

**TURKISH FOUNDATION FOR WASTE REDUCTION  
MICROCREDIT CENTRE - TURKISH GRAMEEN  
MICROCREDIT PROGRAMME**

**STATUTORY FINANCIAL STATEMENTS  
AT 31 DECEMBER 2015  
TOGETHER WITH AUDITOR'S REPORT**

**(ORIGINALLY ISSUED IN TURKISH -  
TURKISH TEXT IS AUTHORITATIVE)**



## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
Turkish Foundation for Waste Reduction

1. We have audited the accompanying financial statements of the Turkish Foundation for Waste Reduction ("Foundation") Microcredit Centre - Turkish Grameen Microcredit Programme ("TGMP"), which comprise the balance sheet as at 31 December 2015, and the income statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### *Foundation Management's Responsibility for the Financial Statements*

2. Management is responsible for the preparation and fair presentation of these financial statements in accordance with Turkish Commercial Code ("TCC") and Turkish Standard Chart of Accounts 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*

3. 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 about 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 audit opinion.



*Opinion*

4. In our opinion, the financial statements give a true and fair view of the financial position of TGMP as at 31 December 2015, and its financial performance for the year then ended in accordance with Turkish Standard Chart of Accounts and Turkish Commercial Code.

*Other information*

5. As discussed in Note 28 to the balance sheet, the financial statements are prepared in accordance with the Turkish Standard Chart of Accounts and the TCC, which are different from the accounting principles generally accepted in countries in which the financial statements are to be distributed and International Financial Reporting Standards ("IFRS"). The effects of such differences have not been quantified. Accordingly, the financial statements are not intended to present the financial position, results of operations and cash flows in accordance with the accounting principles generally accepted in such countries and IFRS.

Başaran Nas Bağımsız Denetim ve  
Serbest Muhasebeci Mali Müşavirlik A.Ş.  
a member of  
PricewaterhouseCoopers

A handwritten signature in blue ink, appearing to read "MSancar", with a stylized flourish at the end.

Murat Sancar, SMMM  
Partner

Istanbul, 27 June 2016

**CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS  
ISSUED IN TURKISH (NOTE 28.c)**

**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
TURKISH GRAMEEN MICROCREDIT PROGRAMME**

**BALANCE SHEET AT 31 DECEMBER 2015**

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

	31 December 2015	31 December 2014
<b>ASSETS</b>		
<b>I. <u>CURRENT ASSETS</u></b>		
<b>Liquid assets</b>	<b>851,732</b>	<b>395,971</b>
Cash	7,712	5,168
Banks	844,020	390,803
<b>Trade receivables</b>	<b>51,248,373</b>	<b>46,169,499</b>
Customers	51,029,687	45,990,308
Other trade receivables	115,577	170,191
Doubtful trade receivables	727,135	33,235
Provision for doubtful receivables	(624,026)	(33,235)
<b>Short-term prepaid expenses and income accruals</b>	<b>108,695</b>	<b>40,335</b>
Short-term prepaid expenses	108,695	40,355
<b>Other current assets</b>	<b>935,809</b>	<b>882,399</b>
Prepaid taxes and funds	92,956	112,318
Job advances	314,941	347,195
Advances paid	506,596	398,759
Receivables from employees	21,316	24,127
<b>Total current assets</b>	<b>51,144,609</b>	<b>47,487,224</b>
<b>II. <u>NON-CURRENT ASSETS</u></b>		
<b>Property and equipment</b>	<b>2,155,009</b>	<b>420,189</b>
Motor vehicles	2,791,801	867,832
Furniture and fixtures	500,734	466,547
Accumulated depreciation	(1,137,526)	(914,190)
<b>Intangible assets</b>	<b>27,416</b>	<b>50,638</b>
Establishment costs	4,032	4,032
Leasehold improvements	10,175	10,175
Other intangible assets	113,365	113,365
Accumulated amortisation	(100,156)	(76,934)
<b>Other non-current assets</b>	<b>12,149</b>	<b>7,661</b>
Deposits given	12,149	7,661
<b>Total non-current assets</b>	<b>2,194,574</b>	<b>478,488</b>
<b>TOTAL ASSETS</b>	<b>55,339,183</b>	<b>47,965,712</b>

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

**CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS  
ISSUED IN TURKISH (NOTE 28.c)**

**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
TURKISH GRAMEEN MICROCREDIT PROGRAMME**

**BALANCE SHEET AT 31 DECEMBER 2015**

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

	31 December 2015	31 December 2014
<b>LIABILITIES AND FUNDS</b>		
<b>I. <u>CURRENT LIABILITIES</u></b>		
<b>Borrowings</b>	<b>736,606</b>	<b>364,100</b>
Short-term borrowings	736,606	364,100
<b>Trade payables</b>	<b>1,589,228</b>	<b>288,265</b>
Suppliers	1,588,984	288,021
Deposits and guarantees received	244	244
<b>Other payables</b>	<b>5,000,857</b>	<b>5,004,825</b>
Total deposits collected (voluntary savings)	4,966,293	4,990,447
Payables to employees	34,564	14,378
<b>Advances received</b>	<b>5,311</b>	<b>17,403</b>
Advances received	5,311	17,403
<b>Taxes and withholdings payable</b>	<b>316,994</b>	<b>278,315</b>
Taxes and funds payable	141,941	123,243
Social security premiums payable	175,053	155,072
<b>Other current liabilities</b>	<b>7,599,326</b>	<b>4,892,507</b>
Other current liabilities	7,599,326	4,892,507
<b>Total current liabilities</b>	<b>15,248,322</b>	<b>10,845,415</b>
<b>II. <u>NON-CURRENT LIABILITIES</u></b>		
<b>Borrowings</b>	<b>1,041,271</b>	<b>-</b>
Long-term borrowings	1,041,271	-
<b>Other non-current liabilities</b>	<b>6,037,252</b>	<b>8,576,504</b>
Other non-current liabilities	6,037,252	8,576,504
<b>Other liabilities</b>	<b>36,724</b>	<b>-</b>
Other liabilities	36,724	-
<b>Total non-current liabilities</b>	<b>7,115,247</b>	<b>8,576,504</b>
<b>III. <u>FUNDS</u></b>		
<b>Other reserves</b>	<b>31,788,526</b>	<b>29,470,125</b>
Extraordinary reserves	2,051	2,051
Other reserves	3,027	3,027
Special funds	31,783,448	29,465,047
<b>Accumulated losses</b>	<b>(926,332)</b>	<b>(404,135)</b>
<b>Net gain/(loss) for the year</b>	<b>2,113,420</b>	<b>(522,197)</b>
<b>Total funds</b>	<b>32,975,614</b>	<b>28,543,793</b>
<b>TOTAL LIABILITIES AND FUNDS RECEIVED</b>	<b>55,339,183</b>	<b>47,965,712</b>

