

TROY KIYMETLİ MADEN TİCARETİ A.Ş.

2015

FINANCIAL STATEMENTS

&

INDEPENDENT AUDITOR'S REPORT

AYK BAĞIMSIZ DENETİM VE DANIŞMANLIK A.Ş.

Tarih : 08.03.2016
Sayı : AYK:2016-1

**To the Board of Directors of
Troy Kıymetli Maden Ticareti A.Ş.**

We have audited the accompanying financial statements of Troy Kıymetli Maden Ticareti A.Ş. ("the Company"), which comprise balance sheets as at December 31, 2015 statements of income, statements of changes in equity and cash flows statement for the years then ended, and a summary of significant accounting policies and other explanatory notes.

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. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' 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 auditors' 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 audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Troy Kıymetli Maden Ticareti A.Ş. as of December 31, 2015 its financial performance and its cash flows for the years then ended in accordance with International Financial Reporting Standards (IFRS).

March 08, 2016 Ankara, Turkey



TROY KIYMETLİ MADEN TİCARETİ A.Ş.
BALANCE SHEET
FOR THE YEARS ENDED 31 DECEMBER 2015 AND DECEMBER 2014

(All amounts expressed in Turkish Lira (TL) unless otherwise stated)

ASSETS	Note	Audited 31 December 2015	Audited 31 December 2014
Current Assets		5.416.194	2.598.423
Cash and cash equivalents	6	2.699.502	1.578.681
Financial investments	7	-	-
Trade receivables		238.284	362.581
- Related parties	8	-	306.614
- Unrelated parties	9	238.284	55.967
Other receivables		319.480	102.342
- Related parties	8	133.128	-
- Unrelated parties	10	186.352	102.342
Inventories	11	1.752.482	240.354
Prepaid expenses	13	-	-
Other current assets	29	406.446	314.465
Non-Current Assets		54.354	59.265
Trade receivables		-	-
- Related parties	8	-	-
- Unrelated parties	9	-	-
Other receivables		-	-
- Related parties	8	-	-
- Unrelated parties	10	-	-
Financial investments	7	14.938	14.938
Investment property	14	-	-
Tangible fixed assets	15	17.925	21.371
Intangible fixed assets		9.798	12.986
- Betterment	19	-	-
- Intangible fixed assets	18	9.798	12.986
Prepaid expenses	13	867	-
Deferred tax assets	41	10.826	8.829
Other non-current assets	29	-	1.141
TOTAL ASSETS		5.470.548	2.657.688



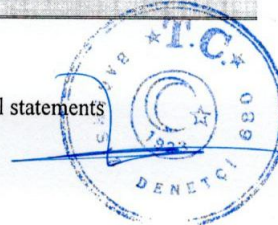
The accompanying notes form an integral part of these financial statements

TROY KIYMETLİ MADEN TİCARETİ A.Ş.
BALANCE SHEET
FOR THE YEARS ENDED 31 DECEMBER 2015 AND DECEMBER 2014

(All amounts expressed in Turkish Lira (TL) unless otherwise stated)

LIABILITIES	Note	Audited 31 December 2015	Audited 31 December 2014
Short Term Liabilities		2.900.426	140.553
Short Term Liabilities	30	-	-
Short Parties of Long Term Liabilities	30	-	-
Trade Payables		1.819.244	80.894
- Related	8	75.368	70.067
- Non-related	9	1.743.876	10.827
Benefits Provided to Employees		5.388	4.176
Other Payables		167.095	13.917
- Related	8	159.305	-
- Non-related	10	7.790	13.917
Deferred Income		907.920	-
Tax provisions		779	41.566
Short-Term provisions		-	-
- Prov for employee term. benefits	26	-	-
- Other short term provisions	26	-	-
Other Short Term Liabilities	29	-	-
Long Term Liabilities		54.132	44.149
Long term financial liabilities	30	-	-
Other Financial liabilities	30	-	-
Trade payables		-	-
Other Payables		-	-
Provisions for liabilities	26	-	-
Long term Liabilities		54.132	44.149
- Prov for employee term. Benefits	28	54.132	44.149
- Other long term provisions	26	-	-
Tax provisions		-	-
Deferred tax liabilities	41	-	-
Other long-term liabilities	29	-	-
SHAREHOLDERS' EQUITY		2.515.990	2.472.986
Capital	31	1.500.000	1.500.000
Treasury shares (-)	31	-	-
Capital adjustment due to cross-ownership	31	-	-
Share Premium	31	-	-
Non-Reclassified in Profit/loss accumulated other comprehensive	31	12.766	14.937
Other capital reserves	31	49.695	41.440
Retained earnings		909.504	752.668
Net profits for the year		44.025	163.941
TOTAL LIABILITIES And SHAREHOLDERS' EQUITY		5.470.548	2.657.688

The accompanying notes form an integral part of these financial statements



TROY KIYMETLİ MADEN TİCARETİ A.Ş.
COMPREHENSIVE INCOME STATEMENTS
FOR THE YEARS ENDED 31 DECEMBER 2015 AND 31 DECEMBER 2014
(All amounts expressed in Turkish Lira (TL) unless otherwise stated.)

