

**VESTEL BEYAZ EŐYA  
SANAYİ VE TİCARET AŐ**

**SUMMARY FINANCIAL STATEMENTS  
FOR THE PERIOD  
01.01.2017 - 30.06.2017**

(Originally issued in Turkish)

**VESTEL**

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SUMMARY FINANCIAL STATEMENTS FOR THE PERIOD  
01.01.2017 – 30.06.2017

**VESTEL BEYAZ EŞYA SANAYİ VE TİCARET AŞ**  
**CONDENSED INTERIM STATEMENTS OF BALANCE SHEETS**  
**AS OF 30 JUNE 2017 AND 31 DECEMBER 2016**

(All amounts in thousand Turkish Lira unless stated otherwise)

<b>ASSETS</b>	<b>Note</b>	<i>Reviewed</i> <b>30.06.2017</b>	<i>Audited</i> <b>31.12.2016</b>
<b>Current Assets</b>		<b>2,206,831</b>	<b>1,818,711</b>
Cash and cash equivalents	4	15,483	12,829
Trade receivables		1,564,868	1,186,044
Related parties	6	1,557,073	1,182,807
Other parties	7	7,795	3,237
Other receivables		127,889	336,710
Related parties	6	0	258,612
Other parties	8	127,889	78,098
Derivative financial instruments		2,158	26,404
Derivative financial instruments held for trading	25	2,158	2,922
Cash flow hedges	25	0	23,482
Inventories	9	478,885	244,446
Prepaid expenses		16,524	11,066
Other parties	10	16,524	11,066
Other current assets		1,024	1,212
Other parties	16	1,024	1,212
<b>Non - Current Assets</b>		<b>563,956</b>	<b>468,792</b>
Property, plant and equipment		395,657	327,965
Land and premises	11	39,063	6,547
Land improvements	11	852	875
Buildings	11	40,484	40,247
Machinery and equipment	11	281,323	254,966
Vehicles	11	175	215
Fixtures and fittings	11	14,985	15,028
Leasehold improvements	11	3,399	3,144
Construction in progress	11	15,376	6,943
Intangible assets		106,821	97,030
Other rights	12	21	22
Capitalized development costs	12	99,047	89,931
Other intangible assets	12	7,753	7,077
Prepaid expenses		50,455	41,741
Other parties	10	50,455	41,741
Deferred tax asset	23	11,023	2,056
<b>TOTAL ASSETS</b>		<b>2,770,787</b>	<b>2,287,503</b>

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**VESTEL BEYAZ EŞYA SANAYİ VE TİCARET AŞ**  
**CONDENSED INTERIM STATEMENTS OF BALANCE SHEETS**  
**AS OF 30 JUNE 2017 AND 31 DECEMBER 2016**

(All amounts in thousand Turkish Lira unless stated otherwise)

<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>Note</b>	<i>Reviewed</i> <b>30.06.2017</b>	<i>Audited</i> <b>31.12.2016</b>
<b>Current Liabilities</b>		<b>1,763,621</b>	<b>1,002,241</b>
Short-term financial liabilities		34,980	26,407
Bank loans	5	34,569	26,407
Leasing debts		411	--
Short-term portion of long-term financial liabilities		221,185	15,691
Bank loans	5	221,185	15,691
Trade payables		1,163,470	840,474
Related parties	6	43,322	23,448
Other parties	7	1,120,148	817,026
Liabilities for employee benefits	15	33,736	23,763
Other liabilities		274,709	52,999
Related parties	6	274,709	52,999
Derivative financial instruments		28,540	27,853
Derivative financial instruments held for trading	25	10,940	27,853
Derivative financial instruments held for hedging	25	17,600	--
Current income tax liabilities	23	1,422	3,185
Short-term provisions	13	1,620	1,620
Other current liabilities		3,959	10,249
Other parties	16	3,959	10,249
<b>Non-Current Liabilities</b>		<b>160,772</b>	<b>365,331</b>
Long-term financial liabilities		16,326	206,611
Bank loans	5	15,607	206,611
Leasing debts	5	719	--
Trade payables		2,239	--
Other parties	7	2,239	--
Other payables		116,034	134,261
Related parties	6	116,034	134,261
Long-term provisions		26,173	24,459
Provisions for employee benefits	15	26,173	24,459
<b>Shareholders' Equity</b>		<b>846,394</b>	<b>919,931</b>
Paid-in capital	17	190,000	190,000
Adjustments to share capital	17	9,734	9,734
Share premium (Discount)	17	109,031	109,031
Other comprehensive income/expense not to be reclassified to profit or loss		(3,436)	(3,313)
Revaluation gain/loss		(3,436)	(3,313)
Other comprehensive income/expense to be reclassified to profit or loss		(14,080)	18,786
Cash flow hedges		(14,080)	18,786
Restricted reserves	17	111,627	77,019
Retained earnings	17	304,066	193,669
Net income for the period		139,452	325,005
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>2,770,787</b>	<b>2,287,503</b>

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SUMMARY FINANCIAL STATEMENTS FOR THE PERIOD  
01.01.2017 – 30.06.2017