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

**CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS  
ISSUED IN TURKISH (NOTE 28.c)**

**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
TURKISH GRAMEEN MICROCREDIT PROGRAMME**

**INCOME STATEMENT FOR THE YEAR ENDED AT 31 DECEMBER 2015**

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

	2015	2014
<b>Gross sales</b>	<b>15,181,888</b>	<b>10,887,604</b>
Sales	15,181,688	10,887,604
<b>Sales deductions</b>	<b>(910)</b>	<b>(13)</b>
Sales returns	(910)	(13)
<b>Net sales</b>	<b>15,180,778</b>	<b>10,887,591</b>
<b>Cost of sales</b>	<b>(7,344,433)</b>	<b>(7,344,125)</b>
Cost of services provided	(7,344,433)	(7,344,125)
<b>GROSS PROFIT</b>	<b>7,836,345</b>	<b>3,543,466</b>
<b>Operating expenses</b>	<b>(3,193,707)</b>	<b>(2,728,205)</b>
Marketing, Selling and Distribution Expenses	(776)	(9,531)
General administrative expenses	(3,192,931)	(2,718,674)
<b>PROFIT FROM PRIMARY OPERATIONS</b>	<b>4,642,638</b>	<b>815,261</b>
<b>Other operating income</b>	<b>46,311</b>	<b>44,499</b>
Exchange gain	-	1,092
Interest income	24,611	15,969
Other income	19,200	-
Unused provisions	2,500	27,438
<b>Other operating expense</b>	<b>(593,291)</b>	<b>-</b>
Provision expense	(593,291)	-
<b>Financial expenses</b>	<b>(1,509,691)</b>	<b>(1,369,306)</b>
Financial expenses	(1,509,691)	(1,369,306)
<b>ORDINARY (LOSS)/PROFIT</b>	<b>2,585,967</b>	<b>(509,546)</b>
<b>Extraordinary income and gain</b>	<b>81,546</b>	<b>41,057</b>
Extraordinary income	81,546	41,057
<b>Extraordinary expense and loss</b>	<b>(76,605)</b>	<b>(53,708)</b>
Prior period expense and loss	(15,491)	(4,192)
Extraordinary loss	(61,114)	(49,516)
<b>Income/(loss) before taxation</b>	<b>2,590,908</b>	<b>(522,197)</b>
Taxation	(477,488)	-
<b>NET PROFIT/(LOSS) FOR THE YEAR</b>	<b>2,113,420</b>	<b>(522,197)</b>

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

## CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS ISSUED IN TURKISH (NOTE 28.c)

### TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE TURKISH GRAMEEN MICROCREDIT PROGRAMME

#### NOTES TO THE FINANCIAL STATEMENTS AT 31 DECEMBER 2015

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

#### I. NATURE OF OPERATIONS

The Grameen Trust ("GT") is committed to the cause of alleviating global poverty by providing financial and technical support to Grameen Bank Build-Operate-Transfer Programmes in Bangladesh and abroad. As part of its commitment, GT began a Grameen replication project in Turkey under its build, operate and transfer model with the support of the Turkish Foundation for Waste Reduction ("TISVA").

The Turkish Grameen Microcredit Programme ("TGMP") was officially launched by TISVA in Diyarbakır, in the south-east of Turkey, in June 2003 with the support of GT. The primary objective of this project is to provide loans to poor women in rural and urban areas surrounding Diyarbakır, and to support their income-generating activities and small businesses as a means of reducing poverty. The project then spread to the whole country. During the implementation of the project, due to the regulations, the project was financed by the donations given by various organisations and people under the control of Diyarbakır Governor's Office.

TISVA and Hüsnü Özyeğin paid the balance of public money in the accounts of Diyarbakır Governor's Office related to Bağlar and Hüsnü Özyeğin Ergani Branches in 2006. TGMP was taken over by TISVA with a payment of TL429,112. The TISVA Microcredit Centre, which is an economic enterprise foundation, was established as a part of TISVA in 2006.

TGMP is being implemented in 108 (31 December 2014: 106) different locations; Adıyaman, Afşin (Kahramanmaraş), Afyon, Aksaray, Amasya, Antalya, Artvin (Nihat Gökyiğit), Arhavi (Artvin), Aydın, Aydın Batı, Bağcılar (İstanbul), Bağlar (Diyarbakır), Balıkesir, Bandırma, Batman, Beykoz (İstanbul), Beyoğlu (İstanbul), Bilecik, Bingöl, Bismil (Diyarbakır), Bitlis, Bozüyük (Bilecik), Buca (İzmir), Burdur, Çankırı, Çanakkale, Çan (Çanakkale), Biga (Çanakkale), Ceyhan (Adana), Çatalca (İstanbul), Çorum, Darıca (Kocaeli), Denizli, Edirne, Elazığ, Elbistan (Kahramanmaraş), Ergani (Diyarbakır), Erzincan, Erzurum, Eyüp (İstanbul), Gemlik (Bursa), Göksun (Kahramanmaraş), Hassa (Hatay), Hatay, İnegöl (Bursa), Iğdır, İskenderun (Hatay), İzmit (Kocaeli), Isparta, Kahramanmaraş, Karaman, Kastamonu, Kayapınar (Diyarbakır), Kayseri, Kemaliye (Erzincan), Kırıkkale, Kırklareli, Kırşehir, Kızıltepe (Mardin), Konya, Kovancılar (Elazığ), Kurtalan (Siirt), Kütahya, M.Kemal Paşa (Bursa), Malatya, Mamak (Ankara), Manisa, Mardin, Mersin, Muğla, Muş, Nazilli (Aydın), Niğde, Nizip (Gaziantep), Odunpazarı (Eskişehir), Ordu, Osmangazi (Bursa), Osmaniye, Reyhanlı (Hatay), Rize, Sakarya, Salıpazarı (Samsun), Samsun, Sancaktepe (İstanbul), Soma (Manisa), Sarıçam (Adana), Sarıyer (İstanbul), Seyhan (Adana), Silvan (Diyarbakır), Sinop, Sivas, Siverek (Şanlıurfa), Sur (Diyarbakır), Şahinbey (Gaziantep), Şanlıurfa, Şehitkamil (Gaziantep), Şırnak, Şişli (İstanbul), Tokat, Trabzon, Türkoğlu (Kahramanmaraş), Van, Viranşehir (Şanlıurfa), Yenişehir (Bursa), Yozgat, Yüksekova (Hakkari) and Zonguldak. The number of employees of TGMP at 31 December 2015 is 337 (31 December 2014: 319) and the total member of TGMP is 53,980 (31 December 2014: 63,722).

TGMP projects include seven types of loans:

##### a) Basic Loan:

The main loan product of TGMP is the basic loan. All members can get their first loan through basic loan. The basic loan is a one-year loan with minimum TL100 and maximum TL5,000 limit and all members can extend their lines of credit as long as they adhere to the terms and conditions of the loan they obtained. In this loan system, the borrower can re-borrow the principal amounts paid after six months from the original loan date. In the concept of the basic loan, the member can make voluntary savings. In order to cover the member service costs, 10% of the loan given is charged as service costs. The loan and the member service cost are paid in instalments over 46 weeks.

**CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS  
ISSUED IN TURKISH (NOTE 28.c)**

**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
TURKISH GRAMEEN MICROCREDIT PROGRAMME**

**NOTES TO THE FINANCIAL STATEMENTS AT 31 DECEMBER 2015**

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

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**I. NATURE OF OPERATIONS (Continued)**

**b) Enterprise Loan:**

TGMP has launched a different loan programme for capable, successful and hard-working members. Enterprise loans can be used at limits of minimum TL1,000 and maximum TL10,000 by the members who have completed one year in the basic loan system. In order to cover the member service costs, 10% of the loan given is charged as service costs. The loan and the member service cost are paid in instalments over 46 weeks.

