

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**CONVENIENCE TRANSLATION INTO ENGLISH OF
CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD 1 JANUARY - 30 SEPTEMBER 2018**

(ORIGINALLY ISSUED IN TURKISH)

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD 1 JANUARY - 30 SEPTEMBER 2018**

CONTENTS	PAGE
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION.....	1-3
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS	4
CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME	5
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	6
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	7-8
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.....	9-65
NOTE 1 ORGANISATION AND NATURE OF OPERATIONS	9-10
NOTE 2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS	10-21
NOTE 3 SEGMENT REPORTING.....	22-26
NOTE 4 SHORT TERM AND LONG TERM BORROWINGS.....	26-28
NOTE 5 TRADE RECEIVABLE AND PAYABLES	29-30
NOTE 6 INVESTMENTS ACCOUNTED BY THE EQUITY METHOD	30-31
NOTE 7 INVESTMENT PROPERTIES	31-32
NOTE 8 PROPERTY, PLANT AND EQUIPMENT	33-34
NOTE 9 INTANGIBLE ASSETS	35-36
NOTE 10 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES	37-38
NOTE 11 COMMITMENTS	38-39
NOTE 12 PROVISIONS FOR EMPLOYMENT BENEFITS	40-41
NOTE 13 EQUITY	41-44
NOTE 14 SALES AND COST OF SALES.....	45-46
NOTE 15 GENERAL ADMINISTRATIVE AND MARKETING EXPENSES.....	46-47
NOTE 16 INCOMES FROM INVESTING ACTIVITIES	47
NOTE 17 EXPENSES FROM INVESTING ACTIVITIES	48
NOTE 18 FINANCIAL EXPENSES.....	48
NOTE 19 INCOME TAXES	48-51
NOTE 20 ASSETS CLASSIFIED AS HELD FOR SALE AND DISCONTINUED OPERATIONS	52-54
NOTE 21 RELATED PARTY DISCLOSURES	55-58
NOTE 22 NATURE AND LEVEL OF RISK ARISING FROM FINANCIAL INSTRUMENTS	59-62
NOTE 23 FINANCIAL INSTRUMENTS (FAIR VALUE DISCLOSURES AND EXPLANATIONS ON HEDGE ACCOUNTING)	63-65
NOTE 24 EVENTS AFTER THE REPORTING PERIOD.....	65

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2018**

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

	Note	(Not Audited) Current Period 30 September 2018	(Audited) Prior Period 31 December 2017
	references		
ASSETS			
Current assets			
Cash and cash equivalents		16,822,368	65,946,767
Financial investments		73,592	68,713
Trade receivables			
-Trade receivables from related parties	21	48,819,329	37,988,588
-Trade receivables from non-related parties	5	107,793,336	184,369,460
Other receivables			
-Other receivables from related parties	21	182,011,575	-
-Other receivables from non-related parties		5,305,632	3,217,598
Inventories		17,221,691	13,848,026
Prepaid expenses		3,719,860	4,083,170
Other current assets		2,451,942	3,028,124
Total Current Asset		384,219,325	312,550,446
Non-current assets			
Financial investments		313,923	1,343,821
Other receivables			
-Other receivables from related parties	21	60,670,525	-
-Other receivables from non-related parties		3,184,271	2,056,772
Financial investments accounted for using the equity method	6	8,503,574	7,124,215
Investment properties	7	179,112,247	172,479,346
Tangible assets	8	263,211,980	253,501,615
Intangible assets			
-Other intangible assets	9	15,801,578	18,277,333
Deferred tax asset	19	1,854,550	1,800,832
Total Non-Current Assets		532,652,648	456,583,934
Total Assets		916,871,973	769,134,380

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

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2018**

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

	Note	(Not Audited) Current Period	(Audited) Prior Period
	references	30 September 2018	31 December 2017
LIABILITIES			
Current liabilities			
Short-term borrowings	4	6,304,027	10,550,732
Short-term portion of long-term borrowings	4	17,464,195	101,139,261
Trade payables			
-Trade payables to related parties	21	23,328,641	22,575,033
-Trade payables to non-related parties	5	49,853,274	50,362,747
Employee benefit payables		6,284,043	6,160,715
Other payables			
-Other payables to non-related parties		6,597,532	10,388,050
Derivative instruments		-	1,098,340
Deferred income		17,369,458	27,912,178
Current income tax liabilities	19	14,314,742	1,773,031
Short-term provisions			
-Short-term provisions for employment benefits	10	13,726,320	13,381,264
-Other short-term provisions	10	6,616,044	5,946,278
Other short-term liabilities		45,548,620	231,219
Total Current Liabilities		207,406,896	251,518,848
Non-current liabilities			
Long-term borrowings	4	15,644,444	150,478,785
Deferred income		3,236,388	1,292,312
Long-term provisions			
-Long-term provisions for employment benefits	12	41,585,048	46,184,398
Deferred tax liability	19	19,532,613	16,553,127
Total Non-Current Liabilities		79,998,493	214,508,622
Total Liabilities		287,405,389	466,027,470

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

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2018**

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

	Note references	(Not Audited) Current Period 30 September 2018	(Audited) Prior Period 31 December 2017
EQUITY			
Total Equity		629,466,584	303,106,910
Equity attributable to equity holders of the parent company		629,309,713	302,066,635
Share capital	13	552,000,000	552,000,000
Inflation adjustment to share capital	13	77,198,813	77,198,813
Share premiums (discounts)		76,944	76,944
Other comprehensive income and expenses that will not be reclassified subsequently to profit or loss			
- Gain (loss) on remeasurement			
- Gain (loss) on revaluation of property	13	187,778,810	187,778,810
- Gain (loss) on remeasurement of defined benefit plans	13	(18,617,479)	(18,617,479)
Other comprehensive income and expenses that may be reclassified subsequently to profit or loss			
- Currency translation differences	13	70,933,167	72,041,619
- Derivatives used for hedging			
- Gain (loss) from cash flow hedges	13	-	(856,705)
Restricted reserves	13	100,928,085	191,532,907
Retained earnings/Accumulated deficit		(671,268,213)	(494,582,896)
Net profit (loss) for the period		330,279,586	(264,505,378)
Non-controlling interests		156,871	1,040,275
Total Liabilities and Equity		916,871,973	769,134,380

These condensed consolidated interim financial statements as at and for the period ended 30 September 2018 were approved by the Board of Directors on 8 November 2018.

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

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE INTERIM PERIOD 1 JANUARY - 30 SEPTEMBER 2018**

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

	Note References	(Not Audited) Current Period 1 January - 30 September 2018	(Not Audited) Current Period 1 July - 30 September 2018	Revised (Not Audited) Prior Period 1 January - 30 September 2017	Revised (Not Audited) Prior Period 1 July - 30 September 2017
Sales	14	319,097,597	95,520,757	349,358,090	108,306,050
Cost of sales (-)	14	(217,868,636)	(75,853,707)	(220,707,545)	(71,075,357)
Gross profit/(loss)		101,228,961	19,667,050	128,650,545	37,230,693
General administrative expenses (-)	15	(55,735,183)	(18,965,182)	(55,912,572)	(17,602,337)
Marketing expenses (-)	15	(59,140,497)	(18,975,826)	(57,396,096)	(17,598,375)
Other operating income		47,967,939	13,128,870	21,486,616	6,605,247
Other operating expenses (-)		(18,884,639)	9,104,641	(25,017,659)	(8,458,365)
Operating profit/(loss)		15,436,581	3,959,553	11,810,834	176,863
Share of (loss)/gain of investments accounted by the equity method	6	(1,939,211)	(1,059,818)	(1,575,869)	(731,859)
Income from investing activities	16	388,334,827	83,724,416	7,501,956	1,946,434
Expenses from investing activities (-)	17	(1,766,162)	(100,586)	(5,667,288)	279,048
Operating profit/(loss) before finance income/(expense)		400,066,035	86,523,565	12,069,633	1,670,486
Finance expenses (-)	18	(24,621,031)	(9,115,753)	(32,152,161)	(11,502,001)
Profit/(loss) before tax from continuing operations		375,445,004	77,407,812	(20,082,528)	(9,831,515)
Tax income/(expense) of continuing operations	19	(36,361,852)	(17,687,458)	954,549	1,290,217
Current tax income (expense)	19	(35,163,275)	(14,579,936)	(269,808)	161,953
Deferred tax income (expense)	19	(1,198,577)	(3,107,522)	1,224,357	1,128,264
Profit/(loss) for the period from continuing operations		339,083,152	59,720,354	(19,127,979)	(8,541,298)
Profit/(loss) for the period from discontinued operations	20a, 20b	(9,020,661)	(5,170,157)	(101,011,859)	(42,049,573)
Net profit/(loss) for the period		330,062,491	54,550,197	(120,139,838)	(50,590,871)
Allocation of net profit/(loss) for the period					
Attributable to non-controlling interests		(217,095)	(149,996)	(3,207,247)	(1,217,295)
Attributable to equity holders of the parent company		330,279,586	54,700,193	(116,932,591)	(49,373,576)
Loss per share					
Attributable to shareholders of the parent company		0.5983	0.0991	(0.2118)	(0.0894)

