

HRANT DINK VAKFI

**CONVENIENCE TRANSLATION OF STATUTORY
FINANCIAL STATEMENTS AS OF DECEMBER 31, 2013
TOGETHER WITH AUDITORS' REPORT**

**Convenience Translation of the
Auditors' Report to the Board of Directors of
Hrant Dink Vakfı**

We have audited the accompanying balance sheet of Hrant Dink Vakfı (hereinafter referred to as "the Foundation") as of December 31, 2013 and the statement of income for the year then ended.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Opinion


In our opinion, the accompanying financial statements give a true and fair view, in all material respects, of the financial position of Hrant Dink Vakfı as of December 31, 2013 and its financial performance for the year then ended in accordance with the accounting standards specified in note 2.

Other Matters

In the appendix of Foundations General Chart of Account published by T.R. Prime Ministry General Directorate of Foundations in the Official Gazette dated September 27, 2008 and numbered 27010, there is only balance sheet and statement of income and there is no statement of changes in equity and statement of cash flows. Because of the fact, statement of changes in equity and statement of cash flows have not been presented in the accompanying financial statements.

Istanbul, February 28, 2014

DENGE BAĞIMSIZ DENETİM SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Member of MAZARS



Aylin Beydemir
CPA (Turkey)

HRANT DİNK VAKFI
FINANCIAL STATEMENTS AS OF DECEMBER 31, 2013
(DETAILED BALANCE SHEET - STATEMENTS OF FINANCIAL POSITION)
(All amounts expressed in Turkish Lira ("TRY"), unless otherwise indicated)

	Note	December 31, 2013	December 31, 2012
ASSETS			
I. CURRENT ASSETS			
CASH AND CASH EQUIVALENTS		495.505	499.063
- Cash		4.236	2.044
- Banks	6	491.269	497.019
OTHER RECEIVABLES		102.053	53.139
- Receivable from commercial enterprise	7	102.053	53.139
OTHER CURRENT ASSETS		15.737	-
- Job advances	8	15.737	-
SHORT-TERM PREPAID EXPENSES AND ACCRUED INCOME		712	1.640
- Short-term prepaid expenses		712	1.640
Total Current Assets		614.007	553.841
II. NON-CURRENT ASSETS			
OTHER RECEIVABLES		162	-
- Deposits and Guarantees Given		162	-
FINANCIAL FIXED ASSETS		5.000	5.000
- Commercial enterprises		5.000	5.000
TANGIBLE ASSETS		12.562	15.520
- Furniture and fixture	10	26.668	24.475
- Accumulated depreciation (-)	10	(14.106)	(8.955)
INTANGIBLE ASSETS		-	-
- Rights	11	1.120	1.120
- Accumulated amortization (-)	11	(1.120)	(1.120)
Total Non-Current Assets		17.724	20.520
TOTAL ASSETS		631.731	574.361

HRANT DİNK VAKFI**FINANCIAL STATEMENTS AS OF DECEMBER 31, 2013****(DETAILED BALANCE SHEET - STATEMENTS OF FINANCIAL POSITION)***(All amounts expressed in Turkish Lira ("TRY"), unless otherwise indicated)*

	Note	December 31, 2013	December 31, 2012
LIABILITY			
I.SHORT TERM LIABILITIES			
BORROWINGS		2.678	-
- Bank Loans	13	2.678	-
PAYABLES FROM OPERATIONS		92.196	2.694
- Payables	14	92.196	2.694
OTHER FINANCIAL LIABILITIES		2.166	9.259
- Other Payables		2.166	9.259
TAXES AND OTHER LIABILITIES	15	22.035	12.047
- Taxes and Funds Payable		16.342	8.450
- Social Security Premiums Payables		5.693	3.597
SHORT-TERM DEFERRED INCOME AND ACCRUED EXPENSES		703	163
- Short-term deferred income and accrued expenses		703	163
Short Term Liabilities		119.778	24.163
SHAREHOLDERS' EQUITY			
NET CAPITAL		100.000	100.000
- Paid in Capital	12	100.000	100.000
RETAINED EARNINGS	12	750.195	780.195
RETAINED LOSSES (-)	12	(329.997)	(160.289)
PERIOD NET INCOME OR LOSS (-)		(38.245)	(169.708)
- Period Net Income		-	-
- Period Net Loss (-)		(38.245)	(167.708)
Total Shareholders' Equity		511.953	550.198
TOTAL LIABILITIES		631.731	574.361

HRANT DİNK VAKFI
FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2013
(DETAILED STATEMENTS OF INCOME)

(All amounts expressed in Turkish Lira ("TRY"), unless otherwise indicated)

	Note	1 January – 31 December 2013	1 January – 31 December 2012
A-GROSS SALES		859.081	800.956
- Donations and Charities	20	859.081	800.956
B-SALES DISCOUNTS (-)		-	(1.021)
- Other Discounts (-)		-	(1.021)
NET SALES		859.081	799.935
C- COST OF SALES (-)		(240.940)	(410.456)
- Cost of Services Rendered (-)	21	(240.940)	(410.456)
PROFIT FROM GROSS SALES		618.141	389.479
D- OPERATING EXPENSES (-)		(697.829)	(574.288)
- Goal Directed Expenses (-)	22	(697.829)	(574.288)
E- INCOME AND PROFIT FROM OTHER OPERATIONS		43.090	28.890
- Interest Income	23	24.896	28.582
- Foreign Currency Gain	23	18.194	308
F- EXPENSES AND LOSSES FROM OTHER OPERATIONS (-)		(573)	(12.994)
- Foreign Currency Losses (-)		(573)	(12.994)
G- FINANCIAL EXPENSES (-)		(1.074)	(795)
- Financial Expenses (Short Term) (-)		(1.074)	(795)
OPERATING PROFIT OR LOSS		(656.386)	(559.187)
NET PERIOD LOSS		(38.245)	(169.708)