**c) Contracted Loan:**

This loan is the alternative method to counter probable difficulties regarding defaults in the weekly loan payments collected from members. If the member is experiencing difficulties in paying the loan back, this system extends its maturity and an agreement is signed with the member accordingly. In order to cover the member service costs, 10% of the loan given is charged as service costs. The principal and service charge is paid by the end of the contract. Since this loan is provided for poor people, no additional service fee is charged to members due to restructuring the payment schedule.

**d) Short-term Animal Breeding Loan:**

TGMP started to apply this loan for its members in 2009. This loan is provided to all members in rural areas who want to make animal breeding as an income-generating activity. Animal breeding loan is given six months before the Feast of the Sacrifice and is recouped through the sale of animals purchased with the loan six months after the Feast of the Sacrifice. In order to cover the member service costs, 10% of the loan given is charged as service costs and are paid in instalments over 26 or 46 weeks.

**e) Loan for Struggling Members:**

This loan is provided to very poor people such as beggars or homeless people. There is no service charge and no redemption schedule.

**f) Social Development Loan:**

This loan is provided to low income women for them to engage in additional income increasing activities and to maximize social benefit. In order to cover the member service costs, 10% of the loan given is charged as service costs. The loan and the member service cost are paid in instalments over 46 weeks.

**g) Communication Loan:**

This loan is provided in order for low income women to possess mobile phone and to eliminate digital inequality. In order to cover the member service costs, 10% of the loan given is charged as service costs. The loan and the member service cost are paid in instalments over 46 weeks.

According to the tax ruling that is provided from Ministry of Finance, effective from the beginning of the year 2013, for not-for profit microcredit applications, service charges include 5% Banking and Insurance Transactions Tax (BSMV).



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**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
TURKISH GRAMEEN MICROCREDIT PROGRAMME**

**NOTES TO THE FINANCIAL STATEMENTS AT 31 DECEMBER 2015**

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

**II. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

TGMP maintains its books of account in Turkish lira ("TL") based on the Turkish Commercial Code ("TCC") and tax legislation and prepares its statutory financial statements in accordance with the Turkish Standard Chart of Accounts.

The changes in funds in years 2015 and 2014 were as follows:

	Extraordinary reserves	Other reserves	Special funds	Accumulated losses	Net profit/(loss) for the year	Total funds
<b>1 January 2015</b>	<b>2,051</b>	<b>3,027</b>	<b>29,465,047</b>	<b>(404,135)</b>	<b>(522,197)</b>	<b>28,543,793</b>
Transfers	-	-	-	(522,197)	522,197	-
Donations	-	-	2,318,401	-	-	2,318,401
Net income for the year	-	-	-	-	2,113,420	2,113,420
<b>31 December 2015</b>	<b>2,051</b>	<b>3,027</b>	<b>31,783,448</b>	<b>(926,332)</b>	<b>2,113,420</b>	<b>32,975,614</b>

	Extraordinary reserves	Other reserves	Special funds	Accumulated losses	Net profit/(loss) for the year	Total funds
<b>1 January 2014</b>	<b>2,051</b>	<b>3,027</b>	<b>27,406,703</b>	<b>(522,162)</b>	<b>148,027</b>	<b>27,007,646</b>
Transfers	-	-	-	148,027	(148,027)	-
Donations	-	-	2,058,344	-	-	2,058,344
Net loss for the year	-	-	-	-	(522,197)	(522,197)
<b>31 December 2014</b>	<b>2,051</b>	<b>3,027</b>	<b>29,465,047</b>	<b>(404,135)</b>	<b>(522,197)</b>	<b>28,543,793</b>

**Significant Accounting Policies**

The following significant accounting policies have been applied in the preparation of these financial statements:

*Revenue*

TGMP charges a service fee for each loan disbursed to the microcredit members of the project. The total service charge is determined as 15% of the outstanding loan amount. TGMP revenue includes micro-credit service charges.

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**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
TURKISH GRAMEEN MICROCREDIT PROGRAMME**

**NOTES TO THE FINANCIAL STATEMENTS AT 31 DECEMBER 2015**

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

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**II. BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Continued)**

*Property and equipment*

Property and equipment are stated at cost less accumulated depreciation. The depreciation is provided for property and equipment based on the straight line method. The useful lives of the property and equipment which is adopted by tax laws are as follows:

	<b>Years</b>
Motor vehicles	5 years
Furniture and fixtures	4 years

Pro-rata depreciation method is used for the vehicles.

*Intangible assets*

Intangible assets mainly comprise establishment costs, leasehold improvements and other intangibles. They are stated at cost less accumulated amortisation. Amortisation is provided based on the straight-line method over five years.

*Related parties*

For the purpose of these financial statements major donors and key management personnel, in each case together with organisations controlled by or affiliated with them are considered and referred to as related parties. Financial liabilities are accounted for under due to related parties in the balance sheet since the loans are obtained through TISVA.

*Provision for doubtful receivables*

A credit risk provision for receivables is established when there is objective evidence that TGMP will not be able to collect all amounts due. The amount of the provision is the difference between the carrying amount and the recoverable amount of the receivable.

*Taxes on income*

In accordance with Corporate Tax Law No. 5520, Article 2, Paragraph 5, the "Law related to taxpayers of corporation tax for the associations and foundations" published on 21 June 2006, commercial, industrial and agricultural enterprises that are owned by or affiliated to associations or foundations are the economic enterprises of associations and foundations. TGMP is an economic enterprise of TISVA and is subject to corporate tax.

Corporation tax is payable at a rate of 20% (2014: 20%) on the total income of the Company and its subsidiaries registered in Turkey after adjusting for certain disallowable expenses, exempt income and investment and other allowances (e.g. research and development allowance). No further tax is payable unless the profit is distributed.

Tax returns are open for five years during which time the tax authorities have the right to audit tax returns, and the related accounting records on which they are based, and may issue re-assessments based on their findings.

Under the Turkish taxation system, tax losses can be carried forward to offset against future taxable income for up to five years. Tax losses cannot be carried back to offset profits from previous periods. TGMP does not have carry-forward tax losses as of 31 December 2015 (31 December 2014: TL293,994).

**CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS  
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**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
TURKISH GRAMEEN MICROCREDIT PROGRAMME**

**NOTES TO THE FINANCIAL STATEMENTS AT 31 DECEMBER 2015**

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

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**II. BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Continued)**

*Total deposits collected (Voluntary savings)*

Within the scope of the primary objective of TGMP, each project group member voluntarily deposits at least TL1 on a weekly basis. Poor people are encouraged to voluntarily save in order to help developing their saving habits. TGMP have not made interest payment in 2015 (2014: none) on the savings balance. The group members can withdraw their savings any time. Only the new members are not allowed to withdraw within the first three months. TGMP accounts for the weekly deposits collected from the members voluntarily under total deposits collected (voluntary savings) in the balance sheet.

*Trade receivable (Microcredits given)*

TGMP's customers are the members of the microcredit programmes and the receivable is calculated as loans are given to microcredit members by TGMP.

