

Galatasaray Sportif Sınai ve Ticari Yatırımlar A.Ş. and its Subsidiaries**Consolidated Financial Position as at 31 May 2014***(Currency: Turkish Lira ("TL") unless otherwise stated)*

		Audited	Audited
		31 May	(Restated) *
ASSETS	Note	2014	31 May
			2013
Current assets		185.025.577	101.537.027
Cash and cash equivalents	5	10.604.198	18.218.669
Trade receivables		21.758.237	64.172.043
<i>Other trade receivables</i>	7	21.758.237	64.172.043
Other receivables		123.561.867	1.444.157
<i>Other receivables from related parties</i>	4	123.558.833	1.083.283
<i>Other receivables</i>	8	3.034	360.874
Inventories	9	--	11.743.122
Prepayments	10	28.868.659	3.972.134
Other current assets	15	232.616	1.986.902
Non-current assets		510.542.921	552.396.740
Equity accounted investees	24	2.948.030	--
Other receivables		--	47.702
<i>Other receivables</i>	8	--	47.702
Property and equipment	11	7.833.998	12.256.432
Intangible assets		172.006.278	95.105.709
<i>Other intangible assests</i>	12	172.006.278	95.105.709
Prepayments	10	327.754.615	444.804.046
Deferred tax assets	26	--	182.851
TOTAL ASSETS		695.568.498	653.933.767

Galatasaray Sportif Sınai ve Ticari Yatırımlar A.Ş. and its Subsidiaries

Consolidated Financial Position as at 31 May 2014

(Currency: Turkish Lira ("TL") unless otherwise stated)

		Audited	Audited
		31 May	(Restated) *
LIABILITIES	Note	2014	31 May
			2013
Short-term liabilities		448.037.953	404.070.710
Short-term borrowings	6	31.998.795	81.391.616
Short-term portion of long-term borrowings	6	110.197.018	54.434.742
Trade payables		97.587.062	85.269.273
<i>Other trade payables</i>	7	97.587.062	85.269.273
Payables related to employee benefits	14	63.941.638	46.520.229
Other payables		41.437.711	95.883.948
<i>Due to related parties</i>	4	252.791	58.612.471
<i>Other payables</i>	8	41.184.920	37.271.477
Deferred income	10	95.597.751	38.701.956
Current tax liabilities	26	--	512.833
Provisions		4.527.792	1.326.114
<i>Short term employee benefits</i>	14	977.428	732.921
<i>Other provisions</i>	13	3.550.364	593.193
Other short term liabilities	15	2.750.186	29.999
Long-term liabilities		263.043.781	320.540.949
Long term borrowings	6	204.874.875	91.185.346
Trade payables		3.363.724	9.821.986
<i>Other trade payables</i>	7	3.363.724	9.821.986
Other payables		2.700.457	197.044.335
<i>Other payables to related parties</i>	4	--	193.392.045
<i>Other payables</i>	8	2.700.457	3.652.290
Deferred income	10	51.316.241	21.716.390
Provisions		788.484	772.892
<i>Long term employee benefits</i>	14	788.484	772.892
Total liabilities		711.081.734	724.611.659
EQUITY	16	(15.513.236)	(70.677.892)
Equity attributable to owners of the company		(15.513.227)	(70.673.164)
Paid-in capital		21.645.000	13.940.422
Inflation adjustment of capital		3.827.679	3.827.679
Accumulated other comprehensive income/expense to be reclassified to profit or loss		(673.179)	(647.158)
<i>Actuarial gain / (loss) on employee benefits</i>		(673.179)	(647.158)
Share premium		434.285.760	269.330.743
Restricted reserves		20.795.213	20.795.213
Retained earnings		(377.920.063)	(278.446.215)
Net loss for the period		(117.473.637)	(99.473.848)
Non-controlling interests		(9)	(4.728)
TOTAL EQUITY AND LIABILITIES		695.568.498	653.933.767

