

(Convenience translation of the independent auditor's report and consolidated financial statements originally issued in Turkish)

Gübre Fabrikaları Türk Anonim Şirketi

Consolidated statement of profit or loss as of 31 December 2016 (Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

| | | Audited (Restated Note 2.4) | Audited |
|---|-------|------------------------------------|------------------------------------|
| | Notes | 1 January – 31 December 2016 | 1 January – 31 December 2015 |
| Sales | 21 | 2.834.839.791 | 2.930.899.065 |
| Cost of sales (-) | 21 | (2.418.214.457) | (2.300.797.341) |
| Gross profit | | 416.625.334 | 630.101.724 |
| General and administrative expense (-) | 22 | (127.957.341) | (109.442.082) |
| Marketing, selling and distribution expense (-) | 22 | (229.077.384) | (207.955.648) |
| Other operating income | 24 | 214.273.395 | 270.702.139 |
| Other operating expenses (-) | 24 | (219.268.957) | (289.501.712) |
| Operating profit | | 54.595.047 | 293.904.421 |
| Income from investment activities | 25 | 2.336.601 | 18.896.303 |
| Expense from investment activities (-) | 25 | - | (8.774.255) |
| Profit / (loss) from investments accounted by equity method | 3 | (3.833.419) | (1.888.847) |
| Financial income / (expense) before operating profit | | 53.098.229 | 302.137.622 |
| Financial income / (expense) | 26 | (46.857.844) | (19.563.886) |
| Profit before tax from continuing operations | | 6.240.385 | 282.573.736 |
| - Current period tax income / (expense) | 28 | (20.786.763) | (68.439.486) |
| - Deferred tax income / (expense) | 28 | (29.418.026) | 36.554.900 |
| Total tax income / (expense) | | (50.204.789) | (31.884.586) |
| Net profit | | (43.964.404) | 250.689.150 |
| Distribution of income for the period: | | | |
| Non-controlling interests | | 24.772.566 | 165.507.682 |
| Attributable to equity holders of the parent | | (68.736.970) | 85.181.468 |
| Other comprehensive income | | | |
| Items not to be reclassified to profit or loss | | | |
| Actuarial gain/(loss) arising from defined benefit plans | 17 | (1.181.669) | - |
| Gains or (losses) in revaluation of property, plant and equipment | 12 | - | 50.303.018 |
| Tax effect of other comprehensive income/expense not to be reclassified to profit or loss | 28 | 236.334 | (5.805.807) |
| Items to be reclassified to profit or loss | | | |
| Changes in currency translation differences | | 47.870.920 | 119.057.953 |
| Changes in currency translation differences from investments accounted by equity method | 3 | (11.647.678) | (13.780.834) |
| Other comprehensive income / (expense) | | 35.277.905 | 149.774.330 |
| Total comprehensive income / (expense) | | (8.686.497) | 400.463.480 |
| Distribution of total comprehensive income | | | |
| -Non-controlling interests | | 59.316.687 | 226.367.635 |
| -Equity holders of the parent | | (68.003.184) | 174.095.845 |
| Earnings per share | 29 | (0,0021) | 0,0026 |

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