*Special funds*

Legal funds that must be reserved in the corporation are followed in this account. TISVA transfers the funds received from public institutions and donations received from various foundations, corporations and individuals to TGMP and TGMP follows these funds as special funds in the balance sheet.

**III. DISCLOSURES REQUIRED BY TURKISH UNIFORM CHART OF ACCOUNTS**

**A) NOTES TO THE BALANCE SHEET**

**1. Upper limit of capital where registered capital system is applied:**

TGMP is not subject to registered capital system.

**2. a. Total amount of advances extended to the chairman and the members of the board of directors, general manager, general coordinator, assistant general manager and other high-level management during the year:**

None (31 December 2014: None). TGMP paid no advances to the chairman and members of the board of directors, chairman and members of board of trustees and audit committee of TISVA.

**b. Balance of such advances at year end:**

None (31 December 2014: None).

**3. Total amount of insurance on assets:**

TL1,718,200 (31 December 2014: TL937,000).

**4. Total amount of mortgages and other guarantees obtained against the receivables:**

None (31 December 2014: None).

**CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS  
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**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
TURKISH GRAMEEN MICROCREDIT PROGRAMME**

**NOTES TO THE FINANCIAL STATEMENTS AT 31 DECEMBER 2015**

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

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**III. DISCLOSURES REQUIRED BY TURKISH UNIFORM CHART OF ACCOUNTS  
(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**5. Total amount of mortgages and other collaterals and guarantee letters given against the payables:**

None (31 December 2014: None).

**6. Off-balance sheet commitments and contingent liabilities:**

None (31 December 2014: None).

**7. Foreign currency denominated cash and bank balances:**

None (31 December 2014: None).

**8. Foreign currency denominated receivables:**

None (31 December 2014: None).

**9. Foreign currency denominated liabilities:**

None (31 December 2014: None).

**10. Amount of bills and financial bonds in circulation issued under the guarantee of banks:**

None (31 December 2014: None).

**11. Total investment incentive tax exemption to be utilised in current and following periods:**

None (31 December 2014: None).

**12. Bills in circulation, which are convertible to share certificates:**

None (31 December 2014: None).

**13. List of shares representing the share capital:**

None (31 December 2014: None).

**14. Total amount of share capital issued in current period:**

None (31 December 2014: None).

**15. List of owners or shareholders holding more than 10% of capital:**

TGMP is a not-for-profit organisation and it does not have a shareholding structure. The TGMP management classified the donations as special funds under "Funds" in the financial statements (Note 28.a).

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**III. DISCLOSURES REQUIRED BY TURKISH UNIFORM CHART OF ACCOUNTS  
(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**16. List of investments and subsidiaries where more than 10% of the share capital is owned:**

None (31 December 2014: None).

**17. Tangible and intangible fixed assets movements during the year:**

- a. Additions (\*) : TL2,001,611 (31 December 2014: TL69,,274).
- b. Disposals (\*\*) : TL43,455 (31 December 2014: TL24,760).

(\*) Besides purchase of furniture and fixture and computer software, mainly consists of motor vehicle purchases.  
(\*\*) Consists of vehicle sales.

**18. Share of shareholders, subsidiaries, associates and related parties in short and long-term receivables and payables:**

**31 December 2015    31 December 2014**

**Due to related parties:**

Turkish Foundation for Waste Reduction (*)	13,636,578	13,469,011
Morkoz Social Business (**)	1,436,317	73,941

(\*) Total amount of payables due to related parties includes principal and accrued interest of various bank loans transferred from TISVA with the same conditions (average interest rate of 12% per annum). The maturities of those bank loans vary between May 2016 and December 2018 and TL6,037,252 is related to the year 2017 and afterwards.

(\*\*) Morkoz Social Business balance consists of payables related to the aid under social development loan.

**19. Average number of employees in during the year:**

The average number of employees during the year is 337 (31 December 2014: 319).

**20. Subsequent events:**

- a) In 2016, until the issuance date of these financial statements, TGMP received donations amounting to TL744,500 as presented on the following page:

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(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

<b>Donor - supporter individual/institution</b>	<b>Amount (TL)</b>
Kahramanmaraş Municipality	250,000
Altinordu Municipality	100,000
Turkcell	100,000
Rize Special Provincial Administration Fund	80,000
Denizli Municipality Fund	60,000
Social Assistance and Solidarity Foundation (SASF)	60,000
Bingöl Special Provincial Administration Fund	50,000
Pursaklar District Social Solidarity Fund	20,000
Adıyaman Special Provincial Administration Fund	20,000
Ahmet Kaya Bağ	4,000
Ahmet Alperen	500
<b>Total</b>	<b>744,500</b>

**21. Contingent losses and contingent profits:**

None (31 December 2014: None).

**22. Disclosure of changes in accounting estimates, which have material effect on gross profit ratios and their monetary effect:**

None (31 December 2014: None).

**23. Amount of blocked deposits in bank accounts:**

None (31 December 2014: None).

**24. Affiliates, subsidiaries and shareholders issuing available-for-sale marketable securities and their amount:**

None (31 December 2014: None).

**25. Bonus shares received from affiliates and subsidiaries due to capital increases from reserves:**

None (31 December 2014: None).

**26. Total amount of unrealised interest related to the following financial period:**

TL375,061 (31 December 2014: 323,844).

**27. Guarantees extended to shareholders, affiliates and subsidiaries:**

None (31 December 2014: None).

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**III. DISCLOSURES REQUIRED BY TURKISH UNIFORM CHART OF ACCOUNTS  
(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**28. Other matters that may have a material effect on, or be explained for the clear understanding of the financial statements:**

a) The details of the special funds transferred to TGMP are as follows:

	<b>31 December 2015</b>	<b>31 December 2014</b>
Kahramanmaraş Special Provincial Administration Fund	1,400,935	1,400,935
Gaziantep Special Provincial Administration Fund	1,400,000	1,400,000
Diyarbakır Governorship	1,021,425	1,021,425
Nihat Gökyiğit	975,000	775,000
Citi Foundation Donation Account	874,447	874,447
Bursa Special Provincial Administration Fund	800,000	800,000
Aydın Special Provincial Administration Fund	753,688	753,688
Grameen- Jameel Fund	746,525	746,525
Rize Special Provincial Administration Fund	655,000	575,000
Whole Planet	571,909	571,909
Hatay Special Provincial Administration Fund	570,000	570,000
Amasya Special Provincial Administration Fund	560,000	510,000
Hüsnü Özyeğin	551,224	551,224
Mardin Special Provincial Administration Fund	535,214	535,214
Batman Special Provincial Administration Fund	500,000	500,000
Galip Öztürk	455,000	455,000
Trabzon Special Provincial Administration Fund	450,000	450,000
HSBC Donation Account	428,543	426,043
Osmaniye Special Provincial Administration Fund	425,500	75,500
Open Society Foundation	423,359	423,359
Denizli Municipality Fund	402,000	202,000
Manisa Special Provincial Administration Fund	400,000	400,000
Sivas Special Provincial Administration Fund	400,000	400,000
Şanlıurfa Special Provincial Administration Fund	399,997	399,997
M.V Holding A.Ş.	355,000	355,000
Asım Kocabıyık	350,000	350,000
Balıkesir Special Provincial Administration Fund	350,000	350,000
Vuslat Doğan Sabancı	350,000	300,000
Samsun Special Provincial Administration Fund	340,000	340,000
Adıyaman Local Administration Fund	330,000	300,000
Niğde Special Provincial Administration Fund	325,000	325,000
Erzincan Special Provincial Administration Fund	297,750	297,750
Feyyaz Berker	275,000	275,000
United Way Wolrdwide Fund	274,023	-
Tekfen Holding A.Ş.	263,420	213,420
Tevfik Öz	257,955	257,955
Bingöl Special Provincial Administration Fund	251,000	201,000