Galatasaray Sportif Sınai ve Ticari Yatırımlar A.Ş. and its Subsidiaries

Consolidated Financial Position as at 31 May 2014

(Currency: Turkish Lira ("TL") unless otherwise stated)

		Audited	Audited
		1 June 2013 -	(Restated) *
	Note	31 May 2014	1 June 2012 -
			31 May 2013
PROFIT OR LOSS			
Revenue	17	275.013.117	248.321.965
Cost of revenues (-)	17	(380.829.735)	(294.912.358)
GROSS PROFIT/(LOSS)		(105.816.618)	(46.590.393)
General administrative expenses (-)	18	(20.629.277)	(16.804.858)
Other operating income	20	6.419.967	10.889.493
Other operating expenses (-)	20	(21.390.124)	(6.882.729)
OPERATING LOSS		(141.416.052)	(59.388.487)
Income from investment activities	21	88.304.833	2.002.960
Expenses from investment activities	21	(1.860.955)	(7.084.908)
OPERATING LOSS BEFORE FINANCIAL COSTS		(54.972.174)	(64.470.435)
Financial income	22	6.517.801	1.758.477
Financial expenses (-)	22	(65.492.465)	(47.327.934)
LOSS BEFORE TAX FROM CONTINUED OPERATIONS		(113.946.838)	(110.039.892)
Tax income/(expense) from continued operations		--	--
Current tax income/(expense)		--	--
Deferred tax income/(expense)		--	--
NET LOSS FROM CONTINUED OPERATIONS		(113.946.838)	(110.039.892)
NET PROFIT/(LOSS) FROM DISCONTINUED OPERATIONS	23	(3.526.812)	10.567.714
NET LOSS FOR THE PERIOD		(117.473.650)	(99.472.178)
Distribution of loss for the period:		(117.473.650)	(99.472.178)
Non-controlling interests		(13)	1.670
Owners of the Company		(117.473.637)	(99.473.848)
Earnings per share	25	(0,0737)	(0,0764)
Earnings per share from continued operations		(0,0715)	(0,0845)
Earnings per share from discontinued operations		(0,0022)	0,0081
OTHER COMPREHENSIVE INCOME		(26.021)	(407.788)
Items that will never be reclassified to profit or loss:			
Remeasurement gains of defined benefit plans		(26.021)	(407.788)
TOTAL COMPREHENSIVE INCOME		(117.499.671)	(99.879.966)
Distribution of total comprehensive income:		(117.499.671)	(99.879.966)
Non-controlling interests		(13)	1.670
Owners of the Company		(117.499.658)	(99.881.636)

Galatasaray Sportif Sınai ve Ticari Yatırımlar A.Ş. and its Subsidiaries

Consolidated Statement of Changes in Equity

For The Year Ended 31 May 2014

(Currency: Turkish Lira ("TL") unless otherwise stated)

			Other comprehensive income/expense not to be reclassified to profit or loss							
	Paid-in capital	Inflation adjustment of capital	Actuerial loss on employee benefits	Share Premium	Restricted Reserves	Retained Earnings	Net Profit / (Loss) For the Period	Total	Non- Controlling Interest	Total Equity
Balance at 1 June 2012	2.788.084	3.827.679			20.496.264	(242.503.347)	(35.883.289)	(251.274.609)	(6.398)	(251.281.007)
Transfers	--	--	--	--	298.949	(36.182.238)	35.883.289	--	--	--
Total comprehensive income	--	--	--	--	--	--	(99.881.636)	(99.881.636)	1.670	(99.879.966)
Share capital increase (Note 16)	11.152.338	--	--	269.330.743	--	--	--	280.483.081	--	280.483.081
Balance at 31 May 2013	13.940.422	3.827.679	--	269.330.743	20.795.213	(278.685.585)	(99.881.636)	(70.673.164)	(4.728)	(70.677.892)
Balance at 1 June 2013, reported	13.940.422	3.827.679	--	269.330.743	20.795.213	(278.685.585)	(99.881.636)	(70.673.164)	(4.728)	(70.677.892)
Changes in accounting standarts (Note 2.3)	--	--	(647.158)	--	--	239.370	407.788	--	--	--
Balance at 1 June 2013, restated	13.940.422	3.827.679	(647.158)	269.330.743	20.795.213	(278.446.215)	(99.473.848)	(70.673.164)	(4.728)	(70.677.892)
Transfers	--	--	--	--	--	(99.473.848)	99.473.848	--	--	--
Total comprehensive income	--	--	(26.021)	--	--	--	(117.473.637)	(117.499.658)	(13)	(117.499.671)
Sales of Subsidiaries (Note 24)	--	--	--	--	--	--	--	--	4.732	4.732
Share capital increase (Note 16)	7.704.578	--	--	164.955.017	--	--	--	172.659.595	--	172.659.595
Balance at 31 May 2014	21.645.000	3.827.679	(673.179)	434.285.760	20.795.213	(377.920.063)	(117.473.637)	(15.513.227)	(9)	(15.513.236)