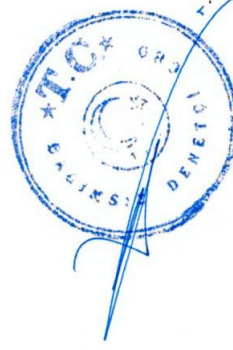
	<u>Note</u>	Audited 01.01.- 31.12.2015	Audited 01.01.- 31.12.2014
CONTINUING OPERATIONS			
Sales revenues (net)	32	405.104.023	321.965.640
Cost of sales (-)	32	(402.530.945)	(320.088.956)
GROSS PROFIT/LOSS		2.573.078	1.876.684
General administration expenses	34	(1.672.993)	(1.613.273)
Marketing, selling and distribution expenses	34	-	-
Research and development expenses	34	-	-
Other incomes from main activities	35	2.459.349	1.527.144
Other expenses from main activities	35	(3.294.559)	(1.613.471)
NET REAL OPERATING PROFIT/LOSS		64.875	177.084
Incomes from investment activities	36	6.469	47.161
Expenses from investment activities	36	-	-
CONTINUING ACTIVITIES PROFIT/LOSS BEFORE FINANCIAL INCOME/EXPENSES		71.344	224.245
Financial expenses	38	(16.247)	(18.799)
CONTINUING ACTIVITIES PROFIT/LOSS BEFORE TAX		55.097	205.446
Continuing operations tax income / (expense)		(11.072)	(41.505)
- Current tax charge	41	(13.272)	(41.566)
- Deferred tax income/charge	41	2.200	61
CONTINUING ACTIVITIES NET INCOME		44.025	163.941
DISCONTINUED OPERATIONS		-	-
NET PROFIT FOR THE YEAR		44.025	163.941
COMPREHENSIVE INCOME		816	11.950
TOTAL COMPREHENSIVE INCOME		44.841	175.891



The accompanying notes form an integral part of these financial statements

TROY KIYMETLİ MADEN TİCARETİ A.Ş.
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEARS ENDED 31 DECEMBER 2015 AND 31 DECEMBER 2014
 (All amounts expressed in Turkish Lira (TL) unless otherwise stated.)

	Capital	Treasury Shares	Comprehensive Income	Share premium	Other capital reserves	Retained earnings	Net Profit for the year	Shareholders' Equity
Balance at 31 Aralık 2012	1.500.000				30.548	551.158	138.204	2.219.910
Transfers					6.855	131.349	(138.204)	
Balance at 31 Aralık 2013	1.500.000				37.403	682.507	74.199	2.294.109
Balance at 31 Aralık 2014	1.500.000		14.937		4.037	70.161	(74.199)	
Transfers					41.440	752.668	163.941	2.472.986
Actuarial Gain or loss			(2.171)		8.255	156.836	(163.941)	
Balance at 31 Aralık 2015	1.500.000		12.766		49.695	909.504	44.025	2.515.990



The accompanying notes form an integral part of these financial statements

TROY KIYMETLİ MADEN TİCARETİ A.Ş.
STATEMENTS OF CASH FLOWS
FOR THE YEAR 31 DECEMBER 2015 AND 31 DECEMBER 2014

(Tutarlar aksi belirtilmedikçe Türk Lirası ("TL") olarak ifade edilmiştir)

		Audited	Audited
	Not	01.01.-31.12.2015	01.01.-31.12.2014
A. CASH FLOWS FROM OPERATING ACTIVITIES		1.128.061	(188.109)
Profit for the year		44.025	163.941
Adjustment		1.087.023	(352.050)
Depreciations	15,18	14.033	10.290
Retirement pay provision	28	9.983	1.212
Others		(82.410)	4.173
Increase / (decrease) in trade receivables and other receivables	9,10	(92.841)	110.838
Decrease in inventories (+)	11	(1.512.128)	1.836.618
Increase / (decrease) in other current and non-currents assets	29	(90.840)	(87.103)
Decrease / (increase) in trade payables and other payables (-)	9,10	1.891.528	(2.268.857)
Deferred incomes	-	907.920	-
Increase / (decrease) in deferred tax	41	(1.996)	(60)
Corporate tax exchange		(40.787)	40.839
B. CASH FLOWS FROM INVESTING ACTIVITIES		(7.240)	(3.056)
Purchase fixed assets	15,18	(4.978)	(3.056)
Purchase intangible fixed assets	18	(2.262)	
C. CASH FLOWS FROM FINANCING ACTIVITIES			
Legal reverses		-	
Increase / (decrease) in financial liabilities	31	-	
	30	-	
Net Increase In Cash And Cash Equivalents)		1.120.821	(191.165)
Cash & Cash Equivalents At The Beginning Of The Period		1.120.821	1.769.846
Cash And Cash Equivalents At The End Of The Period)		2.699.502	1.578.681



The accompanying notes form an integral part of these financial statements

TROY KIYMETLİ MADEN TİCARETİ A.Ş.

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

1. ORGANIZATION AND NATURE OF OPERATIONS

Troy Precious Metals Trade Company "The Company" has been founded in 17.05.2005 in Turkey.

The Company is engaged in raw, half processed, standard or nonstandard precious metals (Gold, Silver, Platinum, Palladium, Rhodium, Iridium and Precious Stones) trade. The Company is located in Istanbul World Trade Center (IWTC) Block A3 Floor: 4 No: 193 Yeşilköy/Bakırköy/Istanbul

The Company is a member (82) of Borsa İstanbul Precious Metals and Diamond Market. Besides its trade activity, the Company acts as intermediary and serving as broker. The Company is also a member of International Precious Metals (IPMI).

The Company has 8 employees as of 31 December 2015 (31 December 2014 - 8).

The shareholders and their respective shareholdings in the Company are as follows:

Shareholders	31.12.2015	Oran %	31.12.2014	Oran %
Troy Holding A.Ş.	1.260.000	84,0	1.260.000	84,0
Tri-Ar Yatırım Ticareti Ltd. Şti.	60.000	4,0	60.000	4,0
Hüseyin Çelik	60.000	4,0	60.000	4,0
Cumhur Taşdelen	60.000	4,0	60.000	4,0
Ali Ercan Bütün	60.000	4,0	60.000	4,0
Total paid capital	1.500.000	100,0	1.500.000	100,0

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.1 . Basic Principles of Presentation

The accompanying financial statements have been prepared in terms of Turkish Lira "TL" in accordance with financial legislation, commercial legislation and Turkish Uniform Chart of Accounts issued by Finance Ministry.

2.1.1 Basis of Presentation of the Financial Statements

The accompanying financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") (formerly referred to as International Accounting Standards "IAS"). The bases used in the preparation of the accompanying financial statements are as follows:

The accompanying financial statements are based on the statutory records, with adjustments and reclassifications, including restatement for the changes in the general purchasing power of Turkish Lira, for the purpose of fair presentation in accordance with IFRS.