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(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**28. Other matters that may have a material effect on, or be explained for the clear understanding of the financial statements: (continued)**

	31 December 2015	31 December 2014
Vehbi Bilgin	250,000	250,000
Tokat Special Provincial Administration Fund	245,000	245,000
Sarıyer Darülaceze Institution	235,000	155,000
Limak Holding A.Ş.	225,000	225,000
Kırıkkale Special Provincial Administration Fund	225,000	205,000
Gaziantep Sodes Project Fund	220,000	220,000
Edirne Darülaceze Institution	220,000	190,000
Darıca Rotary Club	217,000	217,000
Isparta Special Provincial Administration Fund	210,000	160,000
Yozgat Special Provincial Administration Fund	209,213	199,213
Çankırı Special Provincial Administration Fund	200,000	200,000
Çorum Municipality	200,000	200,000
Malatya Municipality	200,000	200,000
Malatya Special Provincial Administration Fund	200,000	200,000
Sakarya Special Provincial Administration Fund	200,000	200,000
Sema Doğan	200,000	200,000
Viranşehir Sodes Project Fund	200,000	200,000
Şişli Darülaceze Institution	200,000	130,000
Karaman Special Provincial Administration Fund	195,000	195,000
Diyarbakır Sodes Fund	194,600	194,600
Kırklareli Special Provincial Administration Fund	190,000	190,000
Turgay Ciner	190,000	190,000
Bingöl Sodes Project Fund	186,000	186,000
Çanakkale United Way World Wide City Foundation	186,000	186,000
Sarıyer Rotary Club	185,500	185,500
Karaman Municipality Fund	185,000	135,000
Erzincan Sodes Project Fund	184,000	184,000
Darıca Darülaceze Institution	180,000	110,000
Bilecik Special Provincial Administration Fund	170,000	170,000
Batman Pemi Fund	160,000	160,000
Burdur Special Provincial Administration Fund	160,000	160,000
Eskişehir Special Provincial Administration Fund	157,000	157,000
İzmit Darülaceze Institution	155,000	85,000
Afyon Special Provincial Administration Fund	150,000	150,000
Eyüp Cenap Gülpınar	150,000	150,000
Muğla Special Provincial Administration Fund	150,000	150,000
Şırnak Special Provincial Administration Fund	150,000	150,000
Şanlıurfa Municipality	148,578	-
Muş Sodes Fund	148,000	148,000



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**III. DISCLOSURES REQUIRED BY TURKISH UNIFORM CHART OF ACCOUNTS  
(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**28. Other matters that may have a material effect on, or be explained for the clear understanding of the financial statements: (continued)**

	<b>31 December 2015</b>	<b>31 December 2014</b>
Borusan Holding A.Ş.	132,450	132,450
Şişli Rotary Club	124,000	124,000
Erzurum Special Provincial Administration Fund	120,000	120,000
SYDV	120,000	-
Bitlis Special Provincial Administration Fund	111,357	111,357
Akfen A.Ş.	110,000	110,000
Darülaceze Institution/Beykoz Branch	110,000	50,000
Turkcell	105,000	100,000
Denizli Special Provincial Administration Fund	103,000	103,000
Abalıoğlu Yem	100,000	100,000
Aksaray Special Provincial Administration Fund	100,000	100,000
Ayşe Işıl Zaim	100,000	100,000
Elazığ Special Provincial Administration Fund	100,000	100,000
İsken Energy Production	100,000	100,000
Ordu Special Provincial Administration Fund	100,000	100,000
Osman Yıldırım Coşkun	100,000	100,000
Social Market Institution Fund	100,000	75,000
Kütahya Special Provincial Administration Fund	89,874	89,874
Yuma Construction	80,000	80,000
Hassa Social Institution	80,000	-
Zonguldak Special Provincial Administration Fund	75,000	75,000
BRJ Loan Distribution Fund	73,636	73,636
Hakkari Special Provincial Administration Fund	70,700	70,700
Sinop Special Provincial Administration Fund	68,000	68,000
Kırşehir Special Provincial Administration Fund	65,000	65,000
Çorum Special Provincial Administration Fund	64,513	64,513
Park Technic	62,000	62,000
Beykoz Rotary Club	60,000	60,000
İsmail Kavuncu	55,000	55,000
Muş Special Provincial Administration Fund	55,000	50,000
Ahmet Kaya Bağ	52,000	42,000
Adana Industrial Zone	50,000	50,000
Cey-Kar A.Ş.	50,000	50,000
Iğdır Special Provincial Administration Fund	50,000	50,000
İskenderun Special Provincial Administration Fund	50,000	50,000
Kahramanmaraş Municipality	50,000	50,000
Kahramanmaraş Social Solidarity Foundation	50,000	50,000
Metalurji Baştuğ Sanayi A.Ş.	50,000	50,000
Nihat Özdemir	50,000	50,000

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(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**28. Other matters that may have a material effect on, or be explained for the clear understanding of the financial statements: (continued)**

	31 December 2015	31 December 2014
Recep Atakaş	50,000	50,000
Siverek Sodes ProjeCT Fund	50,000	50,000
TAV Yatırım Holding A.Ş.	50,000	50,000
Trabzon Municipality	50,000	50,000
Tülay Aksoy Fund	50,000	50,000
Türk Telekom	50,000	50,000
Edirne Special Provincial Administration Fund	50,000	-
Edirne Rotary Club	45,000	45,000
Reyhanlı Municipality	40,974	40,974
Aytekin Conkur	32,000	32,000
İzmit Rotary Club	30,000	30,000
MPR Marketing	27,442	27,442
Ercan Alagöz	25,000	25,000
Kahramanmaraş Chamber of Commerce	25,000	25,000
Kipaş A.Ş.	25,000	25,000
Yeşim Toduk-Ali Rıza Toduk	25,000	25,000
The Grand National Assembly of Turkey Fund- Adana	24,794	24,794
The Grand National Assembly of Turkey Fund - Mersin	24,794	24,794
Aksoğanlar A.Ş. Fund	22,160	22,160
Osmaniye Turkish Local Service Union	22,000	22,000
Begümhan Doğan Faralyalı	21,000	21,000
AgriTrade Agricultural Products	20,000	20,000
İzmir Sanayiciler	20,000	20,000
Leyla Alaton	20,000	20,000
Norm Industry Foreign Trade Donation	20,000	20,000
Tosyalı Holding A.Ş.	20,000	20,000
İşkur Enerji A.Ş.	15,000	15,000
Nokta Kom Media	15,000	15,000
Spintek İletişim A.Ş.	15,000	15,000
Yazıcı Demir Çelik A.Ş.	15,000	15,000
Ecem Erşeker	14,859	14,859
Nevşehir Special Provincial Administration Fund	14,000	14,000
Ali Kale	14,000	7,000
Towerbridgeint Services	12,582	12,582
Ömer Sabancı	12,500	12,500
Hasan Serhan Süzer	10,500	10,500
Selim Akın	10,150	10,150
Ak Parti Parliamentary Group Daily Allowance	10,000	10,000
Aksu Mining Fund	10,000	10,000