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

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE
INCOME FOR THE INTERIM PERIOD 1 JANUARY - 30 SEPTEMBER 2018**

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

	Note References	(Not Audited) Current Period 1 January - 30 September 2018	(Not Audited) Current Period 1 July - 30 September 2018	Revised (Not Audited) Prior Period 1 January - 30 September 2017	Revised (Not Audited) Prior Period 1 July - 30 September 2017
Other comprehensive income statement					
Net profit/(loss) for the period		330,062,491	54,550,197	(120,139,838)	(50,590,871)
Other comprehensive income					
Other comprehensive income (expense) that will not be subsequently reclassified to profit					
- Gain/(loss) on revaluation of property		-	-	-	-
- Gain/(loss) on revaluation for defined benefits		-	-	-	-
Taxes related to other comprehensive income/ (expense) that will not be subsequently reclassified to profit and loss					
- Gain/(loss) on revaluation of property, tax effect		-	-	-	-
- Gain/(loss) on revaluation for defined benefits, tax effect		-	-	-	-
Other comprehensive income/(expense) that will be subsequently reclassified to profit and loss					
- Currency translation differences		(1,745,385)	(3,222,541)	12,287,935	3,112,619
- Other comprehensive income/ (expense) from cash flow hedges		1,098,340	(2,002,691)	(305,473)	666,620
Taxes related to other comprehensive income/(expense) that will be subsequently reclassified to profit and loss					
- Other comprehensive income/(expense) from cash flow hedges, tax effect	19	(241,635)	440,592	61,095	(133,324)
Other comprehensive income/(expense)		(888,680)	(4,784,640)	12,043,557	3,645,915
Total comprehensive income/(expense)		329,173,811	49,765,557	(108,096,281)	(46,944,956)
Allocation of total comprehensive income/(expense)					
Attributable to non-controlling interests		(854,028)	(635,955)	(2,721,140)	(1,100,022)
Attributable to shareholders of the parent company		330,027,839	50,401,512	(105,375,141)	(45,844,934)

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

CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE INTERIM PERIOD 1 JANUARY - 30 SEPTEMBER 2018

(Amounts expressed in Turkish Lira (“TRY”) unless otherwise indicated).

						Other comprehensive income (expense) that will be subsequently reclassified to profit or loss	Other comprehensive income (expense) that will not be subsequently reclassified to profit or loss			Accumulated profits		Equity attributable to		
	Note	Share capital	Inflation adjustment to share capital	Share premiums (discounts)	Hedge instrument gain (loss)	Currency translation differences ⁽¹⁾	Gain (losses) on property revaluation	Gain (losses) on remeasurement of defined benefit plan	Restricted reserves	Retained earnings / (losses) ⁽²⁾	Net profit / (loss) for the period	shareholders of the parent company	Non- controlling interests	Total equity
Balances at 1 January 2017	13	552,000,000	77,198,813	76,944	-	57,552,514	71,169,629	(17,590,552)	187,166,210	(443,630,506)	(72,463,833)	411,479,219	5,115,712	416,594,931
Transfers		-	-	-	-	-	-	-	4,366,697	(76,830,530)	72,463,833	-	-	-
Total comprehensive income / (expense)		-	-	-	(244,378)	11,801,828	-	-	-	(116,932,591)	(105,375,141)	(2,721,140)	(108,096,281)	(108,096,281)
- Other comprehensive income (expense)		-	-	-	(244,378)	11,801,828	-	-	-	-	11,557,450	486,107	12,043,557	12,043,557
-Net profit (loss) for the period		-	-	-	-	-	-	-	-	(116,932,591)	(116,932,591)	(3,207,247)	(120,139,838)	(120,139,838)
Balances at 30 September 2017	13	552,000,000	77,198,813	76,944	(244,378)	69,354,342	71,169,629	(17,590,552)	191,532,907	(520,461,036)	(116,932,591)	306,104,078	2,394,572	308,498,650
Balances at 1 January 2018	13	552,000,000	77,198,813	76,944	(856,705)	72,041,619	187,778,810	(18,617,479)	191,532,907	(494,582,896)	(264,505,378)	302,066,635	1,040,275	303,106,910
Adjustments related to required														
changes in accounting policies (Note 2)		-	-	-	-	-	-	-	-	(2,784,761)	-	(2,784,761)	(122,369)	(2,907,130)
IFRS 9 policy change effect, net		-	-	-	-	-	-	-	-	(2,784,761)	-	(2,784,761)	(122,369)	(2,907,130)
Balances after adjustments		552,000,000	77,198,813	76,944	(856,705)	72,041,619	187,778,810	(18,617,479)	191,532,907	(497,367,657)	(264,505,378)	299,281,874	917,906	300,199,780
Transfers		-	-	-	-	-	-	-	(90,604,822)	(173,900,556)	264,505,378	-	-	-
Purchase or sale of subsidiary		-	-	-	-	-	-	-	-	-	-	(104,659)	(104,659)	(104,659)
Proceeds from changes in ownership interests in subsidiaries that do not result in loss of control		-	-	-	-	-	-	-	-	-	-	-	197,652	197,652
Total comprehensive income / (expense)		-	-	-	856,705	(1,108,452)	-	-	-	-	330,279,586	330,027,839	(854,028)	329,173,811
-Other comprehensive income (expense)		-	-	-	856,705	(1,108,452)	-	-	-	-	(251,747)	(636,933)	(888,680)	(888,680)
-Net profit (loss) for the period		-	-	-	-	-	-	-	-	-	330,279,586	330,279,586	(217,095)	330,062,491
Balances at 30 September 2018	13	552,000,000	77,198,813	76,944	-	70,933,167	187,778,810	(18,617,479)	100,928,085	(671,268,213)	330,279,586	629,309,713	156,871	629,466,584

- (1) In accordance with the board decision dated 22 November 2017 of Pronto Media Holding, which is located in Russia as the indirect subsidiary of Trader Media East Ltd. of which of the Group owns 97.29% shares, the Group decided to discontinue the digital operations within its body and impairment losses of such operations have been recognized under “discontinued operations” in the in statement of profit/(loss). Additionally, currency translation differences recognized under equity attributable to TME activities will be transferred from equity to the statement of profit or loss when the necessary conditions are met.
- (2) In 2018, net outflow of restricted reserves amounting to TRY 90,604,822 has been realised. This outflow consists of real estate sale profits transferred to the extraordinary reserve from restricted reserves separated from the profit due to the expiration of the period of TRY 126,234,986. In addition to this transfer, the Group has allocated general legal reserves amounting to TRY 1,963,885 from the profit of the year 2017 and transferred the fund exempted from gain on sale of real estates amounting to TRY 33,666,169 to the restricted reserve during the period.

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

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE INTERIM PERIOD 1 JANUARY - 30 SEPTEMBER 2018**

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

		(Not Audited) Current Period 1 January - 30 September 2018	Revised (Not Audited) Prior Period 1 January - 30 September 2017
	Note References		
CASH FLOWS FROM OPERATING ACTIVITIES		116,473,979	11,309,541
Net profit (loss) for the period		330,062,491	(120,139,838)
Profit / (loss) from continuing operations		339,083,152	(19,127,979)
Profit / (loss) from discontinued operations		(9,020,661)	(101,011,859)
Adjustments to reconcile profit / (loss) for the period		(246,750,754)	158,463,351
Adjustments related to depreciation and amortization expenses	8, 9	15,790,974	25,010,598
Adjustments related to impairment / (reversal)			
Adjustments related to impairment / (reversal) of receivables	5	10,580,043	13,840,604
Adjustments related to provision for impairment of inventories		409,095	551,331
Adjustments related to impairment / (reversal) of other intangible assets	9	-	103,667,924
Adjustments related to impairment / (reversal) of investment property	7	987,426	1,041,239
Adjustments related to provisions			
Adjustments related to (reversal) of provision for employment benefits	10, 12	6,287,796	7,564,050
Adjustments related to litigation and legal provisions (reversal)	10	1,901,432	2,824,404
Adjustment related to general provisions / (reversals)	5	84,781	491,572
Adjustment related to other provisions / (reversals)		4,886,913	3,817,942
Adjustments related to interest (income) / expense			
Adjustments related to interest income		(1,349,480)	(1,498,232)
Adjustments related to interest expense	18	15,731,574	30,842,387
Unearned finance income due to term purchases		(17,001,357)	(8,430,230)
Unearned finance expense due to term sales		412,423	1,417,486
Adjustments related to undistributed profits of investments accounted at equity method			
Adjustments related to undistributed profits of associates	6	1,939,211	1,575,869
Adjustments related to tax (income) / expense	19	36,230,606	(22,994,784)
Adjustments regarding to (gain) / loss on sale of fixed assets			
Adjustments related to (gain) / loss on sale of tangible assets	16, 17	(1,219,317)	(1,258,809)
Adjustments related to (gain) / loss on sale of assets held for sale	20	(300,838,136)	-
Adjustments related to profit / (Loss) confirmation	20	(21,584,738)	-
Changes in working capital		60,006,267	(19,370,205)
Adjustments related to (increase) / decrease in trade receivables			
(Increase) / decrease in trade receivables from related parties		(12,936,033)	(2,572,536)
(Increase) / decrease in trade receivables from third parties		23,554,696	(11,684,870)
Adjustments related to (increase) / decrease in inventories		(3,712,235)	1,933,712
(Increase) / decrease in prepaid expenses		(1,028,024)	(504,858)
Adjustments related to increase / (decrease) in trade payables			
Increase / (decrease) in trade payables to related parties		2,514,027	(10,698,626)
Increase / (decrease) in trade payables to third parties		10,219,599	(5,835,356)
Increase / (decrease) in payables related to employee benefits		2,073,381	(281,780)
Increase / (decrease) in deferred income		1,979,383	10,671,905
Adjustments related to other increase / (decrease) in working capital			
(Increase) / decrease in other assets related to operating activities		(3,963,342)	477,538
Increase / (decrease) in other liabilities related to operating activities		41,304,815	(875,334)