TROY KIYMETLİ MADEN TİCARETİ A.Ş.

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

Currency Used In The Financial Statements

The financial statements of the Company is presented in the currency (functional currency) of the economic environment in which the Company operate. Financial position and results of operations of the Company are stated in Turkish Lira (TL) which is the Company's ruling currency and presentation currency for financial statements.

2.2. Comparative Information and Adjustment of Previous Period's Financial Statements

In order to be able to determine financial position and performance trends, company's financial statements are prepared comparatively with the previous period. In order to make it comparable when there is a change of revealing or classifying financial statements' items, previous periods' financial statements are adjusted accordingly.

2.3. Netting/Offsetting

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to set-off the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

2.4. New and Revised International Financial Reporting Standards

In the current year, the Company has adopted all of the new and revised Standards and Interpretations issued by the International Accounting Standards Board ("the IASB") and the International Financial Reporting Interpretations Committee ("IFRIC") of the IASB that are relevant to its operations and effective for accounting periods beginning on 1 January 2015.

2.5. Summary of Significant Accounting Policies

2.5.1. Cash and Equivalents

Cash and cash equivalents comprise cash on hand and demand deposits and other short-term highly liquid investments which their maturities are three months or less from date of acquisition and that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. The carrying amount of these assets approximates their fair value.

2.5.2. Revenues

Revenues are measured according to fair value of collected or to be collected amounts and is implied as the amount of discounts of goods and services sales in the usual workflow and after tax.

Sales of Goods: Revenues from sales are entered in the accounts when all the conditions below are met:

- Transferring all the significant risks and gains relating to ownership to customer, - When the Company has no effective control relating ownership on sold goods or administrative participation, - Measuring accurately revenue amounts, - Possible flow of economic benefits related to transaction, and - Measuring accurately costs relating to transaction or take roots from transaction.

2.5.3. Inventories

Stocks are valued according to cost or new realizable values whichever is lower. Costs which include fixed or variable general production expenses are valued according to method which is suitable with the stocks' belonged class and weighted average method. Net realizable value is achieved by deducting approximate completion cost and total costs for selling from sales value of trade activity.



2.5.4. Tangible Assets

Tangible assets are revealed the amount after deducting accumulated depreciation and accumulated impairment. Assets for hire or administration purpose assets or assets which are in construction phase are revealed the amount which is deducted by the possible impairment cost. Legal fees are included to the costs. When there is time needed for the assets to be used or sale, borrowing costs related to asset are capitalized according to the related accounting policies of the Company. These type of assets are subjected to depreciation, like depreciation method used for other fixed assets, when they are ready to use.

Except land and continuing investments, tangible assets' cost or amounts are depreciated by linear depreciation method according to their expected useful life. Expected useful life, remainder value and depreciation method, is revised in order to determine the possible effects of change every year and capitalized.

Comprised revenues or losses from sale of tangible assets or getting it out from service, is determined as the difference of sales revenue and assets' book value and included in the income statement.

2.5.5. Intangible Assets

Intangible assets are stated by deducting the accumulated fall in value and depreciation shares from the acquisition costs. Intangible assets are subjected to depreciation on the basis of the useful life principle by means of linear depreciation. Expected useful life and depreciation method, is revised in order to determine the possible effects of change for the future every year.

2.5.6. Impairment of Assets

Impairment test is applied when it is not possible to recover assets' book value which are subject to depreciation. Provision of impairment is entered when asset's book value is higher than its recoverable value. Recoverable amount, after deducting sales costs, is fair value or value in use whichever is higher. In order to evaluate impairment, assets are grouped into lowest level of separate definable cash flows (cash generating units). Except goodwill, nonfinancial assets which are subject to impairment, are revised in every reporting periods in case when there is a possibility of cancellation of impairment.

2.5.7. Borrowing costs

As far as qualifying assets requiring a considerable amount of time to be ready for use and sale are concerned, borrowing costs directly associated with the purchase, production or generation of the said assets could be included in the cost until the qualifying asset is ready for use or sale. All other borrowing costs could be entered into related period's income statement.

2.5.8. Financial Instruments

Financial assets

Except financial assets which are entered in the accounts according to their fair value and fair value difference which affected profit or loss, financial investments are entered in the accounts with the remaining amount after deducting expenses relating fair value of purchase. Investments are entered or taken out from the records based on a contract which has a condition of payment on related market's suitable due date.

Financial assets are classified according to "financial assets at fair value difference through profit or loss", "held to maturity investments", "available for sale financial assets" ve "loan and receivables"



Effective interest method

Effective interest method is method which financial asset is valued with redeemed cost method and is related distribution method of related interest income. Effective interest rate; is the rate which reduction of cash total of financial asset's from its life period or if suitable in a short period of time to today's net value.

Except financial assets at fair value difference through profit or loss and available for sale financial assets, classified financial assets and related revenues are calculated according to effective interest method.

Financial assets at fair value difference through profit or loss

Financial assets' fair value difference which affected income statement are held as financial assets of sale-purchase purposes. A financial asset is classified as sale-purchase purposes of financial assets when it is to be sold in a short period of time. Derivative financial assets which are set as effective avoidance method against financial risks are also classified as financial assets at fair value difference through profit or loss. Assets in this category are classified as current assets.

Available for sale financial assets

Available for sale financial assets consist of (a) financial assets which are not held to maturity financial asset or (b) financial assets which are not sale-purchase purpose financial assets. Available for sale financial assets are valued according to their fair value after entered in the accounts if evaluation is reliable. If the asset's evaluation is unreliable or asset which has no market value, then the securities are shown with their cost value. The differences in reasonable value of these assets are shown in the equity accounts. In case of disposal or impairment of the related asset then the amount in the equity account are transferred as profit/loss to the income statement. Impairment provisions of classified as available for sale asset which take root from equity instruments for investments and entered in the accounts of income statement, can not be cancelled in the income statements of the following periods.