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(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**28. Other matters that may have a material effect on, or be explained for the clear understanding of the financial statements: (continued)**

	31 December 2015	31 December 2014
Batü Ege Gayrimenkul	10,000	10,000
Boydak Holding A.Ş.	10,000	10,000
Edirne Chamber of Commerce	10,000	10,000
Merke Doğal	10,000	10,000
Nuri Üysen	10,000	10,000
Osman Özgür	10,000	10,000
Ral Steel Recycling Industry	10,000	10,000
Shamrock Textile	10,000	10,000
Yonpaş Forest Products	10,000	10,000
SarikayaSocial Solidarity Fund	8,650	-
İran Bağış	6,930	6,930
Eman Tur	6,110	6,110
Doğuş Oto	6,000	6,000
Adil Koç	5,000	5,000
Ahmet Mercan	5,000	5,000
Ali Emre Kaan Sabancı	5,000	5,000
Ali İsmail Sabancı	5,000	5,000
Ali Rıza Ceylan	5,000	5,000
Alpler Agricultural Products Fund	5,000	5,000
Deniz Textile	5,000	5,000
Emas Metal Industry	5,000	5,000
Fikret Ataman	5,000	5,000
Finansbank	5,000	5,000
Hanzade Vasfiye Doğan Boyner	5,000	5,000
Hayri Yüce	5,000	5,000
Hürsan Textile	5,000	5,000
Metin Yıldız	5,000	5,000
Nevbahar Koç, Ali Koç	5,000	5,000
Okan University	5,000	5,000
Ozan Textile	5,000	5,000
Özpak Nutrition	5,000	5,000
Sema Karaoğlu	5,000	5,000
Vefa Dayanıklı Tük, Mal, Ltd.,Şti.	5,000	5,000
Uzun Köprü Social Solidarity Institution	5,000	-
Pursaklar Kaymakamlığı Social Solidarity	5,000	-
Özcan Ertunç	4,000	4,000
Mim Tur	3,750	3,750
Ayşe Uzunlu	3,500	3,500
Kahramanmaraş Chamber Fund	3,400	3,400

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(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**28. Other matters that may have a material effect on, or be explained for the clear understanding of the financial statements: (continued)**

	31 December 2015	31 December 2014
Dörtüyl Rural Services	3,023	3,023
Asaş Filtre San, Tic, A.Ş.	3,000	3,000
Dr, Sinan Karaoğlu	3,000	3,000
Kırıkkale Mayor	3,000	3,000
Promed Hospital	3,000	3,000
Doğan Erten	2,500	2,500
Özdörtler Nutrition	2,500	2,500
Şah-Pet Şahin Kardeşler	2,500	2,500
Hilmi Mithat Delen	2,010	2,010
Akprofil Turizm	2,000	2,000
Ansa-Med Health	2,000	2,000
Aynur Erman	2,000	2,000
Dal Home Decoration	2,000	2,000
Derya Erden Çerkeş	2,000	2,000
Ecevit Arakılıç	2,000	2,000
Giltaş Marine	2,000	2,000
Kemal Oğuz	2,000	2,000
Kızıklı Nutrition	2,000	2,000
Kosifler Oto	2,000	2,000
Mahmut Hiçyılmaz	2,000	2,000
Mehmet Kılıçlar	2,000	2,000
Numanoğlu Construction	2,000	2,000
Otonom Imaging	2,000	2,000
Recep Barut	2,000	2,000
Seval-Kaya Başaran	2,000	2,000
Seyfettin Kanık	2,000	2,000
Bilal Çeker	2,000	-
Ayşe İnan Fund	1,500	1,500
Ertuğrul Özkök	1,500	1,500
Association of Women Entrepreneurs Fund	1,500	1,500
Hakkı Hasan Yılmaz	1,500	1,500
İhsan Onat	1,500	1,500
İbrahim Betil	1,200	1,200
Ahmet Kamil Şirikçi	1,100	1,100
Diekmann Schwanena Llee	1,016	1,016
Naşit Doğan	1,005	1,005
Adnan Günay	1,000	1,000
Ali Ezinç	1,000	1,000
Ali Hamza Pehlivan	1,000	1,000

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(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**28. Other matters that may have a material effect on, or be explained for the clear  
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	31 December 2015	31 December 2014
Ali Nur Aktaş	1,000	1,000
Ali Özbuğday	1,000	1,000
Aliye Varoğlu	1,000	1,000
Anıl Otomotiv Trading	1,000	1,000
Aydeniz Family	1,000	1,000
Aydın Commodity Exchange	1,000	1,000
Aylin - Özcan Tahincioğlu	1,000	1,000
Ayşe Oya Eczacıbaşı	1,000	1,000
Aziz Efe	1,000	1,000
Bülent Eczacıbaşı	1,000	1,000
Cem Kozlu	1,000	1,000
Deniz Çemşit Demiroğlu	1,000	1,000
Dilek Karadeniz	1,000	1,000
Ebru Ve Temuçin Tüzecan	1,000	1,000
Emin Metin	1,000	1,000
Enerji Sa	1,000	1,000
Erkan Çakım	1,000	1,000
Ermaş Mining	1,000	1,000
Esengül Korkmaz Çiçekli	1,000	1,000
Fevzi Eriş	1,000	1,000
Gazi Osman Ovalı	1,000	1,000
Gülay Gül	1,000	1,000
Gültekin Güvensoy	1,000	1,000
Hacı Karaca	1,000	1,000
Halef Günay	1,000	1,000
Hamid Kınaş	1,000	1,000
Hasan Fehmi Kınay	1,000	1,000
Hasan Tunç	1,000	1,000
Hateks Textile	1,000	1,000
Haydar Kotan	1,000	1,000
Kızıltepe District	1,000	1,000
Mahmut Miskar	1,000	1,000
Mehmet Güzelmansur	1,000	1,000
Mehmet Narin	1,000	1,000
Menaf Kıyanç	1,000	1,000
Midyat District	1,000	1,000
Mine Lök Beyaz	1,000	1,000
Murat Özyeğin	1,000	1,000
Musa Birdal	1,000	1,000

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(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**28. Other matters that may have a material effect on, or be explained for the clear understanding of the financial statements: (continued)**