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

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE INTERIM PERIOD 1 JANUARY - 30 SEPTEMBER 2018**

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

		(Not Audited) Current Period 1 January - 30 September 2018	Revised (Not Audited) Prior Period 1 January - 30 September 2017
	Note References		
Cash generated from operations		143,318,004	18,953,308
Employment benefits paid	10, 12	(9,867,401)	(8,910,081)
Payments related to other provisions	10	(200,320)	(2,274,584)
Taxes returns / (payments)	19	(22,621,564)	(1,276,662)
Other cash inflows / (outflows)	5	5,845,260	4,817,560
CASH FLOWS FROM INVESTING ACTIVITIES		95,360,515	26,389,248
Cash inflows from the sale of asset held for sale	20, 21	94,246,040	-
Cash inflows from sale of tangible and intangible assets	7, 8, 9	12,087,430	41,431,362
Cash outflows from purchase of tangible and intangible assets			
Cash outflows from purchases of tangible assets	8	(7,145,886)	(7,516,782)
Cash outflows from purchases of intangible assets	9	(5,177,749)	(9,309,074)
Dividends received		1,200	285,510
Interests received		1,349,480	1,498,232
CASH FLOWS FROM FINANCING ACTIVITIES		(243,643,752)	(13,311,068)
Cash flows from changes in ownership of an affiliate not resulting loss of control			
Cash inflows from changes in ownership of an affiliate not resulting loss of control		197,652	-
Cash inflows from borrowing			
Bank borrowings utilized	4	95,105,420	288,734,773
Cash outflow related to payments of debt			
Bank borrowings paid	4	(323,100,681)	(273,642,119)
Interests paid		(15,841,264)	(28,438,149)
Other cash inflows / (outflows)		(4,879)	34,427
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECT OF EXCHANGE RATE CHANGES		(31,809,258)	24,387,721
Effects of currency translation rate changes on cash and cash equivalents		(17,315,141)	(1,583,407)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		(49,124,399)	22,804,314
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		65,946,767	24,295,720
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		16,822,368	47,100,034

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

CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018

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

NOTE 1 - ORGANISATION AND NATURE OF OPERATIONS

Hürriyet Gazetecilik ve Matbaacılık A.Ş. ("Hürriyet" or the "Company") was established in 1960 and is registered in Turkey. The Company undertakes journalism, printing, advertising, internet publishing activities and operates seven printing plants with locations in İstanbul, Ankara, İzmir, Adana, Antalya, Trabzon and Germany.

As stated in Note 13, Doğan Şirketler Grubu Holding A.Ş., which has 552,000,000 shares registered in its shares, representing 77.67% of the issued capital of Hürriyet, has transferred to Demirören Medya Yatırımları Ticaret A.Ş. ("Demirören Medya") on 16 May 2018. The share transfer was completed with the extraordinary general meeting held on 6 June 2018. As a result of this transaction, Demirören Media has become the main shareholder of the Company.

The ultimate shareholder of the company is the Demirören family.

The number of employees of the Group as of 30 September 2018 is 1,164 (31 December 2017: 1,521).

The address of the registered office is as follows:

100. Yıl Mahallesi, 2264 Sokak No: 1
34204 Bağcılar/İstanbul
Turkey

The Company is registered of the Capital Markets Board ("CMB") and its shares have been quoted on the Borsa İstanbul A.Ş. ("BİAŞ" or "Borsa" or "BİST") since 25 February 1992. In accordance with the resolution numbered 21/655 on 23 July 2010 and amendment held on 30 October 2014 of CMB; according to the records of Central Securities of Depositary of Turkey (CSD); shares representing 22.32% as of 30 September 2018 (31 December 2017: 22.34%) of Hürriyet are accepted as "in circulation". As of the date of the report, this ratio is 22.32% (Note 13).

Subsidiaries

The name of the Company's subsidiaries ("Subsidiaries"), the nature of the business and geographic segments are as follows:

Subsidiaries	Registered country	Geographic segment	Nature of business
Yenibirlik İnsan Kaynakları Hizmetleri			
Danışmanlık ve Yayıncılık A.Ş. ("Yenibirlik")	Turkey	Turkey	Internet Publishing
Hürriyet Zweigniederlassung GmbH. ("Hürriyet Zweigniederlassung")	Germany	Europe	Printing newspaper
Hürriyet Invest B.V. ("Hürriyet Invest")	Netherlands	Europe	Investment
Trader Media East Ltd. ("TME")	Jersey	Europe	Investment
Sporarena Dijital Hizmetler Pazarlama Ve Ticaret A.Ş. ("Sporarena")	Turkey	Turkey	Internet Publishing
TCM Adria d.o.o.	Croatia	Europe	Investment
Mirabridge International B.V.	Netherlands	Europe	Investment
ZAO Pronto Akzhol	Kazakhstan	Russia and EE	Newspaper and internet publishing
TOO Pronto Akmol	Kazakhstan	Russia and EE	Newspaper and internet publishing
OOO Pronto Samara	Russia	Russia and EE	Newspaper and internet publishing
ID Impress Media LLC	Russia	Russia and EE	Publishing
OOO Rukom	Russia	Russia and EE	Internet Publishing
OOO Pronto Media Holding Ltd	Russia	Russia and EE	Newspaper and internet publishing
OOO Rektcentr	Russia	Russia and EE	Newspaper and internet publishing
Publishing House Pennsylvania Inc.	The United States of America	Russia and EE	Investment
OOO SP Belpronto	Belarus	Russia and EE	Newspaper and internet publishing
Publishing International Holding BV	Netherlands	Europe	Investment

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 1 - ORGANISATION AND NATURE OF OPERATIONS (Continued)

Subsidiaries (Continued)

Joint Ventures	Registered country	Geographic segment	Nature of business
TOV E-Prostir	Ukraine	Europe	Internet publishing
SP Pronto Kiev	Ukraine	Europe	Newspaper and internet publishing

The Company, on the basis of the decision of the Board of Directors dated 29 June 2018, has resigned from the process of selling and transferring the shares of Hurriyet Invest B.V.'s, the direct affiliate of the company registered in Holland representing 100% of its fully paid-up capital amounting to 376,206,949.00 Euro to Fatih Berber over a total of 1 (one) Euro price, due to a controversy on the terms of the contract with the Board of Directors decision on 8 August 2018. For this reason, Hurriyet Invest B.V. and its affiliates are consolidated in financial statements prepared as of 30 September 2018.

Associates

Associates of the Company, registered countries, nature of businesses, geographic segments are as follows:

Associates	Registered country	Geographic segment	Nature of business
Dogan Media International GmbH ("Dogan Media")	Germany	Europe	Newspaper publishing

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.1 Basis of presentation

2.1.1 Preparation and presentation of financial statements

Statement of Compliance with TAS

Financial statements were prepared in accordance with TAS 34 "Interim Financial Reporting" in the light of CMB Communiqué Serial XII, 14.1 and announcements explaining this Communiqué. In the interim condensed consolidated financial statements, the financial statements have been presented in accordance with the "Announcement on TAS Taxonomy" issued by the POA on 2 June 2016 and the formats specified in the Financial Statement Examples and Use Guidelines issued by the CMB.

The entities are free to prepare the full-set or condensed interim financial statements in accordance with TAS 34 standards. In this framework, the Company has preferred to prepare the financial statements in the summary console in the interim periods. These interim period condensed financial statements should be evaluated together with the consolidated financial statements for the year ended 31 December 2017.

The Group records its statutory accounting records in the Tax Legislation and T.C. (Accounting System Implementation General Communiqué) published by Ministry of Finance in accordance with the Turkish Lira.

Consolidated financial tables are prepared on the historical cost basis except for lands, buildings, investment properties and derivative instruments.

CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018

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

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of presentation (Continued)

2.1.2 Principle of consolidation and equity accounting method

a) Subsidiaries

Changes in share capital of the Group's existing subsidiaries:

The Subsidiaries and their effective ownership interests at 30 September 2018 and 31 December 2017 are as follows:

Subsidiaries	Proportion of voting power held by Hürriyet and its Subsidiaries (%)		Effective ownership interest (%)	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017
Yenibiriş	100.00	100.00	100.00	100.00
Glokal ⁽¹⁾	-	92.00	-	92.00
Hürriyet Zweigniederlassung	100.00	100.00	100.00	100.00
Hürriyet Invest	100.00	100.00	100.00	100.00
TME	97.29	97.29	97.29	97.29
SporArena ⁽²⁾	100.00	100.00	100.00	100.00
ID Impress Media LLC	91.00	91.00	88.53	88.53
TCM Adria d.o.o. ⁽³⁾	100.00	100.00	97.29	97.29
Mirabridge International B.V.	100.00	100.00	97.29	97.29
ZAO Pronto Akzhol ⁽⁴⁾	80.00	80.00	77.83	77.83
TOO Pronto Akmola ⁽⁵⁾	100.00	100.00	97.29	97.29
OOO Pronto Samara	100.00	100.00	97.29	97.29
OOO Rukom ⁽⁶⁾	100.00	100.00	97.29	97.29
OOO Pronto Media Holding Ltd ⁽⁷⁾	100.00	100.00	97.29	97.29
OOO SP Belpronto	60.00	60.00	58.37	58.37
OOO Rektcentr	100.00	100.00	97.29	97.29
Publishing House Pennsylvania Inc	100.00	100.00	97.29	97.29
Publishing International Holding BV	100.00	100.00	97.29	97.29

⁽¹⁾ The subsidiary was sold to Glokal Invest BV on 14 May 2018.

⁽²⁾ The subsidiary was registered on 6 October 2017.