Except classified as available for sale equity instruments, if impairment loss is reduced in the following period and reduction is related to an event after impairment loss is entered in the accounts, previous impairment loss which was entered in the accounts can be cancelled from the income statement.

Loans and receivables

Trade and other receivables and loans which are not in use in the markets and has fixed and set payment plan, are classified in this category. By using effective interest method, loans and receivables are shown by deducting impairment from discounted cost.

Impairment on financial assets

Except financial assets at fair value difference through profit or loss, financial asset or financial asset groups are subject to evaluation whether or not there are indicators of impairment in every balance sheet periods. Impairment loss is realized when there is an event or events after first time of financial asset's entry in the accounts and as a result of reliably forecasted negative effects on future cash flows, a neutral indicator of related financial asset's impairment made is found. Redeemed financial assets' impairment amount is the difference between forecasted future cash flows' calculated today's value discounting by effective interest rate of financial asset and book value.

Except trade receivables in which book values are reduced by using a provision account, impairment on all financial assets are reduced directly from related financial asset's book value. In case of uncollecting a trade receivable, such amount is reduced from provision account and deleted. The change on provision accounts are entered on income statement.



TROY KIYMETLİ MADEN TİCARETİ A.Ş.

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

Financial liabilities

Company's financial liabilities and equity instruments are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangement. The contract representing a residual interest in the assets of an entity after deducting all of company's debt is a financial asset based on equity. The accounting policies applicable for specific financial liabilities and financial assets based on equity are listed below.

Financial liabilities are classified as financial liabilities at fair value difference through profit or loss or other financial liabilities.

Financial liabilities at fair value difference through profit or loss

Financial liabilities at fair value difference through profit or loss are entered in the accounts with their fair value and revalued with their fair value on balance sheet date in every reporting periods. The change of its fair value is entered on the income statement. Net revenue or loss which are entered on the income statement also includes interest paid for such financial liabilities

Other financial liabilities

Other financial liabilities, including financial debts, are entered in the accounts with their fair value which at first taking transaction cost out.

Other financial liabilities are entered in the accounts with interest expense which is calculated by effective interest rate and redeemed cost value by using effective interest rate in the next periods.

2.5.9. Effects of Change in Rates

Foreign currency (currencies other than TRY) transactions are entered in the accounts by taking the rates on the date of transactions during the preparation of company's financial statements. Foreign currency monetary assets and liabilities are exchanged into Turkish Lira by taking the valid rates on the balance sheet date. Foreign currency monitored nonmonetary items are exchanged into Turkish Lira with the rates when their fair value is set. Nonmonetary items which are measured by historical cost are not subject to be exchanged again.

Foreign currency gain/loss are entered in the profit/loss accounts when they are realized.

2.5.10. Earnings per share

Earnings per share on the income statement are determined by dividing net profit into average shares on market throughout the year.

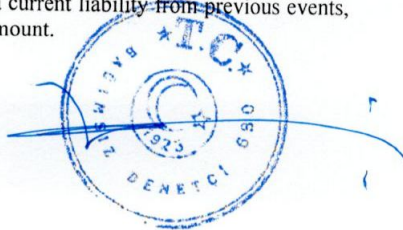
In Turkey companies can increase their capital by giving out to shareholders "free share" way which is from previous year's profit. This type of "free share" distribution is set, in the calculation of earnings per share, average share number, and by considering previous effects of such share distribution.

2.5.11. Events after the Balance Sheet Date

Events after the balance sheet date includes any announcement relating decision or even if declarations of other chosen financial information to public happens, balance sheet date and the date on which authority is granted for the publication of balance sheet.

2.5.12. Provisions, Contingent Assets and Liabilities

There will be provisions allowed on the financial statements if there is a current liability from previous events, probability to meet the liability and reliably forecasting such liability's amount.



TROY KIYMETLİ MADEN TİCARETİ A.Ş.

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

The amount allowed is calculated by considering risk and uncertainties related to liability, forecasting expenses of meeting the liability as of balance sheet date.

In the case of measuring provision by using necessary forecasted cash flows to meet current liability, such provision's book value is equal to related cash flows' today's value.

In the case of expectation of covering provision's a part or full payment by third parties, if the collectible amount is almost certain to be collected and reliably measured, then it is entered in the accounts as an asset.

2.5.13. Accounting Policies, Change and Errors of Accounting Estimates

Changes in accounting policies or determined accounting errors are applied retrospectively and the financial statements of the previous year are adjusted. If estimated changes in accounting policies are for only one period, changes are applied to the current year but if the estimated changes are for the following periods, changes are applied both to the current and following years prospectively.

2.5.14. Related Parties

In the attached financial statements, Troy Precious Metals Trade Inc. shareholders, their companies, administrators and other persons or entities known referred to as Related Parties.

2.5.15. Taxation Calculated Over Enterprise's Revenues

Income tax expense consists of current tax and deferred tax total.

Current tax

Current year tax liability is calculated from the taxable profit which is subject to taxation. The taxable profit is different than the profit on income statement because of excluding taxable or reducible income or expense items and untaxable or irreducible items. Company's current tax liability is calculated by on the basis of legal or mostly legal tax rate as of balance date.

Deferred tax

Deferred tax assets and liabilities are determined through temporary differences of legal tax base and assets and liabilities shown on financial statements by considering legal tax rates of balance sheet method. Deferred tax liability is calculated for all taxable temporary differences, reducible temporary differences of deferred tax assets is calculated possibly benefiting the differences as a condition in the future. Such assets and liabilities can not be entered in the accounts if temporary difference of related transactions which do not effect trade or financial profit/loss, goodwill or other asset and liabilities are entered in the accounts first time (except business combinations).

