-)		-	-
5- Losses from Derivatives (-)		-	-
6- Foreign Exchange Losses (-)	36	(10,179,001)	(632,038)
7- Depreciation Charges (-)	6.1	(4,552,130)	(3,822,436)
8- Other Investment Expenses (-)		-	-
M- Income and Expenses From Other and Extraordinary Operations (+/-)		7,631,877	9,150,919
1- Provisions (+/-)		(413,822)	(1,106,142)
2- Discounts (+/-)		-	-
3- Specialty Insurances (+/-)		-	-
4- Inflation Adjustment (+/-)		-	-
5- Deferred Tax Asset (+/-)	21,35	2,198,005	2,782,134
6- Deferred Tax Liability Accounts (+/-)		-	-
7- Other Income and Revenues	47.1	17,838,815	15,242,973
8- Other Expenses and Losses (-)	47.1	(11,881,523)	(9,528,955)
9- Prior Period Income	47.3	174,252	2,450,982
10- Prior Period Losses (-)	47.3	(283,850)	(690,073)
N- Net Profit / (Loss)		45,913,426	30,744,794
1- Profit /(Loss) Before Tax		60,579,141	41,274,386
2- Corporate Tax Charge and Other Fiscal Liabilities (-)	35	(14,665,715)	(10,529,592)
3- Net Profit (Loss)		45,913,426	30,744,794
4- Inflation Adjustment Account (+/-)		-	-

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

AvivaSA Emeklilik ve Hayat Anonim Şirketi

CASH FLOWS FOR FOR THE YEAR ENDED 31 DECEMBER 2014
(Amounts expressed in Turkish Lira (TL) unless otherwise stated).

		Audited Current Period	Audited Previous Period
	Note	1 January– 31 December 2014	1 January– 31 December 2013
A. Cash Flows from the Operating Activities			
1. Cash inflows from the insurance operations		289,626,578	436,718,833
2. Cash inflows from the reinsurance operations		-	-
3. Cash inflows from the pension operations		3,319,801,893	2,204,367,038
4. Cash outflows due to the insurance operations (-)		(158,109,124)	(186,302,990)
5. Cash outflows due to the reinsurance operations (-)		-	-
6. Cash outflows due to the pension operations (-)		(3,184,503,671)	(2,315,463,738)
7. Cash generated from the operating activities (A1+A2+A3-A4-A5-A6)		266,815,676	139,319,143
8. Interest payments (-)		-	-
9. Income tax payments (-)		(33,934,908)	(30,933,460)
10. Other cash inflows		9,115,141	2,795,726
11. Other cash outflows (-)		(192,929,977)	(145,315,504)
12. Net cash generated from/(used in) operating activities		49,065,932	(34,134,095)
B. Cash flows from the investing activities			
1. Sale of tangible assets		8,354	-
2. Purchase of tangible assets (-)	6.3.1	(21,430,558)	(9,724,477)
3. Acquisition of financial assets (-)	11.4	(334,478,171)	(2,343,898,587)
4. Sale of financial assets		359,561,402	2,394,460,455
5. Interest received		49,363,357	36,729,545
6. Dividends received		-	6,251
7. Other cash inflows		-	-
8. Other cash outflows (-)		-	-
9. Net cash generated from/(used in) the investing activities		53,024,384	77,573,187
C. Cash flows from the financing activities			
1. Issue of equity shares		-	-
2. Cash inflows from borrowings		-	-
3. Payments of financial leases (-)		-	-
4. Dividends paid (-)		(24,275,719)	(31,075,782)
5. Other cash inflows		1,745,157	24,373,498
6. Other cash outflows (-)		-	(1,745,158)
7. Cash generated from/(used in) the financing activities		(22,530,562)	(8,447,442)
D. Effects of Exchange Rate Differences on Cash and Cash Equivalents		1,714,683	3,106,979
E. Net increase/(decrease) in cash and cash equivalents (A12+B9+C7+D)		81,274,437	38,098,629
F. Cash and cash equivalents at the beginning of the period		312,313,249	274,214,620
G. Cash and cash equivalents at the end of period (E+F)	2.12	393,587,686	312,313,249

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

AvivaSA Emeklilik ve Hayat Anonim Şirketi

NOTES TO THE FINANCIAL STATEMENTS AS OF 31 DECEMBER 2014

(Amounts expressed in Turkish Lira (TL) unless otherwise stated).