⁽³⁾ The subsidiary entered into the liquidation process as of 12 June 2017.

⁽⁴⁾ The subsidiary was liquidated as of 3 July 2018.

⁽⁵⁾ The subsidiary was liquidated as of 3 July 2018.

⁽⁶⁾ The subsidiary ceased its operations in 2012.

⁽⁷⁾ The subsidiary decided to discontinue its digital platform operations with the Board of Director decision dated on 22 November 2017.

2.1.3 Comparative information and restatement of prior period financial statements

The Group's condensed consolidated financial statements are prepared comparatively with the previous period to allow for the determination of the financial position and performance trends. The Group has prepared the condensed consolidated financial statement at 30 September 2018 comparative with the financial statement as of 31 December 2017; the condensed profit or loss and other comprehensive income the statement of changes in cash flows and the statement of changes in equity for the period between 1 January - 30 September 2018 in comparison with related financial statements for the interim period between 1 January - 30 September 2017.

CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018

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

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of presentation (Continued)

2.1.3 Comparative information and restatement of prior period financial statements (Continued)

In the current period, in case of a necessity, prior period financial statements are reclassified in order to comply with the presentation of its current period consolidated financial statements and significant changes are explained. In accordance with the board decision dated 22 November 2017 of Pronto Media Holding which is located in Russia as the indirect subsidiary of Trader Media East Ltd., of which the Group owns 97.29% shares, the Group decided to discontinue the operations of digital platforms within its body, and classified such operations as "discontinued operations". The Group within that context has presented the related activities as the discontinued operation in order to conform to the profit or loss statement and its related notes and the current financial statement in the cash flow for the period of 1 January - 30 September 2017.

Doğan Holding has decided to start necessary actions at the meeting as of 6 April 2018 and numbered 2018/14 in order to transfer Hürriyet's share which consists of 10,274,043 unit, covering %92 of paid-in capital, at Glokal, to the Doğan Holding or its direct or indirect subsidiaries and has given the management necessary authority. In the result of the action explained above, the assets belonging to Glokal have been classified in the assets as held for sale whereas its liabilities have been categorized into the liabilities directly associated with assets classified as held for sale. The share transfer of Glokal was completed on 14 May 2018 and the activities in the period up to the completion of the sales transaction were classified as discontinued operations. In this context, the Group has presented related activities as discontinued operations to be in conformity with presentation of statement of profit or loss and related notes of the current period financial statements at interim period 1 January - 30 September 2017.

In order to allow the determination of financial position and performance, the Group has made some reclassifications in order to conform current period financial statements to prior periods. The nature of the classifications and amounts are as follows:

- The "Sales Return Provision" amounting to TRY 769,673 reclassified under "Trade Payables" in the consolidated statement of financial position for the period 1 January- 31 December 2017, has been reclassified as "Deferred Income" in the related period in order to comply with the financial statements as of 30 September 2018.
- The "Other Miscellaneous Payables and Liabilities" amounting to TRY 949,574 reclassified under "Other Short-term Liabilities" in the consolidated statement of financial position for the period 1 January - 31 December 2017, has been reclassified as "Deferred Income" in the related period in order to comply with the financial statements as of 30 September 2018.
- The "Dealer Contribution Expense" amounting to TRY 3,579,957 reclassified under "Marketing Expense" in the consolidated statement of income for the period 1 January - 30 September 2017, has been reclassified as "Revenue" in the related period in order to comply with the financial statements as of 30 September 2018.

First transition to TFRS 15, "Revenues from the contracts with the customers" standard

The Group has accounted TFRS 15 "Revenue arising from the contracts with the customer" in the place of TAS 18 at 1 January 2018, first application date. The Group has not recorded any impact of the first transition to TFRS 15 on the retained earnings. Therefore, the consolidated financial statements of the previous years have not been restated and the financial statements have been presented in accordance with TAS 18.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of presentation (Continued)

2.1.3 Comparative information and restatement of prior period financial statements (Continued)

First transition to TFRS 9, "Financial instruments" standard

The Group has started to apply TFRS 9 "Financial Instruments" standard in the place of TAS 39 at 1 January 2018, first application date. This standard includes the requirements related to classification and measurement of financial assets and liabilities and expected credit risk model instead of impairment loss model, being used now. The effect of transition of standard has been accounted in accordance with simplified method. The Group recorded the cumulative effect related to first transition to TFRS 9 in the retained earning at first application date. Therefore, no requirement about the reorganization of previous year's financial statement is considered necessary and such financial statements have been presented according to TAS 39.

The adjustments related to the classification of financial assets and liabilities under TFRS 9 are summarized below. The classification differences have no impact on the measurement of financial assets, except for financial investment account group.

Financial Assets	Previous classification based on TAS 39	New classification based on TFRS 9
Cash and cash equivalent	Loans and receivables	Amortised cost
Trade receivable	Loans and receivables	Amortised cost
Derivative financial assets	Fair value adjustment reclassified to profit and loss or other comprehensive income	Fair value adjustment reclassified to profit and loss or other comprehensive income
Financial investment	Available-for-sale financial assets	Fair value adjustment reclassified to profit and loss or other comprehensive income
Financial Liabilities	Previous classification based on TAS 39	New classification based on TFRS 9
Derivative financial liabilities	Fair value adjustment reclassified to profit and loss or other comprehensive income	Fair value adjustment reclassified to profit and loss or other comprehensive income
Loans	Amortised cost	Amortised cost
Trade Payable	Amortised cost	Amortised cost

Explanations related to the effects of transition to the TFRS 15 and TFRS 9

The effects of the changes in application of TFRS 9 to the consolidated financial statements for the period ended 30 September 2018 are below:

30 September 2018	Reported	Adjustments	Balances before the standards applied
Consolidated statement of financial position			
Trade receivables	156,612,665	(1,869,840)	158,482,505
Deferred tax asset	1,854,550	411,365	1,443,185
Consolidated profit or loss statement and other comprehensive income statement			
Other operating expenses	(18,884,639)	(1,869,840)	(17,014,799)
Deferred tax income	(1,198,577)	411,365	(1,609,942)
Consolidated cash flow statement			
Profit for the period from continuing operations	339,083,152	(1,458,475)	340,541,627

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of presentation (Continued)

**2.1.3 Comparative information and restatement of prior period financial statements
(Continued)**

The effects of the changes in applying TFRS 9 and TFRS 15 to the consolidated financial statements as at 1 January 2018 are below:

Retained earnings as of 1 January	2018
Previously reported	(494,582,896)
The effect of the adjustment related to the application of TFRS 9	(2,784,761)
The effect of the adjustment related to the application of TFRS 15	-
Revised balance	(497,367,657)

**2.1.4 Significant accounting policies and changes in accounting estimates and errors and
restatement of previously reported financial statements**

Changes in accounting policies arising from the first time adoption of a new TAS are applied retrospectively or prospectively in accordance with the respective TAS transition requirements, if any. Such changes are applied retrospectively and prior period financial statements are restated accordingly. If the changes in the accounting estimates are relevant to only one period, such changes have been applied for the current period. However, if the changes are relevant to future period, such changes have been applied for the current and future period.

2.1.5 New and revised Turkish Financial Reporting Standards ("TFRS")

In the current period there is no such standard or interpretation affecting the Group's financial performance, statement of financial position, presentation or note disclosures. However, the details of standards and interpretations effective in the current period but have no impact on the consolidated financial statements and standards and interpretations not yet effective and have not been early adopted by the Group are set out below.

a) The new standards, amendments and interpretations which are effective for the financial statements as of 30 September 2018:

- TFRS 9, "Financial instruments"
- Amendment to TFRS 15, "Revenue from contracts with customers",
- Amendments to TFRS 4, "Insurance contracts",
- Amendments to TAS 40, "Investment property",
- Amendments to TFRS 2, "Share based payments",
- Annual improvements 2014-2016:TFRS 1, TFRS 7, TAS 19, TFRS 10, TAS 28
- TFRS Interpretation 22, "Foreign currency transactions and advance consideration"

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of presentation (Continued)

2.1.5 New and revised Turkish Financial Reporting Standards ("TFRS") (Continued)

b) Standards, amendments and interpretations that are issued but not effective as at 30 September 2018:

- Amendments to TFRS 9, "Financial Instruments",
- Amendments to TAS 28, "Investments in associates and joint venture",
- TFRS 16, "Leases",
- TFRS Interpretation 23, "Uncertainty over income tax treatments"
- TFRS 17, "Insurance contracts",
- Annual improvements 2015-2017: TFRS 3, TFRS 11, TAS 12, TAS 23,
- Amendments to TAS 19, "Employee benefits" on plan amendment, curtailment or settlement"

The mentioned standards above are expected to be effective in 2019 and the following years. The Group has not yet determined the possible impacts of applying such standards, other than the abovementioned effects on its financial statements, and does not expect these differences to have a significant impacts on its financial statements.

2.2 Summary of significant accounting policies

The financial statements for the interim period ended on 30 September 2018 are prepared in accordance with TAS 34, "Interim Financial Reporting" for the preparation of TFRS interim period financial statements. In addition, the financial statements as of 30 September 2018 have been prepared by applying the accounting policies consistent with the accounting policies applied during the preparation of the financial statements at 31 December 2017, except for the accounting policy changes required by TFRS 9 and TFRS 15 standards. Therefore, the financial statements in this attached interim summary should be evaluated together with the financial statements at the end of the year ended 31 December 2017.