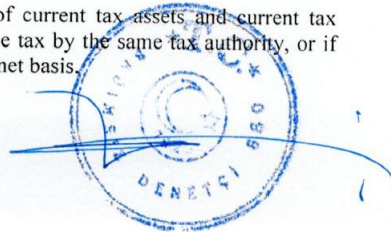
Deferred tax liability, except when company is able to control removal of temporary differences and low possibility of removal of temporary differences in the near future, all taxable temporary differences are calculated. These deferred tax assets which take root from taxable temporary differences related to investment and shares, are calculated in the near future in the condition of make enough taxable profit, high probability of benefiting from such differences, and possibility of removal of these differences in the future.

Deferred tax asset's value is revised in every balance sheet date. Deferred tax asset's recorded value is reduced to a rate when it is not possible to get financial profit of a part or full benefit.

Deferred tax assets and liabilities, in the period of assets or liabilities realized, are calculated over expected to be valid legal tax rate or mostly legal tax rates (tax adjustments) as of balance sheet date.

During calculation of deferred tax assets and liabilities, as of balance sheet date tax results of assets book value to recover or methods to meet its liabilities are taken into account.

Deferred tax assets and liabilities are deducted when there is a right of current tax assets and current tax liabilities or in the case of such assets and liabilities are related to income tax by the same tax authority, or if company has intention to pay current tax asset or liabilities according to a net basis.



TROY KIYMETLİ MADEN TİCARETİ A.Ş.**NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015**

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

2.5.16. Employee Benefits / Severance Pay

According to the current laws and collective business contracts, the Termination Indemnities are paid in cases of retirement and lay offs. According to updated IAS 19 ("Employee Benefits") standard, such payments can be defined as pension benefit plans.

3. BUSINESS COMBINATIONS

There is none. (31 Aralık 2014 -None)

4. INVESTMENTS IN ASSOCIATES

	<u>31 December</u> <u>2015</u>	<u>31 December</u> <u>2013</u>
Borsa İstanbul	14.937	14.937

5. SEGMENTAL REPORTING

There is none. (31 Aralık 2014 -None)

6. CASH AND CASH EQUIVALENTS

	<u>31 December</u> <u>2015</u>	<u>31 December</u> <u>2014</u>
Cash	27.951	14.767
Banks	2.671.551	1.550.435
Other current assets	-	13.479
Total	<u>2.699.502</u>	<u>1.578.681</u>

7. FINANCIAL INVESTMENTS

There is none. (31 Aralık 2014 -None)

8. RELATED PARTIES EXPLICATON

In years of 2015 related receivables/other receivables and related liabilities/other liabilities as shown below.

	<u>31 December 2015</u>		<u>31 December 2014</u>	
Related Parties Receivables	<u>Trade</u>	<u>None</u>	<u>Trade</u>	<u>None</u>
- Hüseyin ÇELİK	-	133.128	-	86.211
- Ali Ercan BÜTÜN	-	-	-	82.727
- Cumhur TAŞDELEN	-	-	-	137.676
Total	<u>-</u>	<u>133.128</u>	<u>-</u>	<u>306.614</u>



TROY KIYMETLİ MADEN TİCARETİ A.Ş.**NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015**

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

Related Parties Liabilities(-)	31 December 2015		31 December 2014	
	Trade	None	Trade	None
- Hüseyin ÇELİK	-	-	-	-
- Ali Ercan BÜTÜN	-	14.304	-	-
- Cumhuriyet TAŞDELEN	-	145.001	-	-
- Troy Holding A.Ş.	35.968	-	31.943	-
- Troy Madencilik Sanayi ve Ticaret A.Ş.	39.400	-	38.124	-
Total	75.368	159.305	70.067	-

9. TRADE RECEIVABLES AND TRADE PAYABLES

Short term trade receivables from related parties	31 December 2015	31 December 2014
Trade receivables	238.284	55.967
Total	238.284	55.967

There is no long term trade receivables due from related parties. (31.12.2014 – None)

Short- term trade payables are as follows (non related)	31 Dec. 2015	31 Dec 2014
Trade payables	192.705	10.827
Deferred financing expenses	1.551.171	-
Total	1.743.876	10.827

There is no long- term trade payables. (31.12.2014-None)

10. OTHER RECEIVABLES AND PAYABLES

Other short- term receivables are as follows (unrelated)	31 Dec 2015	31 Dec 2014
Deposits and guarantees given	186.352	102.342
Total	186.352	102.342

There is no long term other receivables .(31.12.2014 – None).

Other short-term payables are as follows :	31 Dec 2015	31 Dec 2014
Other	3.624	5.443
Taxes and funds payables	4.166	8.474
Total	7.790	13.917



TROY KIYMETLİ MADEN TİCARETİ A.Ş.**NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015**

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

11. INVENTORIES**Merchandises**

	31 Dec 2015	31 Dec 2014
Pure Gold	1.752.482	61.418
1 Kg Gold Bullion	-	177.207
Other	-	1.729
Total	1.752.482	240.354

12. BIOLOGICAL ASSETS

There is none. (31 December 2014- None)

13. PREPAID EXPENSES AND DEFERRED INCOME

There is none. (31 December 2014- None)

14. INVESTMENT PROPERTIES

There is none. (31 December 2014- None)

15. TANGIBLE ASSETS**Fixed assets**

	01.01.2015	Additions	Disposals	31.12.2015
Furniture and fixtures	48.449	4.978		53.427
Leasehold improvements	791			791
Total	49.240	4.978		54.218

Accumulated depreciation (-)

Furniture and fixtures	(27.078)	(8.583)	-	(35.661)
Leasehold improvements	(791)		159	(632)
Total	(27.869)	(8.583)	159	36.293

Tangible fixed assets, net

21.371	(3.605)	159	17.925
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Fixed assets

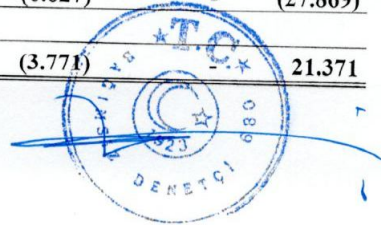
	01.01.2014	Additions	Disposals	31.12.2014
Furniture and fixtures	45.393	3.056	-	48.449
Leasehold improvements	791	-	-	791
Total	46.184	3.056	-	49.240

Accumulated depreciation (-)

Furniture and fixtures	(20.251)	(6.827)	-	(27.078)
Leasehold improvements	(791)	-	-	(791)
Total	(21.042)	(6.827)	-	(27.869)

Tangible fixed assets, net

25.142	(3.771)	-	21.371
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TROY KIYMETLİ MADEN TİCARETİ A.Ş.**NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015**

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

Total insurance amount of tangible assets is 410.000 Turkish Liras.