	31 December 2015	31 December 2014
Mustafa Birsen	1,000	1,000
Mustafa Erkan Ersoy	1,000	1,000
Mustafa Poyraz	1,000	1,000
Mustafa Takmaklı	1,000	1,000
Mustafa Yıldırım	1,000	1,000
Naime Göker Ekim	1,000	1,000
Nazilli Municipality	1,000	1,000
Nur İpek Kumaşçılık Fund	1,000	1,000
Nuri Bayramoğlu	1,000	1,000
Orhan Durmuş	1,000	1,000
Öz Volkan Oil	1,000	1,000
Petek Pastery	1,000	1,000
Rotary Kulübü Fund	1,000	1,000
Şafak Çivici	1,000	1,000
Selma Özkan	1,000	1,000
Semih Cemali	1,000	1,000
Semiha Öyüş	1,000	1,000
Sezai Boncuk	1,000	1,000
Tahsin Kabaali	1,000	1,000
Tuncay Akkoyun	1,000	1,000
Vahap Minigül	1,000	1,000
Yesaş Fund	1,000	1,000
Yüksel Duman	1,000	1,000
Yüksel İnşaat	1,000	1,000
F. Sevinç Dinçsoy Fund	600	600
Ayfer Balki	570	570
Ahmet Faralyalı	500	500
Ahmet Nafi Dalman	500	500
Ahmet Özer	500	500
Alev Çeliksaş	500	500
Ali Cingilloğlu	500	500
Ali Hakan Altınay	500	500
Ali Ömer Dinçe	500	500
Alihan Doğan Yalçındağ	500	500
Alihan Yalçın	500	500
Arzu - Murat Atabarut	500	500
Arzu Çebi	500	500
Arzuhan Yalçındağ	500	500
Asli and Damar Arikoğlu	500	500

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**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
TURKISH GRAMEEN MICROCREDIT PROGRAMME**

**NOTES TO THE FINANCIAL STATEMENTS AT 31 DECEMBER 2015**

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

**III. DISCLOSURES REQUIRED BY TURKISH UNIFORM CHART OF ACCOUNTS  
(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**28. Other matters that may have a material effect on, or be explained for the clear understanding of the financial statements: (continued)**

	31 December 2015	31 December 2014
Asli Demir Sabancı	500	500
Aslı Erkut Soyak	500	500
Asuman Şener	500	500
Aydin Doğan Yalçındağ	500	500
Ayşe Leman Balım	500	500
Ayşe Nil Bağcıoğlu	500	500
Ayşe Yalçın	500	500
Başar Arıoğlu	500	500
Berna Arıoğlu	500	500
Berna Tokar	500	500
Bettina Hakko	500	500
Bucak Chamber of Drivers	500	500
Damla Şener	500	500
Duru Construction	500	500
Ece - Korhan Kurdoğlu	500	500
Ekinözü Municipality	500	500
Elif Dürüst	500	500
Elif Şafak-Eyüp Can	500	500
Emel Armutçu	500	500
Emine Kamışlı Fund	500	500
Enis Berberoğlu	500	500
Erhan Kamışlı Fund	500	500
Erol - Güliz Kalaçı	500	500
Ersin Arıoğlu	500	500
Esra Bilgin	500	500
Fatma Ayşe Cemal	500	500
Ferayi and Lütfü Tınç	500	500
Gökhan Sime	500	500
Gülse Şener Birsal	500	500
Hakan Çarmıklı	500	500
Hamdi Akın	500	500
Hande Durak Dumrul	500	500
Hayırlı Zerrin Sabancı	500	500
İpek Cem Taha	500	500
Kamil Kanat Atkaya	500	500
Kerim Arıoğlu	500	500
Magma İletişim Hizmetleri Ltd. Şti.	500	500
Maide - Emre Kurttepelı	500	500
Mediha Ayça Sarangil	500	500

**CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS  
ISSUED IN TURKISH (NOTE 28.c)**

**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
TURKISH GRAMEEN MICROCREDIT PROGRAMME**

**NOTES TO THE FINANCIAL STATEMENTS AT 31 DECEMBER 2015**

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

**III. DISCLOSURES REQUIRED BY TURKISH UNIFORM CHART OF ACCOUNTS  
(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**28. Other matters that may have a material effect on, or be explained for the clear understanding of the financial statements: (continued)**

	31 December 2015	31 December 2014
Mehmet Ali Yalçındağ	500	500
Mehmet Başer	500	500
Mehmet Doğan Hızlan	500	500
Mehmet Esra Armağan	500	500
Mehmet Kahraman	500	500
Mehmet Oğuz Güney	500	500
Mehtap Bayraktar	500	500
Meliha Serra Tokar	500	500
Melis Küçük	500	500
Memduh Karakullukçu	500	500
Mina Küçük	500	500
Murat Küçük	500	500
Neşet Yalçın	500	500
Nesrin Ercan	500	500
Nilüfer Haybat	500	500
Ömer Celal Umur	500	500
Ömer Temelli	500	500
Oya Berberoğlu	500	500
Öz Avcı Construction Supplies	500	500
Ozan Şener	500	500
Özcan Sabancı	500	500
Özkan Ateş	500	500
Pelin Akın	500	500
Perihan Özkök	500	500
Pınar Küçük	500	500
Pınar Yeşilada	500	500
Sani Şener	500	500
Sedat Ergin	500	500
Sema Cingilloğlu	500	500
Serpil Bilgel	500	500
Sertaç Haybat	500	500
Şevket Sabancı	500	500
Seyit Karagözoğlu	500	500
Silvia Meşulam	500	500
Sinan Bilgin	500	500
Şirin Yalçın	500	500
Şule Zeybek	500	500
Suzi - Nedim Dayan	500	500
Taylan Bilge	500	500



**CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS  
ISSUED IN TURKISH (NOTE 28.c)**

**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
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**NOTES TO THE FINANCIAL STATEMENTS AT 31 DECEMBER 2015**

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

**III. DISCLOSURES REQUIRED BY TURKISH UNIFORM CHART OF ACCOUNTS  
(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**28. Other matters that may have a material effect on, or be explained for the clear  
understanding of the financial statements: (continued)**

	31 December 2015	31 December 2014
Tijen Mergen	500	500
Tuğba Zeybek Demircan	500	500
Tülay Ulusoy	500	500
Umut Alphan	500	500
Vio-Verda-Lidya	500	500
Virna & Vedat	500	500
Yasemin Germiyangil	500	500
Yusuf Fatih Çekirge	500	500
Zafer Civelek	500	500
Zeynep Dalman	500	500
Zeynep Orcan Kalkagüliz	500	500
Zeynep Temelli	500	500
Olca Uygur	400	-
Nuray Ökten	300	300
Mustafa Uçar	250	-
Demet-Abdulkadir Varoğlu	250	250
Erdem Ünlü Çetinkaya	250	250
Serkan Boyalı	250	250
Şeyma Boyacıgil	250	250
Yeşim Özemir	250	250
Morkoz Health and Cosmetics Products	240	240
Ferit Mevlüt Aslan	200	200
Hatice Nuray Ökten	200	200
Özgül Atılgın Ayanoğlu	200	200
Palu Municipality	200	200
Serdar Kartal	200	200
Sümer Plastics	184	184
Keiko Takaki	150	150
Yakup Dinç	150	150
Aybüke Altaş	100	100
Burhanettin Aktaş	100	100
Celal Tilge	100	100
İzmirli Otel Yatırım Tur A.Ş.	100	100
Şakir Dorukkaya	100	100
Şebnem Bursalı	80	80
Aysel Balki	70	70
Murat Akpiçak-Gediz Üniversitesi	60	60
Semra Ulusoy	55	55
Dilek Başoğlu	50	50

**CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS  
ISSUED IN TURKISH (NOTE 28.c)**

**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
TURKISH GRAMEEN MICROCREDIT PROGRAMME**

**NOTES TO THE FINANCIAL STATEMENTS AT 31 DECEMBER 2015**

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

**III. DISCLOSURES REQUIRED BY TURKISH UNIFORM CHART OF ACCOUNTS  
(Continued)**

**A) NOTES TO THE BALANCE SHEET (Continued)**

**28. Other matters that may have a material effect on, or be explained for the clear understanding of the financial statements: (continued)**

	31 December 2015	31 December 2014
Halil Kılıç-Kavuklar A.Ş.	50	50
Kerem İnanır	50	50
Oltan Sungurlu	50	50
Öz Işık Yılmaz Özgün	50	50
Şerife Kürekçi	50	50
Serkan Bulguroğlu	5	5
<b>Total</b>	<b>31,783,448</b>	<b>29,465,047</b>

b) The Turkish Standard Chart of Accounts requires companies to compile statements of changes in shareholders' equity, cash flows, fund flows and profit distribution together with their balance sheet, income statement and notes to the financial statements. Since TGMP is a not-for-profit organization, it is not required to prepare a statement of profit distribution. However, as of the issuance date of these financial statements, the Foundation has not prepared its statements of changes in shareholders' equity, cash flows and fund flows.

c) The financial statements are based on the Turkish Standard Chart of Accounts in accordance with the TCC, which is different from the accounting principles generally accepted in countries in which the financial statements are to be distributed and International Financial Reporting Standards ("IFRS"). The effects of such differences have not been quantified. Accordingly, the financial statements are not intended to present the financial position, results of operations and changes in the financial position and cash flows in accordance with the accounting principles generally accepted in such countries and IFRS.

**29. Date at which the financial statements are approved and become effective:**

The financial statements have not yet been approved by the Board of Trustees of TISVA as of the preparation date of these financial statements. According to regulatory rules, there is no such requirement for not-for-profit organisations.

**CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS  
ISSUED IN TURKISH (NOTE 28.c)**

**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
TURKISH GRAMEEN MICROCREDIT PROGRAMME**

**NOTES TO THE FINANCIAL STATEMENTS AT 31 DECEMBER 2015**

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

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**B) NOTES TO THE STATEMENT OF INCOME**

**1. Total depreciation and amortisation charges for the period:**

Depreciation: TL266,710 (2014: TL241,251).

Amortisation: TL23,222(2014: TL18,403).

**2. Provision expenses for the period:**

TL593,291 (2014: None).

**3. Financial expenses for the period:**

As of 31 December 2015, financial expense for the period is TL1,509,691 (2014: TL1,369,306).

**4. Amount of financial expenses for the period related to shareholders, subsidiaries and affiliates:**

None (2014: None).

**5. Sales to shareholders, subsidiaries and affiliates:**

None (2014: None).

**6. Interest, commission, rent and similar income and expenses received from or paid to shareholders, subsidiaries and affiliates:**

None (2014: None).

**7. Salaries and other benefits paid to the chairman and the members of the board of directors, general manager, general coordinator, assistant general manager and other high-level management during the year:**

During the year 2015 TL45,598 was paid to the General Manager and Assistant General Manager of TGMP (2014: TL59,033). TGMP did not pay any salaries and other benefits to the chairman and members of the board of directors, chairman and members of board of trustees and audit committee of TISVA.

**8. Depreciation and amortisation method applied:**

The depreciation for property and equipment and amortisation for intangibles are provided based on the straight-line method. Pro-rata depreciation method is used for the vehicles. For the current year additions of other property plant and equipment and intangible assets, the depreciation and amortisation calculated for the whole year is accounted for in the financial statements.

**9. Reasons for non-performance of physical stock counts:**

Physical stock count was not performed by TGMP because there is no inventory amount in the financial statements as of 31 December 2015.

**CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS  
ISSUED IN TURKISH (NOTE 28.c)**

**TURKISH FOUNDATION FOR WASTE REDUCTION MICROCREDIT CENTRE  
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(Amounts expressed in Turkish lira ("TL") unless otherwise indicated.)

**III. DISCLOSURES REQUIRED BY TURKISH UNIFORM CHART OF ACCOUNTS  
(Continued)**

**B) NOTES TO THE STATEMENT OF INCOME (Continued)**

**10. Sales of by- products and scraps exceeding 20% of sales:**

None (2014: None).

**11. Explanatory note for prior period income and expenses:**

No prior period income occurred during the year (2014: None). Prior period expense amounting to TL15,491 is related to various expenses such as communication, electricity, postage expenses of 2015 (2014: TL4,192).

**12. Earnings per share:**

Since TGMP is not a capital stock company, earnings per share is not calculated.

**13. Other disclosures:**

- a) General administrative expenses are mostly attributable to the expenses of the project office in Ankara. The details of general administrative expenses are as follows:

	<b>2015</b>	<b>2014</b>
Salaries	1,575,229	1,350,064
Meal	458,973	340,261
Transportation	333,736	253,135
Communication	253,660	300,171
Rent	161,208	124,133
Consultancy services	131,539	105,190
Press and printing expenses	91,464	99,357
Depreciation and amortisation expenses	44,993	44,983
Electricity, phone and water expenses	30,791	15,895
Tax expenses	25,652	24,032
Maintenance	16,096	13,305
Fixtures recorded as expense	1,603	1,696
Other	67,987	46,452
<b>General administrative expenses</b>	<b>3,192,931</b>	<b>2,718,674</b>

**CONVENIENCE TRANSLATION INTO ENGLISH OF FINANCIAL STATEMENTS  
ISSUED IN TURKISH (NOTE 28.c)**

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

**III. DISCLOSURES REQUIRED BY TURKISH UNIFORM CHART OF ACCOUNTS  
(Continued)**

**B) NOTES TO THE STATEMENT OF INCOME (Continued)**

**13. Other disclosures (Continued)**

b) The details of cost of services provided are as follows:

	<b>2015</b>	<b>2014</b>
Salaries	5,626,417	5,514,592
Vehicle rent	465,561	485,191
Fuel	367,613	437,569
Depreciation and amortisation expenses	244,939	203,586
Taxes and other duties (Other than corporate income tax)	116,945	64,375
Maintenance	107,854	97,149
Internet	67,755	62,731
Insurance	60,719	52,582
Travel	46,167	54,425
Stationery	34,439	33,316
Subscription fee	30,052	18,063
Electricity, phone and water expenses	24,057	25,268
Freight expenses	23,624	34,721
Communication	20,893	23,953
Postage	17,329	29,973
Transfer expenses	16,412	51,733
Fixtures recorded as expense	8,420	12,232
Entertainment expenses	8,271	7,807
Other	56,966	134,76
<b>Cost of sales</b>	<b>7,344,433</b>	<b>7,344,125</b>

c) The details of extraordinary income and gain are as follows:

	<b>2015</b>	<b>2014</b>
Vehicle sales	44,682	13,881
Insurance income	17,642	20,033
General management donation	10,519	5,119
Other	8,703	2,024
<b>Total</b>	<b>81,546</b>	<b>41,057</b>

d) The interest paid to related parties are as follows:

	<b>2015</b>	<b>2014</b>
Turkish Foundation for Waste Reduction	856,686	676,655

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