The changes in significant accounting policies used in the preparation of the Consolidated Financial Statements are summarized below:

2.2.1 Revenue recognition

When the Group fulfills its obligation to perform the assignment by transferring a promised good or service to the customer, the Group records revenue in the financial statements. When the control of an asset is taken (or passed) by the customer, the asset is transferred.

The Group puts revenue into financial statements in accordance with the following five basic principles:

- Determination of customer contracts
- Determination of performance obligations in contracts
- Determination of transaction prices in contracts
- Distribution of the transaction price to performance obligations in the contract
- Recognizing revenue when each performance obligation is fulfilled

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.2 Summary of significant accounting policies (Continued)

2.2.1 Revenue recognition (Continued)

The Group recognizes a contract with the customer as a revenue if all of the following conditions are met:

- The parties to the agreement have endorsed the contract (in accordance with written, oral or other commercial conventions) and committed to their own performance,
- The Group can identify the rights of each party to the goods or services to be transferred,
- The Group is able to define the payment conditions for the goods or services to be transferred,
- The Convention is inherently commercial,
- It is probable that the Group will collect compensation for the goods or services to be transferred to the customers.

The Group considers only the ability of the customer to pay on time and the intention to do so when assessing whether the collectibility of a consideration is probable.

At the beginning of the contract, the Group evaluates the goods or services it promises in the contract with the customer and defines each commitment for transfer to the customer as the obligation to act as follows:

- a) different goods or services (goods or services package) or
- b) a series of different goods or services that show great similarity and follow the same method at the time of transfer to the customer

A series of different goods or services is subject to the same cycle if the following conditions are met together:

- a) Each different goods or service in the series which the Group is committed to assign to the customer constitutes a performance obligation to be completed over time, meeting the necessary conditions.
- b) In accordance with the related paragraphs of the Standard, the same method shall be used to measure the progress of the Group in respect of the fulfillment of the obligation of performance of each different goods or services constituting a unit.

When another party intervenes in the provisions of the goods or services to the customer the Group determines that it has a performance obligation to provide the goods or services itself (noble) in accordance with the nature of the commitment or to mediate such goods or services provided by another party (proxy). The group is noble if it controls the designated goods or services before transferring the goods or services to the customer. In the case of fulfillment of the obligation (or bringing it), the gross amount of the price that it waits for the transferred goods or services is taken on the financial statements. The Group is a proxy if it acts as intermediary for the provision of goods or services for which the performance obligation has been set aside, and does not reflect the financial statement for the obligation to fulfill the obligation.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.2 Summary of significant accounting policies (Continued)

2.2.1 Revenue recognition (Continued)

The fulfillment obligations of the Group are explained below:

Obligation of Conduct	Context
Advertising Revenue	The Group's advertising revenues consist mainly of revenues from advertising in print media and digital media. As advertising is published, the simultaneous use and consumption of the clients shows that the Group has transferred the control of the service overtime. Therefore, revenue is recognised in accordance with output method when the performance obligation is satisfied (as advertising is published). Unpublished portions of advertisements are recognized in the statement of financial position as a contractual obligation.
Subcontracted Printing Revenue	Subcontracted printing revenues consist of the printing services given to the companies within and outside the Group, using the printing facilities owned by the Group. Revenues generated under this service are accounted for "at a specific moment in time" when the newspaper is delivered for distribution.
Newspaper Sales (Circulation) Revenues	Circulation revenues consist of distribution company and revenue from mass sales and newspaper sales. The revenues generated under this service are accounted for "at a specific moment in time" on the date the newspapers are shipped.

The Group is an agent for some of the products and services it provides in its "Yakala.co" contracts that companies have agreed to in accordance with their digital marketing strategies. When the Group fulfills the obligation of performance for these contracts which it considers to be an agent, it puts the amount or commission it expects to deserve into the financial statement. The net amount is the remaining amount after the Group has paid the price or commission, the portals are provided with goods or services. However, in the case of cinema tickets sold in the "Yakala.co" site operating in the field of E-commerce, the Group has an inventory risk regarding the tickets and is principle because it has the discretion in determining the price for this service. Revenue from ticket sales is not a commission income, but is recognized as gross on the financial statements.

The Group considers contractual provisions and commercial practices to determine the transaction price. The transaction price is the amount that the Group expects to qualify for the goods or services it has pledged, other than the amounts collected on behalf of third parties (eg some sales tax), for the customer transfer. Committed to a contract with a client, the price may include fixed amounts, variable amounts, or both. Group contracts can have variable amounts due to turnover based reductions, repayments, points. If the commitment price is a variable amount, the Group determines the cost of the goods or services promised to the customer through the estimated cost to be eligible for the acquisition. It is highly probable that there will not be a significant cancellation of the cumulative gross receipts in the financial statements when the uncertainty related to the variable cost is eliminated in the future because the Group can include part or all of the variable cost amount estimated by the Group. The Group considers both the likelihood and the magnitude of the cancellation of revenue, inasmuch as it is highly probable that there will not be a significant reversal of the cumulative gross receipts in the financial statements when the uncertainty regarding the variable cost subsequently disappears.

CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018

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

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.2 Summary of significant accounting policies (Continued)

2.2.1 Revenue recognition (Continued)

Revenue-based premiums that the Group has associated with retroactive service acquisitions to media agencies are variable costs. Revenue-based discounts determined by the Group through estimation are accounted as "contractual obligation" in the statement of financial position.

The Group offers advertising services for advertising and other products and services. The exchange of the goods or services with similar characteristics and value is not defined as income generating transactions while the exchange of the goods or services with different characteristics and value is defined as those that generate income. In order to determine the transaction price related to the contracts where the customers committed to make non-cash payment, the Group measures the non-cash price at fair value. In cases where the fair value of the goods or services obtained cannot be measured reliably, revenue is recognized as the fair value of the goods or services received, including cash and cash equivalents transferred.

The Group records revenue from barter ad sales as based on accrual. The Group's non-published advertising revenue is recognized as "contractual obligation" in the statement of financial position.

If a contract has offered the option of obtaining additional goods or services to the business customer, this option will result in a liability if the customer provides a material right not to be obtained unless the contract is signed by the contracting party. If the option gives the customer a material right, the entitled customer pays in advance for the goods or services that it will receive in the future, and the entity receives the financial statements when the goods or services to be delivered in the future are transferred or the option is terminated. If the stand-alone selling price of the customer's option to purchase additional goods or services cannot be directly observed, the entity determines this through estimation. This estimate reflects the discount that the customer would receive if he/she used the option in question, corrected for both of the following:

- (a) a discount that the customer may receive if he/she does not use the option, and
- (b) the likelihood of your choice being used.

After the customer receives a prepayment, the entity shall acquire a contractual obligation of prepayment amount in the financial statement in exchange for the obligation to transfer the goods or services in the future or prepare for the prepayment. When the entity realizes the transfer of the goods or services and therefore fulfills the obligation, the contract derives the obligation from the financial statements (and is included as revenue in the financial statements).

The awards given to the dealers and final sellers of the Group are recognized as a contractual obligation in the financial statements as the awards related to the dealership loyalty project are awarded by the customer as a party and can not be obtained unless they are signed by the contractor. These prizes won under the Dealer Loyalty Project will be deducted from the contractual obligation and used as financial statements in the form of proceeds.

In cases where the Group has collected a customer's consideration and expects to repay part or all of the consideration to the customer in question, the Group takes the restitution obligation in the financial statements. The return obligation is measured at the cost (ie, the amounts not included in the transaction price) or at the price (or receivable) that the entity does not expect to receive. The return obligation (the change in the transaction price and therefore the contract obligation) is updated at the end of each reporting period, taking into account the changes in the terms.

CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018

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

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.2 Summary of significant accounting policies (Continued)

2.2.1 Revenue recognition (Continued)

The Group puts all of the following items into the financial statements in order to account for transfer of the goods and services which may be returned (together with some services provided by registration)

- (a) gross receipts for products transferred at the amount that the entity is not entitled to receive (hence the revenue for the products that are expected to be returned is not included in the financial statements)
- (b) a restitution obligation and
- (c) an asset for which the entity is entitled to recover its products upon the fulfillment of the entity's obligation to return it (and an adjustment to be made in the cost of the sales accordingly).

An asset included in the financial statements within the scope of the right of withdrawal of the products from the customer for the fulfillment of the obligation of return shall be measured firstly from the previous carrying amount of the product, based on the amount to be found after deducting the expenses expected to be made within the scope of the withdrawal of these products. The Group returns the return obligation measurement at the end of each reporting period, reflecting the changes in the expected return amounts, and takes the necessary corrections as revenue (or rebates) financial statements.

The price specified for a goods or service is the selling price of that goods or service. If there are more than one goods or services to be transferred to the contract, the Group distributes the transaction price to each performance obligation (or different goods or services) at a rate that indicates the price the customer expects to qualify for the transfer of the goods or services promised. In order to reach the purpose of distribution, the Group distributes the transaction price to each performance obligation determined on the contract at a relative individual selling price. To distribute the transaction price on a per-sale price basis relative to each performance obligation, the Group determines the independent sale price of the different goods or services underlying each performance liability in the contract at the beginning of the contract and distributes the transaction price in proportion to these individual selling prices.

When a party fulfills the contract, the entity presents the contract in the statement of financial position as a contractual asset or contractual obligation, depending on the relationship between the actuation of the entity and the payment of the customer. The entity separately displays unconditional rights for the cost as a receivable.

The Group represents a contractual obligation before the transfer of a good or service to the customer, in the event that the customer has a payment of the price of the customer or the price of the customer unconditionally, on the date when the payment is made or the payment is made, whichever is sooner. The contractual obligation is the obligation to transfer the goods or services to the customer in exchange for the amount that the entity has collected (or is entitled to collect) from the customer.