Depreciation related to tangible assets are allowed by equal amounts, linear depreciation method according to entry or assembly date of assets' useful life.

16. INTERESTS IN DECOMMISSIONING And ENVIRONMENTAL REHABILITATION FUNDS

There is none. (31 December 2014- None)

17. MEMBERS' SHARES IN CO-OPERATIVE ENTITIES And SIMILAR INSTRUMENTS

There is none. (31 December 2014- None)

18. INTANGIBLE ASSETS

<u>Intangible fixed assets</u>	01.01.2015	Additions	Disposals	31.12.2015
Rights	90.142	2.262		92.404
Total	90.142	2.262		92.404
<u>Accumulated depreciation (-)</u>				
Rights	(77.156)	(5.450)		(82.606)
Total	(77.156)	(5.450)		(82.606)
Intangible fixed assets, net	12.986	(3.188)		9.798

<u>Intangible fixed assets</u>	01.01.2014	Additions	Disposals	31.12.2014
<u>Rights</u>	90.142	-	-	90.142
Total	90.142	-	-	90.142
<u>Accumulated depreciation (-)</u>				
<u>Rights</u>	(73.693)	(3.463)	-	(77.156)
Total	(73.693)	(3.463)	-	(77.156)
Intangible fixed assets, net	16.449	(3.463)	-	12.986

Intangible assets are redeemed when they are ready to use. Useful lives of intangible assets used are 5 years.

19. BETTERMENT

There is none. (31 December 2014- None)

20. INVESTIGATION OF THE MINEREL REASOURCE

There is none. (31 December 2014- None)



21. LEASING TRANSACTIONS

There is none. (31 December 2014- None)

22. PRIVELEGED SERVICE AGREEMENT

There is none. (31 December 2014- None)

23. IMPAIRMENT OF ASSETS

There is none. (31 December 2014- None)

24. GOVERNMENT PROMOTION

There is none. (31 December 2014- None)

25. BORROWING COSTS

There is none. (31 December 2014- None)

26. PROVISIONS, CONTINGENT ASSET AND LIABILITIES

There is none. (31 December 2014- None)

27. COMMITMENTS

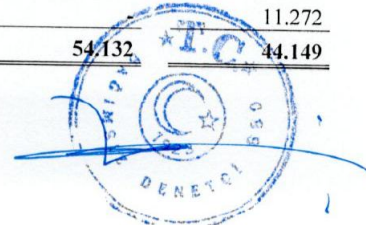
There is none. (31 December 2014- None)

28. PROVISIONS FOR EMPLOYEE TERMINATION BENEFITS (RETIREMENT PAY PROVISIONS)

Under Turkish Labor Law, employees are entitled to receive a lump sum payment when their employments terminated without due cause or when they retire, complete 25 years of service (20 years for women), are called up for military service. The amount payable consists of one month's gross salary per year of service. The gross salary is the salary at the date of termination, but subject to a limit of TL 3.828,37.-TL as at 31 December 2015 (31.12.2014: TL 3.438,22.-TL). The number of years' service required before retirement is rising according to a sliding scale based on legislation enacted in 1999.

The total provision provided in the financial statements represents the estimated present value of the vested benefit obligation.

	31 Dec 2015	31 Dec 2014
Retirement pay provision	54.132	44.149
Toplam	54.132	44.149
	31 Aralık 2015	31 Aralık 2014
Provision at 1 January	44.149	42.937
Current service costs / cancellation (-)	5.127	(12.602)
Interest cost	4.856	2.542
Paid severance wage		11.272
Provision at the end of the period	54.132	44.149



TROY KIYMETLİ MADEN TİCARETİ A.Ş.**NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015**

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

29. OTHER ASSETS AND LIABILITIES

Other current assets are as follows

	<u>31 Dec 2015</u>	<u>31 Dec 2014</u>
VAT carried forward - short term	203.816	159.171
Prepaid taxes	-	21.720
Advances given for business purposes	202.630	133.574
Total	406.446	314.465

Other non-current assets are as follows:

	<u>31 Dec 2015</u>	<u>31 Dec 2014</u>
Prepaid expenses-long term	-	1.141
Total	-	1.141

There is no other short-and long-term liabilities (31.12.2014 – None).

30. FINANCIAL LIABILITIES, SHORT TERM PORTION OF LONG TERM DEBT

Short Term Liabilities

	<u>31 Dec 2015</u>	<u>31 Dec 2014</u>
Short Term Liabilities	-	-
Short Term Portion of Long Terms Debt	-	-
Total	-	-

31. SHAREHOLDERS' EQUITY

<u>Shareholders</u>	<u>31.12.2015</u>	<u>Rate %</u>	<u>31.12.2014</u>	<u>Rate %</u>
Troy Holding A.Ş.	1.260.000	84,0	1.260.000	84,0
Tri-Ar Yatırım Ticaret Ltd. Şti.	60.000	4,0	60.000	4,0
Hüseyin Çelik	60.000	4,0	60.000	4,0
Cumhur Taşdelen	60.000	4,0	60.000	4,0
Ali Ercan Bütün	60.000	4,0	60.000	4,0
Total paid capital	1.500.000	100,0	1.500.000	100,0

The Company's paid capital was composed according to list of attendants of ordinary general meeting of shareholders as of 2015. The Company's authorized capital amount is 1.500.000 in the year 2015.