**VESTEL BEYAZ EŞYA SANAYİ VE TİCARET AŞ**  
**CONDENSED INTERIM STATEMENTS OF INCOME**  
**FOR THE PERIOD ENDED 30 JUNE 2017 AND 30 JUNE 2016**

(All amounts in thousand Turkish Lira unless stated otherwise)

	<b>Note</b>	<b>01.01- 30.06.2017</b>	<b>01.01- 30.06.2016</b>
Revenue	18	1,744,512	1,429,548
Cost of sales	18	(1,527,999)	(1,187,528)
<b>Gross Profit</b>		<b>216,513</b>	<b>242,020</b>
General & Administrative expenses	20	(24,018)	(23,309)
Marketing expenses	20	(24,519)	(22,446)
Research & Development expenses	20	(15,376)	(13,329)
Other income from operating activities	21	140,375	42,028
Other expense from operating activities	21	(80,857)	(34,349)
<b>Operating Profit/Loss</b>		<b>212,118</b>	<b>190,615</b>
Financial income	22	56,495	64,904
Financial expense	22	(125,488)	(53,605)
<b>Profit Before Tax</b>		<b>143,125</b>	<b>201,914</b>
Tax benefit/(expense)		(3,673)	(7,242)
Current tax benefit/(expense)	23	(4,393)	(10,821)
Deferred tax benefit/(expense)	23	720	3,579
<b>Net Income for the Period</b>		<b>139,452</b>	<b>194,672</b>

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**VESTEL BEYAZ EŞYA SANAYİ VE TİCARET AŞ**  
**CONDENSED INTERIM STATEMENTS OF CASHFLOWS**  
**FOR THE PERIOD ENDED 30 JUNE 2017 AND 30 JUNE 2016**

(All amounts in thousand Turkish Lira unless stated otherwise)

	Note	01.01- 30.06.2017	01.01- 30.06.2016
<b>Net Cash Provided by Operating Activities:</b>		<b>(142,118)</b>	<b>93,765</b>
Net income for the period		139,452	194,672
<b>Adjustments to reconcile net income</b>		<b>76,610</b>	<b>63,851</b>
Depreciation and amortization	11	51,780	44,555
Impairment on inventories	9	1,038	(475)
Provisions		4,426	4,211
Provisions for employment termination benefits	15	4,426	4,211
Interest income	22	(11,107)	(11,044)
Interest expense	22	18,907	8,853
Unrealized foreign exchange differences		25,203	(358)
Fair value (gain)/loss on derivative financial instruments		(16,149)	11,633
Tax (benefit)/expense		3,673	7,242
(Gain)/loss from sales of tangible assets		(246)	(84)
Other	4	(915)	(682)
<b>Changes in working capital</b>		<b>(349,158)</b>	<b>(170,291)</b>
(Increase)/decrease in trade receivables		(378,824)	(141,368)
Related parties	6	(374,266)	(137,866)
Other parties	7	(4,558)	(3,502)
(Increase)/decrease in other receivables		(49,791)	(2,690)
Other parties	8	(49,791)	(2,690)
(Increase)/decrease in inventories	9	(235,477)	(77,103)
(Increase)/decrease in pre-paid expenses	10	(14,172)	(19,949)
Increase/(decrease) in trade payables		325,235	54,881
Related parties	6	19,874	1,532
Other parties	7	305,361	53,349
Increase/(decrease) in employee termination benefits	15	9,973	2,182
Other		(6,102)	13,756
(Increase)/decrease in other assets		188	12,837
Increase/(decrease) in other liabilities		(6,290)	919
<b>Cash Flows From (Used in) Operations</b>		<b>(133,096)</b>	<b>88,232</b>
Employee termination benefits paid	15	(2,866)	(3,722)
Current income tax paid	23	(6,156)	9,255
<b>Net Cash From Investing Activities:</b>		<b>129,595</b>	<b>(151,532)</b>
Cash provided from sales of tangible assets		1,073	1,034
Acquisition of tangible assets	11	(110,371)	(40,479)
Acquisition of intangible assets	12	(19,719)	(14,978)
Cash advances and loans made to related parties	6	258,612	(97,109)
<b>Net Cash From Financing Activities:</b>		<b>14,262</b>	<b>(8,536)</b>
Proceeds from bank borrowings		176,854	253,477
Loans		175,724	253,477
Other financial borrowings		1,130	--

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Repayment of bank borrowings		(171,652)	(135,721)
Increase in other payables to related parties		190,922	--
Dividends paid	6	(180,000)	(130,877)
Interest paid		(12,969)	(6,459)
Interest received		11,107	11,044
<b>Net (decrease)/increase in cash and cash equivalents before the effect of exchange rate changes</b>		<b>1,739</b>	<b>(66,303)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>1,739</b>	<b>(66,303)</b>
Cash and cash equivalents at the beginning of the period	4	11,840	88,665
<b>Cash and cash equivalents at the end of the period</b>		<b>13,579</b>	<b>22,362</b>