The Group presents the contract as a contractual asset, except for the amounts presented as receivables, in the event that the customer fulfills the performance by transferring the goods or services to the customer before the payment is made or the payment is made. The contract asset is the right of the operator to get the price for the goods or services transferred by the customer.

The Group recognizes contractual assets and liabilities in the statement of financial position as "contractual asset" and "contractual obligation" in the balance sheet.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.2 Summary of significant accounting policies (Continued)

2.2.2 Financial assets

Classification and measurement

The Group has categorized its financial assets into three accounts financial assets accounted at amortized cost, financial assets whose fair value is reflected to the statement of income and financial assets whose fair value is reflected to the other comprehensive income. Classification has been performed by considering business model according to the purpose of use and expected cash flow. Management classified its financial assets at the date that the purchase is completed.

a) Financial assets accounted at amortized cost:

Management, which adopted collection business model of cash flow as based on contract including only the payment of cash and the interest stemming from cash balance, classified the financial assets, which have certain and fixed payment, are not traded in active market and not derivative instrument, at amortized cost. If the maturity of the financial asset is less than 12 months, it is called current assets whereas if the maturity is more than 12 months, it is called non-current assets. The financial assets accounted at amortized cost include "Trade Receivable", "Other Receivable" and "Cash and Cash Equivalents". In addition to that, the trade receivables which are taken from factoring firm are classified in the financial assets accounted at amortized cost because its collection risk is not transferred.

Impairment

The Group uses the provision matrice by choosing simplified application method in the process of calculating the impairment of trade receivable because such receivables do not have significant funding component. In the case of unimpairment in the trade receivable due to any certain reasons, the Group consider that expected credit loss to be equal to lifelong expected credit loss. The calculation of provision for expected credit loss has been performed such calculation using the expected credit loss ratio determined by considering historical credit loss experience and macroeconomic indicators.

b) Assets accounted at fair value

The assets which management adopted the collection or sale business model of cash flow resulted from contracts have been accounted at fair value. The assets as explained in previous sentence have been classified as the fixed asset if the management does not intend to sell within 12 months. The Group makes a decision about recording the fair value difference as equity investment in the income statement or the other comprehensive income for the investment on the financial assets as based on equity in the process of first record. This decision cannot be changed.

i) The Asset whose fair value is recorded in the income statement

The assets whose fair value is recorded in the income statement include the "Derivative Instrument" accounts. Derivative instrument is recorded as an asset if its fair value is positive whereas derivative instrument is recorded as a liability if its fair value is negative.

ii) The Asset whose fair value is recorded in the other comprehensive income

The assets whose fair value is recorded in the other comprehensive income include "Financial investment" and "Derivative instrument" accounts in the financial statement. Valuation difference has been classified in retained earning in the case of the sale of the assets whose fair value difference is recorded in the other comprehensive income.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.2 Summary of significant accounting policies (Continued)

2.2.3 Trade receivables and provision for doubtful receivables

The Group's trade receivables from providing goods or services to customers are carried at net of unrealized finance income "unearned financial income due to sales with maturity". Trade receivables, net of unrealized finance income, are calculated by discounting future cash inflows of receivables carried at the original invoice amount using the effective interest method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or, where appropriate, a shorter period to the net carrying amount on initial recognition. Effective interest method is calculating the present value in accordance with the compound interest basis. The rate determined by compound interest basis and applied in this method is named "effective interest rate". Short term receivables with indefinite interest rate are carried at cost unless the effect of imputing interest is significant (Note 5).

When calculating the impairment of trade receivables, which are recognised based on the amortised cost in financial statements and do not include an important financing component, Group preferred to adopt "simplified approach" in TFRS 9 standard.

According to "simplified approach" of TFRS 9 Standard, loss provisions concerning trade receivables are calculated equal to "lifetime expected credit loss" if trade receivables are not impaired due to valid reasons as stated in TFRS 9.

Instead of "realised credit losses model" of TAS 39, "Financial Instruments" standard which is valid before 1 January 2018, "expected credit loss model" was defined in accordance with TFRS 9 "Financial Instruments" standard. Expected credit loss is estimated by weighting credit losses, expected to occur throughout the expected life of financial instruments, based on previous statistics. When calculating the expected credit losses, credit losses in the previous years and forecasts of the Group are considered.

The Group uses "provision matrix" to calculate the expected credit losses of trade receivables. According to the overdue maturities of trade receivables, certain provision rates are calculated and these ratios are revised each reporting period, if necessary. The change related to the expected credit loss is recorded under other operating income/expense.

If there is a partial or whole collection over the doubtful receivable amount subsequent to the allocation of provision for doubtful receivables, the collected portion is recognized under other operating income following the deduction from total provision amount.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 3 - SEGMENT REPORTING

a) Segment analysis for the period between 1 January - 30 September 2018:

	Turkey	Russia and EE	Europe	Total
Sales	277,225,536	8,959,847	32,912,214	319,097,597
Cost of sales (-)	(182,541,696)	(5,690,722)	(29,636,218)	(217,868,636)
Gross profit/(loss)	94,683,840	3,269,125	3,275,996	101,228,961
Marketing expenses (-)	(59,072,093)	(68,404)	-	(59,140,497)
Losses from investments accounted by the equity method (-)	(1,939,211)	-	-	(1,939,211)
Net segment result	33,672,536	3,200,721	3,275,996	40,149,253
General administrative expenses (-)				(55,735,183)
Other operating income				47,967,939
Other operating expenses (-)				(18,884,639)
Finance expenses (-)				(24,621,031)
Income from investing activities				388,334,827
Expense from investing activities (-)				(1,766,162)
Profit (loss) before tax from continuing operations				375,445,004
Tax income (expense) for the period				(35,163,275)
Deferred tax income (expense)				(1,198,577)
Profit (loss) for the period from continuing operations				339,083,152

b) Segment analysis for the period between 1 July - 30 September 2018:

	Turkey	Russia and EE (*)	Europe	Total
Sales	79,590,579	3,120,886	12,809,292	95,520,757
Cost of sales (-)	(62,704,705)	(1,905,886)	(11,243,116)	(75,853,707)
Gross profit/(loss)	16,885,874	1,215,000	1,566,176	19,667,050
Marketing expenses (-)	(18,943,387)	(32,439)	-	(18,975,826)
Losses from investments accounted by the equity method (-)	(1,059,818)	-	-	(1,059,818)
Net segment result	(3,117,331)	1,182,561	1,566,176	(368,594)
General administrative expenses (-)				(18,965,182)
Other operating income				13,128,870
Other operating expenses (-)				9,104,641
Finance expenses (-)				(9,115,753)
Income from investing activities				83,724,416
Expense from investing activities (-)				(100,586)
Profit/(loss) before tax				77,407,812
Tax expenses for the period				(14,579,936)
Deferred tax income				(3,107,522)
Profit (loss) for the period from continuing operations				59,720,354

(*) The information related to the discontinued operations in Russia and EE and the financial investments classified as assets held for sale is given in Note 20.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 3 - SEGMENT REPORTING (Continued)

c) Segment analysis for the period between 1 January - 30 September 2017:

	Turkey	Russia and EE ^(*)	Europe	Total
Sales	314,793,481	7,693,681	26,870,928	349,358,090
Cost of sales (-)	(191,940,754)	(5,687,220)	(23,079,571)	(220,707,545)
Gross profit/(loss)	122,852,727	2,006,461	3,791,357	128,650,545
Marketing expenses (-)	(57,169,358)	(226,738)	-	(57,396,096)
Losses from investments accounted by the equity method (-)	(1,575,869)	-	-	(1,575,869)
Net segment result	64,107,500	1,779,723	3,791,357	69,678,580
General administrative expenses (-)				(55,912,572)
Other operating income				21,486,616
Other operating expenses (-)				(25,017,659)
Finance expenses (-)				(32,152,161)
Income from investing activities				7,501,956
Expense from investing activities (-)				(5,667,288)
Profit/(loss) before tax from continuing operations				(20,082,528)
Tax income (expense) for the period				(269,808)
Deferred tax income (expense)				1,224,357
Profit/(loss) for the period from continuing operations				(19,127,979)

d) Segment analysis for the period between 1 July - 30 September 2017:

	Turkey	Russia and EE ^(*)	Europe	Total
Sales	97,521,437	1,593,072	9,191,541	108,306,050
Cost of sales (-)	(61,706,205)	(2,010,726)	(7,358,426)	(71,075,357)
Gross operating profit	35,815,232	(417,654)	1,833,115	37,230,693
Marketing expenses (-)	(17,589,799)	(8,576)	-	(17,598,375)
Losses from investments accounted by the equity method (-)	(731,859)	-	-	(731,859)
Net segment result	17,493,574	(426,230)	1,833,115	18,900,459
General administrative expenses (-)				(17,602,337)
Other operating income				6,605,247
Other operating expenses (-)				(8,458,365)
Finance expenses (-)				(11,502,001)
Income from investing activities				1,946,434
Expense from investing activities (-)				279,048
Profit/(loss) before tax				(9,831,515)
Tax income / expense for the period				161,953
Deferred tax income / (expense)				1,128,264
Profit/(loss) for the period				(8,541,298)

^(*) The information related to the discontinued operations in Russia and EE and the financial investments classified as assets held for sale is given in Note 20.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 3 - SEGMENT REPORTING (Continued)

e) Segment assets:

	30 September 2018	31 December 2017
Turkey	816,679,466	699,810,751
Russia and EE	12,943,843	11,933,772
Europe	76,578,056	48,158,995
	906,201,365	759,903,518
Unallocated assets ⁽¹⁾	2,167,034	2,106,647
Investments accounted by the equity method (Note 6)	8,503,574	7,124,215
Total assets per consolidated financial statements	916,871,973	769,134,380

⁽¹⁾ The Group's assets other than segment assets include VAT receivables, prepaid taxes and funds and deferred tax assets (Note 19).

f) Segment liabilities

	30 September 2018	31 December 2017
Turkey	124,005,736	93,901,600
Russia and EE	5,802,916	6,787,552
Europe	22,409,302	19,331,442
	152,217,954	120,020,594
Unallocated liabilities ⁽¹⁾	135,187,435	346,006,876
Total liabilities per consolidated financial statements	287,405,389	466,027,470

⁽¹⁾ The Group's liabilities other than segment liabilities are composed of financial borrowings (Note 4), short term provisions (Note 10), long term employee termination benefits (Note 12), current tax liability and deferred tax liabilities (Note 19).

g) Purchase and depreciation and amortization of property, plant and equipment, intangible assets and investment property

Purchase of property, plant and equipment, intangible assets and investment property:

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Turkey	24,723,904	6,666,127	23,543,368	6,551,061
Europe	67,747	44,269	513,036	501,450
Russia and EE	10,598	10,598	4,132,693	956,971
	24,802,249	6,720,994	28,189,097	8,009,482

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 3 - SEGMENT REPORTING (Continued)

g) Purchase and depreciation and amortization of property, plant and equipment, intangible assets and investment property (Continued)

Depreciation and amortization charges:

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Turkey	15,011,724	4,913,260	17,788,312	5,649,926
Russia and EE	64,242	25,065	5,889,704	1,258,577
Europe	715,008	275,738	1,332,582	457,447
	15,790,974	5,214,063	25,010,598	7,365,950

h) Non-cash other income and expenses:

	1 January - 30 September 2018			
	Turkey	Russia and EE	Europe	Total
Provision for impairment of investment property (Note 7)	(987,426)	-	-	(987,426)
Provision of employee termination benefit and unused vacation (Note 10, 12)	(6,287,796)	-	-	(6,287,796)
Provision for doubtful receivables (Note 5)	(9,726,948)	-	-	(9,726,948)
Provision of legal claims (Note 10)	(1,901,432)	-	-	(1,901,432)
Provision of inventory	(409,095)	-	-	(409,095)
	(19,312,697)	-	-	(19,312,697)

	1 January - 30 September 2017			
	Turkey	Russia and EE	Europe	Total
Provision for impairment of investment property (Note 7)	(1,041,239)	-	-	(1,041,239)
Provision of employee termination benefit and unused vacation (Note 10, 12)	(6,658,468)	(905,582)	-	(7,564,050)
Provision for doubtful receivables (Note 5)	(10,927,108)	(610,701)	-	(11,537,809)
Provision of legal claims (Note 10)	(2,824,404)	-	-	(2,824,404)
Provision of inventory	(551,331)	-	-	(551,331)
	(22,002,550)	(1,516,283)	-	(23,518,833)

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 3 - SEGMENT REPORTING (Continued)

i) Disclosures related to discontinued operations

Discontinuing the operation of digital platform of Russia and EE

In accordance with the Board of Directors decision dated 22 November 2017 of Pronto Media Holding, which is located in Russia, as the indirect subsidiary of Trader Media East Ltd, of which the Group owns 97.29% shares, the Group decided to discontinue the operations of digital platforms within its body, and classified such operations as "discontinued operations. The impairment losses due to discontinued operations recognized under "Discontinued Operations" in income statement. Information related to discontinued operations are disclosed in Note 20.

NOTE 4 - SHORT TERM AND LONG TERM BORROWINGS

The details of financial borrowings at 30 September 2018 and 31 December 2017 are as follows:

Short-term borrowings:	30 September 2018	31 December 2017
Short-term bank borrowings	6,304,027	10,550,732
	6,304,027	10,550,732
Short term portion of long-term financial liabilities	17,464,195	101,139,261
Total	23,768,222	111,689,993
Long-term borrowings:	30 September 2018	31 December 2017
Long-term bank borrowings	15,644,444	150,478,785
Total	15,644,444	150,478,785

CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018

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

NOTE 4 - SHORT TERM AND LONG TERM BORROWINGS (Continued)

Bank borrowings:

The details of bank borrowings at 30 September 2018 and 31 December 2017 are as follows:

	Effective interest rate (%)		Original foreign currency		TRY	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017	30 September 2018	31 December 2017
Short-term bank borrowings						
- Euro	5.00	-	906,989	-	6,304,027	-
- TRY	-	14.80	-	1,022,788	-	1,022,788
- Russian Ruble ⁽¹⁾	-	12.51	-	145,500,000	-	9,527,944
Sub-total					6,304,027	10,550,732
Short-term portion of long-term bank borrowings						
- TRY	28.00	12.49	15,534,754	100,537,860	15,534,754	100,537,860
- Euro	-	5.71	-	133,186	-	601,401
- Russian Ruble ⁽¹⁾	12.00	-	20,500,000	-	1,929,441	-
Sub-total					17,464,195	101,139,261
Total short-term bank borrowings					23,768,222	111,689,993
Long-term bank borrowings						
- TRY	28.00	13.69	15,644,444	121,665,822	15,644,444	121,665,822
- Russian Ruble ⁽¹⁾	-	12.33	-	440,000,000	-	28,812,963
Total long-term bank borrowings					15,644,444	150,478,785

⁽¹⁾ As of 30 September 2018, TRY 1,929,441 is related to "Discontinued Operations" (as of 31 December 2017, TRY 9,527,944 of short-term borrowings and TRY 28,812,963 of long-term bank borrowings are related to "Discontinued Operations").

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 4 - SHORT TERM AND LONG TERM BORROWINGS (Continued)

Bank borrowings (Continued):

The repayment schedules of long-term bank borrowings are as follows:

Year	30 September 2018	31 December 2017
2019	3,911,111	135,323,943
2020	11,733,333	15,154,842
Total	15,644,444	150,478,785

The sensitivity of the Group's borrowings to interest rate changes and the contractual repricing dates at balance sheet dates are as follows:

Period	30 September 2018	31 December 2017
Up to 6 months	16,055,690	50,540,664
6-12 months	7,712,532	61,149,329
1 to 5 years	15,644,444	150,478,785
Total	39,412,666	262,168,778

Carrying value of the financial liabilities is considered to approximate to their fair value since discount effect is not significant.

As of 30 September 2018, the Group has no bank borrowings with floating interest rates (31 December 2017: None).

Net borrowing reconciliation

Net financial borrowing reconciliation as of 30 September 2018 and 31 December 2017 is as follows:

Net borrowing reconciliation

	30 September 2018	31 December 2017
Cash and cash equivalents	16,822,368	65,946,767
Borrowings - due within one year	(23,768,222)	(111,689,993)
Borrowings - due after one year	(15,644,444)	(150,478,785)
	(22,590,298)	(196,222,011)

	Borrowings due within one year	Borrowings due after one year	Total
2018			
Financial borrowings as at 1 January	(111,689,993)	(150,478,785)	(262,168,778)
Cash flow effect	93,160,920	134,834,341	227,995,261
Currency translation differences	(5,348,839)	-	(5,348,839)
Other non-cash items	109,690	-	109,690
Financial borrowings as at 30 September	(23,768,222)	(15,644,444)	(39,412,666)

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 5 - TRADE RECEIVABLE AND PAYABLES

Short-term trade receivables net-off of unearned finance income at 30 September 2018 and 31 December 2017 are as follows:

Short-term receivables from third parties:

	30 September 2018	31 December 2017
Trade receivables	172,332,439	248,515,051
Credit cards receivables	3,175,082	3,787,318
Notes receivable and cheques	1,263,469	1,614,697
Income accruals	1,783,778	1,868,559
Unearned finance income		
due from term sales	(2,875,396)	(7,010,597)
Less: Provision for doubtful receivables	(67,886,036)	(64,405,568)
Total	107,793,336	184,369,460

According to a revocable factoring agreement signed with Doruk Faktoring, trade receivables resulting from advertisements, amounting to TRY 85,645,397 (31 December 2017: TRY 115,560,486) are followed up by Doruk Faktoring. The Group has not transferred the risk of default of the receivables mentioned above and has continued to recognize its balance sheet. These receivables are related to commercial advertisements and classified ads. Weighted average maturity of the Group's sales followed up by Doruk Faktoring is 60 days (31 December 2017: 90 days). The unearned finance income due from term sales related to the receivables followed up by Doruk Faktoring is TRY 2,059,959 (31 December 2017: TRY 5,127,989) and the compound interest rate is 26.19% per annum (31 December 2017: 15.38%). The rate used in this method and determined on the basis of compound interest is called "effective interest rate"; the aforementioned rate has been determined taking into consideration the data of The Central Bank of the Republic of Turkey.

As of 30 September 2018 and 31 December 2017 the average maturity days of trade receivables that are not followed by Doruk Faktoring are less than 3 months.