Other Comprehensive Income

	<u>31 Dec 2015</u>	<u>31 Dec 2014</u>
Borsa İstanbul	14.937	14.937



TROY KIYMETLİ MADEN TİCARETİ A.Ş.**NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015**

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

Restricted Reserves Separated From Profit

Legal reserves consist of first and second arrangement legal reserves allowed according to Turkish Commercial Code. First arrangement legal reserves are allowed at the rate of %5 from previous year's trade profit until they reach to %20 of adjusted according to all reserves inflation paid in capital which is on financial statements. Second arrangement legal reserves are allowed %10 of all monetary dividend distribution after first arrangement legal reserves and dividends distributed.

	<u>31 Dec 2015</u>	<u>31 Dec 2014</u>
Legal reserves	49.695	41.440
Total	49.695	41.440

Previous Years Profits / (Losses)

	<u>31 Dec 2015</u>	<u>31 Dec 2014</u>
Extraordinary reserves	909.504	752.668
Total	909.504	752.668

32. SALES AND COST OF SALES

	<u>01.01.- 31.12.2015</u>	<u>01.01.- 31.12.2014</u>
<u>Sales</u>		
Domestic Sales	73.969.264	69.078.443
Exports	333.321.867	254.771.192
Other income	643.398	1.200.174
Total Sales	407.934.529	325.049.809
Sales discounts (-)		
Other deductions (-)	(2.830.506)	(3.084.169)
Total sales return	(2.830.506)	(3.084.169)
Net Sales	405.104.023	321.965.640
<u>Cost of sales</u>		
Cost of merchandises sold	(402.530.945)	(320.088.956)
Total Cost	(402.530.945)	(320.088.956)

33. CONSTRUCTION CONTRACTS

There is none. (31 December 2014- None)



TROY KIYMETLİ MADEN TİCARETİ A.Ş.

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

34. RESEARCH AND DEVELOPMENT EXPENSES, MARKETING, SALES AND DISTRIBUTION EXPENSES, GENERAL ADMINISTRATION EXPENSES

	01.01.- 31.12.2015	01.01.- 31.12.2014
General administration expenses	(1.672.993)	1.613.273
Total	(1.672.993)	1.613.273

There is no research and development expenses (31.12.2014 – None).

There is no marketing, sales and distribution expenses (31.12.2014– None).

35. OTHER INCOMES AND EXPENSES FROM MAIN ACTIVITIES

<u>Other incomes from main activities:</u>	01.01.- 31.12.2015	01.01.- 31.12.2014
Previous period income&profits	776.257	
Other ordinary income&profits	2.376	
Other extraordinary income&profit	335	1.512
Other income&profit	1.680.381	1.525.632
Total	2.459.349	1.527.144

<u>Other expenses from main activities:</u>	01.01.- 31.12.2015	01.01.- 31.12.2014
Other ordinary loss&expenses	(399.601)	-
Other extraordinary loss&expenses	(2.640)	(1.173)
Loss on exchange	(2.892.318)	(1.612.298)
Total	(3.294.559)	(1.613.471)

36. INCOMES&EXPENSES FROM INVESTMENT ACTIVITIES

<u>Income from investment activities:</u>	01.01.- 31.12.2015	01.01.- 31.12.2014
Interest income	6.469	47.161
Total	6.469	47.161

There is no expenses from investment activities. (31.12.2014-None)



TROY KIYMETLİ MADEN TİCARETİ A.Ş.**NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015**

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

37. EXPENSES ACCORDING TO THEIR ATTRIBUTES

<u>General administartion expenses</u>	<u>01.01.- 31.12.2015</u>	<u>01.01.- 31.12.2014</u>
İAB commission	446.702	393.661
Wages	252.794	183.165
Custom fee	108.789	31.797
Depreciation	12.025	10.655
Bank's commission	6.748	7.631
Retirement pays	-	1.212
Entertainment expenses	26.890	47.007
Rent expenses	112.158	82.065
Common costs	84.000	16.000
Cost of transportation	378.950	708.862
Refinement costs	45.903	20.681
Fair and insertion	22.593	4.473
Foreign travel costs	6.675	8.265
Other	168.766	97.779
Total	1.672.993	1.613.273

38. FINANCIAL EXPENSES

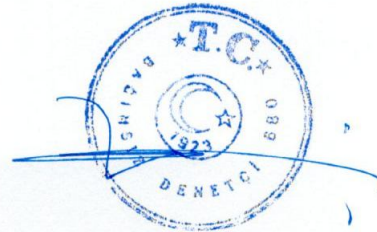
	<u>01.01.- 31.12.2015</u>	<u>01.01.- 31.12.2014</u>
Credit interest expenses	(11.393)	(18.799)
Retirement pay provision	(4.854)	-
Total	(18.799)	(18.799)

39. ANALYSIS OF OTHER COMPREHENSIVE INCOME ITEMS

	<u>31 Dec 2015</u>	<u>31 Dec 2014</u>
Borsa İstanbul		14.937
Actuarial income	1.019	
Deferred tax income/loss	(203)	(2.987)
	816	11.950

40. FIXED ASSETS HELD FOR SALE PURPOSE AND CANCELLED OPERATIONS

There is none. (31 December 2014- None)



TROY KIYMETLİ MADEN TİCARETİ A.Ş.**NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015**

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

41. TAX ASSETS AND LIABILITIES**Current tax liability:**

	<u>31 Dec 2015</u>	<u>31 Dec 2014</u>
Corporate tax payable - current	13.272	41.566
Prepaid tax and other legal payables (-)	(12.493)	(31.483)
Total	<u>779</u>	<u>10.083</u>

Tax Provisions in Income Statements ;

	<u>31 Dec 2015</u>	<u>31Dec 2014</u>
Tax provision for period corporate tax	(13.272)	(41.566)
Deferred tax income / (charge)	2.200	61
Total	<u>(11.072)</u>	<u>(41.505)</u>

Corporate Tax

The company is subject to the valid corporate tax. On the attached financial statements, necessary provisions concerning the estimated tax obligations of the company's current period activity outcomes are shown.