Galatasaray Sportif Sınai ve Ticari Yatırımlar A.Ş. and its Subsidiaries

Consolidated Statements of Cash Flows

For The Year Ended 31 May 2014

(Currency: Turkish Lira ("TL") unless otherwise stated)

		Audited	Audited (Restated) *
	Note	1 June 2013 31 May 2014	1 June 2012 31 May 2013
Cash flows from operating activities			
Loss for the year		(117.473.650)	(99.472.178)
Adjustments;			
Adjustments regarding depreciation of property and equipment and intangible assest	11,12	57.317.645	42.708.148
Income accruals from UEFA Champions League	7	(9.164.815)	(7.949.907)
Adjustments regarding provision for doubtful receivables	7	8.038.177	1.077.591
Gain on sale of intangible assest	21	(1.084.678)	(2.002.960)
Loss on sale of intangible assest	21	1.860.955	7.084.908
Gain on sale of Subsidiaries	21	(87.220.155)	--
Adjustments for inventory impairment	9	(31)	(254)
Interest, commission expenses	22	34.929.084	40.559.769
Foreign exchange loss from borrowings	22	30.563.381	6.768.165
Interest income	22	(6.517.801)	(1.758.477)
Tax expenses/(income)	23	(745)	1.726.014
Net working capital changes in:			
Adjustment regarding changes in trade receivables		11.585.931	(23.397.147)
Adjustment regarding changes in other receivables		(57.101.163)	(1.156.853)
Adjustment regarding changes in inventories		(20.042.182)	(3.084.231)
Adjustment regarding changes in other assets/prepayments		52.833.719	1.124.949
Adjustment regarding changes in trade payables		54.495.606	35.488.484
Adjustment regarding changes in other payables		(211.727.357)	(67.654.206)
Adjustment regarding changes in provisions		3.978.291	78
Adjustment regarding changes in other liabilities/deferred income		157.383.956	16.325.459
Adjustment regarding changes in provisions for employee benefits		801	162
Tax paid		(1.605.980)	(1.178.109)
Interest received		6.517.801	1.758.477
Changes in restricted bank balances		72	514
Net cash used in operating activities		(92.335.366)	(52.532.362)
Investing activities			
Cash outflows from sale of subsidiaries	24	(10.057.866)	--
Acquisition of property, plant and equipment	11	(2.805.431)	(4.454.230)
Proceeds from sale of property, equipment and intangible assets		816	5.216.539
Acquisition of intangible assets	12	(132.493.619)	(75.681.887)
Net cash used in investing activities		(144.541.341)	(74.919.578)
Financing Activities			
Interest paid		(35.905.064)	(15.393.563)
Share capital increase	16	144.210.207	115.649.344
Proceeds from borrowings		314.363.343	104.783.800
Repayment of borrowing		(193.333.983)	(65.954.159)
Net cash from financing activities		229.334.503	139.085.422
Net increase/(decrease) in cash and cash equivalents		(7.542.204)	11.633.482
Cash and cash equivalents at the beginning of the period	5	18.124.819	6.491.337
Cash and cash equivalents at 31 May	5	10.582.615	18.124.819