	Audited Current Period										
	1 January–31 December 2014										
	Capital	Treasury Shares	Investment Revaluation Reserve	Inflation Adjustment to Shareholders' Equity	Exchange Differences Arising on Translation of Foreign Operations	Legal Reserves	Statutory Reserves	Other Reserves and Retained Earnings	Net Profit / (Loss) For the Period	Previous Periods' Profits / (Losses) (-)	Total
CURRENT PERIOD											
I- Balance at (31/12/2013)	35,779,197	-	(5,913,273)	16,192,783	-	3,545,456	5,306,815	72,321,262	30,744,794	(484,878)	157,492,156
II-Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-
III-Restated Balance (I + II) (01/01/2014)	35,779,197	-	(5,913,273)	16,192,783	-	3,545,456	5,306,815	72,321,262	30,744,794	(484,878)	157,492,156
A- Capital increase (A1 + A2)	-	-	-	-	-	-	-	-	-	-	-
1- Cash	-	-	-	-	-	-	-	-	-	-	-
2- Internal Resources	-	-	-	-	-	-	-	-	-	-	-
B- Purchase of own shares	-	-	-	-	-	-	-	-	-	-	-
C- Income / (expenses) recognized directly in equity	-	-	-	-	-	-	-	(4,266,718)	-	-	(4,266,718)
D- Valuation gains on assets	-	-	5,230,142	-	-	-	-	-	-	-	5,230,142
E- Exchange difference arising on translation of foreign operations	-	-	-	-	-	-	-	-	-	-	-
F- Other income / (expenses)	-	-	-	-	-	-	-	-	-	-	-
G- Inflation adjustments	-	-	-	-	-	-	-	-	-	-	-
H- Net profit for the period	-	-	-	-	-	-	-	-	45,913,426	-	45,913,426
I- Payment of dividends	-	-	-	-	-	-	-	-	(26,118,813)	-	(26,118,813)
J- Transfers (*)	-	-	-	-	-	9,241,303	(5,295,321)	195,121	(4,625,981)	484,878	-
IV- Balance at (31/12/2014) (III+A+B+C+D+E+F+G+H+I+J)	35,779,197	-	(683,131)	16,192,783	-	12,786,759	11,494	68,249,665	45,913,426	-	178,250,193

(*)As at 31 December 2013 amounting to TL 5,295,321 is presented under statutory reserves in the financial statements is recorded in legal reserve in the financial statements as at 31 December 2014.

	Audited Previous Period										
	1 January–31 December 2013										
	Capital	Treasury Shares	Investment Revaluation Reserve	Inflation Adjustment to Shareholders' Equity	Exchange Differences Arising on Translation of Foreign Operations	Legal Reserves	Statutory Reserves	Other Reserves and Retained Earnings	Net Profit / (Loss) For the Period	Previous Periods' Profits / (Losses) (-)	Total
PREVIOUS PERIOD											
I- Balance at (31/12/2012)	35,779,197	-	1,912,678	16,192,783	-	1,606,831	2,122,467	72,304,176	38,772,504	-	168,690,636
II-Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-
III-Restated Balance (I + II) (01/01/2013)	35,779,197	-	1,912,678	16,192,783	-	1,606,831	2,122,467	72,304,176	38,772,504	-	168,690,636
A- Capital increase (A1 + A2)	-	-	-	-	-	-	-	-	-	-	-
1- Cash	-	-	-	-	-	-	-	-	-	-	-
2- Internal Resources	-	-	-	-	-	-	-	-	-	-	-
B- Purchase of own shares	-	-	-	-	-	-	-	-	-	-	-
C- Income / (expenses) recognized directly in equity	-	-	-	-	-	-	-	-	-	(484,878)	(484,878)
D- Valuation gains on assets	-	-	(7,825,951)	-	-	-	-	-	-	-	(7,825,951)
E- Exchange difference arising on translation of foreign operations	-	-	-	-	-	-	-	-	-	-	-
F- Other income / (expenses)	-	-	-	-	-	-	-	-	-	-	-
G- Inflation adjustments	-	-	-	-	-	-	-	-	-	-	-
H- Net profit for the period	-	-	-	-	-	-	-	-	30,744,794	-	30,744,794
I- Payment of dividends	-	-	-	-	-	-	-	-	(33,632,445)	-	(33,632,445)
J- Transfers	-	-	-	-	-	1,938,625	3,184,348	17,086	(5,140,059)	-	-
IV - Balance at (31/12/2013) (III+ A+B+C+D+E+F+G+H+I+J)	35,779,197	-	(5,913,273)	16,192,783	-	3,545,456	5,306,815	72,321,262	30,744,794	(484,878)	157,492,156

Detailed explanations on shareholders' equity is disclosed in Note 15.

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