The corporate tax rate which will be realized over the corporate earnings that is subject to taxation, is calculated over the tax assessment after adding the non-deductable expenses and deducting the tax-exempt profit, income that are not subject to taxation and other discounts (if there is previous year losses and utilized investment discounts). The effective tax rates is 20 % in the year 2015 (31 December 2014 – 20 %).

Income withholding tax:

In addition to corporate taxes, companies should also calculate income withholding taxes and funds surcharge on any dividends distributed, except for companies receiving dividends who are resident companies in Turkey and Turkish branches of foreign companies. The rate of income withholding tax is 10% starting from 24 April 2003. Income tax stoppage rate is changed into 15% starting from 23 July 2006. Undistributed dividends incorporated in share capital are not subject to income withholding taxes.

Deferred Tax

Group is entering the deferred tax assets and liabilities into account for the temporary timing differences which are generated from the differences between statutory financial statements and financial statements that are prepared according to the International Accounting Standards ("IAS"). These differences generally arise, because some of the income and expense items' amounts that are subject to taxation are placed in different periods in statutory financial statements and in financial statements prepared according to the IAS and it is specified below.

Tax rate for calculating deferred tax assets and liabilities is %20 in 31 December 2015 (31 December 2014 - %20).



TROY KIYMETLİ MADEN TİCARETİ A.Ş.**NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015**

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

	<u>31 Dec 2015</u>	<u>31 Dec 2014</u>
Deferred tax assets	10.826	8.829
Deferred tax liabilities (-)	-	-
Deferred tax assets / (liabilities) net	10.826	8.829

	<u>31 Dec 2015</u>	<u>31 Dec 2014</u>
Temporary Differences		
Retirement pay provision	54.132	44.149
Total	54.132	44.149

	<u>31 Dec 2015</u>	<u>31 Dec 2014</u>
Deferred Tax		
Retirement pay provision	10.826	8.829
Deferred tax assets / (liabilities), net	10.826	8.829

42. EARNINGS PER SHARE

Weighted average of company shares related to 31 December 2015 and 31 December 2014, profit calculations per share go as follows:

	<u>31 Dec 2015</u>	<u>31 Dec 2014</u>
Number of weighted average of company shares	1.500.000	1.500.000
Net profit of the period	44.025	163.941
Earnings per share	0,0293	0.1092

43. SHARE-BASED PAYMENT

There is no share-based payments. (31.12.2014- None).

44. INSURANCE CONTRACTS

There is no insurance contracts. (31.12.2014-None)

45. FINANCIAL REPORTING IN HYPERINFLATIONARY ECONOMIES

There is no financial reporting in hyperinflationary economies. (31.12.2014-None)



TROY KIYMETLİ MADEN TİCARETİ A.Ş.**NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015**

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

46. FOREIGN CURRENCY POSITION

The foreign currency position of Company as of 31 December 2015, and 2014 in terms of TL is as follows:

31.12.2015 FOREIGN CURRENCY POSITION

	TL	USD	Euro
1. Trade Receivables	1.022.485	331.644	18.173
2a. Monetary Financial Assets	2.662.884	908.223	6.966
2b. Non Monetary Financial Assets			
3. Other	174.456	60.000	
4. Current Assets (1+2+3)	3.859.825	1.299.867	25.139
5. Trade Receivables			
6a. Monetary Financial Assets			
6b. Nonmonetary Financial Assets			
7. Other			
8. Non Current Assets (5+6+7)			
9. Total Assets (4+8)	3.859.825	1.299.867	25.139
10. Trade Payables	(183.095)	(58.701)	(3.906)
11. Financial Liabilities			
12a. Other Monetary Liabilities	(2.459.089)	(845.745)	
12b. Other Nonmonetary Liabilities			
13. Short Term Liabilities (10+11+12)	(2.642.184)	(904.446)	(3.906)
14. Trade Payables			
15. Financial Liabilities			
16 a. Other Monetary Liabilities			
16 b. Other Nonmonetary Liabilities			
17. Long Term Liabilities (14+15+16)			
18. Total Liabilities (13+17)	(2.642.184)	(904.446)	(3.906)
Foreign currency position (net)	1.217.641	395.421	21.233



TROY KIYMETLİ MADEN TİCARETİ A.Ş.**NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015**

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

31.12.2014 FOREIGN CURRENCY POSITION

	TL	USD	Euro
1. Trade Receivables	533.728	229.743	345
2a. Monetary Financial Assets	1.545.367	663.197	2.652
2b. Non Monetary Financial Assets			
3. Other	102.031	44.000	
4. Current Assets (1+2+3)	2.181.126	936.940	2.997
5. Trade Receivables			
6a. Monetary Financial Assets			
6b. Nonmonetary Financial Assets			
7. Other			
8. Non Current Assets (5+6+7)			
9. Total Assets (4+8)	2.181.126	936.940	2.997
10. Trade Payables	(10.323)		(3.660)
11. Financial Liabilities			
12a. Other Monetary Liabilities			
12b. Other Nonmonetary Liabilities			
13. Short Term Liabilities (10+11+12)	(10.323)		(3.660)
14. Trade Payables			
15. Financial Liabilities			
16 a. Other Monetary Liabilities			
16 b. Other Nonmonetary Liabilities			
17. Long Term Liabilities (14+15+16)			
18. Total Liabilities (13+17)	(10.323)		(3.660)
Foreign currency position (net)	2.170.803	936.940	(663)



TROY KIYMETLİ MADEN TİCARETİ A.Ş.

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2015

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

47. EVENTS AFTER BALANCE SHEET DATE

There is none. (31 December 2014: None)

**48. OTHER CONSIDERATIONS WHICH EFFECT FINANCIAL STATEMENTS
DRAMATICALLY OR WHICH ARE NECESSARY FOR THE SAKE OF FINANCIAL
STATEMENTS TO BE CLEAR, INTERPRETABLE AND APPREHENSIBLE**

There is none. (31 December 2014: None)