The movements of provision for doubtful receivables are as follows:

	2018	2017
1 January	(64,405,568)	(46,020,143)
The opening effect of TFRS 9 (*)	(3,727,090)	-
Reporting	(68,132,658)	(46,020,143)
Additions during the period	(9,726,948)	(11,537,809)
Collections and reversals during the period	5,845,260	4,817,560
Sale of subsidiary	6,410,789	-
Expected credit loss (*)	(169,179)	-
Collections and provisions related to assets held for sale and discontinued operations	(683,916)	(2,302,795)
Currency translation differences	(1,429,384)	(254,626)
30 September	(67,886,036)	(55,297,813)

(*) The effect of IFRS 9 amounting to TRY 1,961,036 on doubtful receivable is related to the sale of Glokal.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 5 - TRADE RECEIVABLE AND PAYABLES (Continued)

Short term trade payables to third parties:

Trade payables at 30 September 2018 and 31 December 2017 are as follows:

	30 September 2018	31 December 2017
Short-term trade payables and notes payable	47,013,633	47,201,033
Expense accruals	3,917,877	3,796,067
Unrealized financial expenses due to term purchases	(1,078,236)	(634,353)
Total	49,853,274	50,362,747

As of 30 September 2018, average turnover date of Group's trade payables is 40 days (31 December 2017: 36 days). As of 30 September 2018, unrealized financial expense due to term purchases is TRY 1,078,236 (31 December 2017: TRY 634,353) and the compound interest rate is 26.19% per annum (31 December 2017: 15.38%). The compound interest used in the calculations are defined as the "effective interest rate"; the rate has been determined taking into consideration of data of The Central Bank of the Republic of Turkey.

NOTE 6 - INVESTMENTS ACCOUNTED BY THE EQUITY METHOD

As of 30 September 2018 and 31 December 2017, the corresponding portion of associate's and joint venture's current assets, non-current assets, short-term and long-term liabilities and shareholders' equity, which are consolidated with the equity method in accordance with TFRS 11 are as follows:

Associate	30 September 2018 percentage of shares, directly or indirectly owned by Hurriyet and its Subsidiaries (%)	31 December 2017 percentage of shares, directly or indirectly owned by Hurriyet and its Subsidiaries (%)
Dogan Media	42.42	42.42

The summary of Group's share of the financial statements of the investments accounted by the equity method at 30 September 2018 and 2017 is as follows:

1 January - 30 September 2018	Total assets	Total liabilities	Net assets	Net sales	Net loss for the period
Dogan Media	12,813,168	4,309,594	8,503,574	3,834,388	(1,939,211)
	12,813,168	4,309,594	8,503,574	3,834,388	(1,939,211)

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 6 - INVESTMENTS ACCOUNTED BY THE EQUITY METHOD (Continued)

1 January - 30 September 2017	Total assets	Total liabilities	Net assets	Net sales	Net loss for the period
Dogan Media	7,817,432	1,143,595	6,673,837	3,452,332	(1,575,869)
	7,817,432	1,143,595	6,673,837	3,452,332	(1,575,869)

NOTE 7 - INVESTMENT PROPERTY

The movements in investment property as of 30 September 2018 and 2017 are as follows:

	Lands	Buildings ⁽¹⁾	Total
1 January 2018	120,218,265	52,261,081	172,479,346
Additions	-	12,478,614	12,478,614
Disposal	-	(5,230,000)	(5,230,000)
Change in fair value adjustment (Note 17)	-	(987,426)	(987,426)
Currency translation differences	-	371,713	371,713
30 September 2018	120,218,265	58,893,982	179,112,247
	Lands ⁽²⁾	Buildings ⁽¹⁾	Total
1 January 2017	172,682,904	54,982,813	227,665,717
Additions	-	11,363,241	11,363,241
Disposal	(23,800,000)	(18,258,188)	(42,058,188)
Change in fair value adjustment (Note 16, 17)	-	(1,041,239)	(1,041,239)
Currency translation difference	-	9,221	9,221
30 September 2017	148,882,904	47,055,848	195,938,752

⁽¹⁾ Disposal and additions due from the sale of the investment properties occurred via barter agreement.

⁽²⁾ The Group sold a land on 21 August 2017, which is 72,387.98 m² in Milas, Muğla

As of 30 September 2018 and 31 December 2017, there are no mortgages on investment properties.

The Group's rent income from investment properties amounted to TRY 3,278,518 as of 30 September 2018 (30 September 2017: TRY 2,800,468) (Note 16). The Group's direct operating expenses arising from the investment properties in the period amounted to TRY 132,857 (30 September 2017: TRY 92,728).

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 7 - INVESTMENT PROPERTY (Continued)

The information and fair value hierarchy level classification of lands and buildings are as follows 30 September 2018 and 31 December 2017:

	30 September 2018	Fair value as at reporting date		
		Level 1 TRY	Level 2 TRY	Level 3 TRY
Land	120,218,265	-	120,218,265	-
Building	58,893,982	-	58,893,982	-

	31 December 2017	Fair value as at reporting date		
		Level 1 TRY	Level 2 TRY	Level 3 TRY
Land	120,218,265	-	120,218,265	-
Building	52,261,081	-	52,261,081	-

Investment properties of the Group, have been valued by the CMB licensed real estate valuation establishments using the market comparison analysis approach, cost approach and direct capitalisation approach methods. As a result, it was determined that the values calculated from different approaches is similar and consistent with the market comparison method and value has been determined according to the market comparison method. Real estate valuation establishments are authorized by CMB and provide property valuation appraisal services in accordance with the capital markets legislation and have sufficient experience and qualifications regarding the fair value measurement of the real estate in related regions. As of 30 September 2018, valuation report for investment properties have not been obtained.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 8 - PROPERTY, PLANT AND EQUIPMENT

The movements of property, plant and equipment and related accumulated depreciation for the period ended 30 September 2018 are as follows:

	1 January 2018	Currency translation differences	Additions	Disposals	Transfers	Disposal of subsidiary ⁽¹⁾	30 September 2018
Cost							
Land and land improvements	159,445,990	8,603,391	-	-	-	-	168,049,381
Buildings	46,321,552	7,793,743	247,175	-	-	-	54,362,470
Machinery and equipment	604,411,584	55,990,005	818,260	(305,682)	-	(47,926)	660,866,241
Motor vehicles	6,877,448	-	-	(5,957,306)	-	-	920,142
Furnitures and fixtures	43,551,743	2,062,646	1,508,038	(361,232)	-	(1,327,261)	45,433,934
Leasehold improvements	14,250,572	-	409,672	-	-	(747,646)	13,912,598
Other tangible assets	3,057,957	1,652,528	13,027	-	-	-	4,723,512
Construction in progress	2,558,748	8,088	4,149,714	-	(570,148)	-	6,146,402
	880,475,594	76,110,401	7,145,886	(6,624,220)	(570,148)	(2,122,833)	954,414,680
Accumulated amortization							
Buildings	(1,877)	-	-	-	-	-	(1,877)
Machinery and equipments	(574,117,072)	(55,245,307)	(7,333,113)	187,651	-	31,030	(636,476,811)
Motor vehicles	(2,599,977)	-	(430,667)	2,486,635	-	-	(544,009)
Furnitures and fixtures	(38,575,655)	(1,877,354)	(1,807,750)	302,714	-	725,614	(41,232,431)
Leasehold improvements	(9,942,741)	-	(737,663)	-	-	732,918	(9,947,486)
Other tangible assets	(1,736,657)	(1,005,963)	(257,466)	-	-	-	(3,000,086)
	(626,973,979)	(58,128,624)	(10,566,659)	2,977,000	-	1,489,562	(691,202,700)
Net book value	253,501,615					(633,271)	263,211,980

⁽¹⁾ As explained in Note 20, the Group's subsidiary Glokal has been sold to Glokal Invest BV on 14 May 2018 by the decision of the Group Parent Company dated on 6 April 2018.

As at 30 September 2018 and 31 December 2017 there are no tangible fixed assets in machinery and equipment group which have been acquired through leasing.

At 30 September 2018, there are no mortgages on property, plant and equipment (31 December 2017: TRY 22,577,500) (Note 11).

At 30 September 2018 depreciation expense amounting to TRY 8,006,744 (30 September 2017: TRY 12,302,864) is accounted under cost of sales (Note 14), amounting to TRY 2,503,527 (30 September 2017: TRY 3,677,456) is accounted under marketing and general administrative expenses (Note 15). As of 30 September 2018, depreciation expense amounting to TRY 56,388 is classified to discontinued operations (30 September 2017: TRY 357,924).

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 8 - PROPERTY, PLANT AND EQUIPMENT (Continued)

The movements of property, plant and equipment and related accumulated depreciation for the interim period ended 30 September 2017 are as follows:

	1 January 2017	Currency translation differences	Additions	Disposals	Transfers	30 September 2017
Cost						
Land and land improvements	25,687,467	1,363,039	-	-	-	27,050,506
Buildings	99,088,044	5,621,296	803,431	(94,190)	-	105,418,581
Machinery and equipment	580,571,195	11,038,430	3,712,877	(185,148)	711,945	595,849,299
Motor vehicles	7,664,799	-	199,915	(987,266)	-	6,877,448
Furnitures and fixtures	48,641,305	596,626	917,670	(3,181,997)	-	46,973,604
Leasehold improvements	13,371,109	12,333	543,624	-	-	13,927,066
Other tangible assets	2,512,394	326,755	-	-	-	2,839,149
Construction in progress	748,547	1,267	1,339,265	(15,908)	(711,945)	1,361,226
	778,284,860	18,959,746	7,516,782	(4,464,509)	-	800,296,879
Accumulated amortization						
Land and land improvements	(604,691)	-	(21,484)	-	-	(626,175)
Buildings	(48,272,145)	(4,080,870)	(3,000,507)	45,504	-	(55,308,018)
Machinery and equipment	(545,365,544)	(10,898,976)	(8,520,557)	180,604	-	(564,604,473)
Motor vehicles	(2,182,455)	-	(928,886)	819,252	-	(2,292,089)
Furnitures and fixtures	(41,906,804)	(534,450)	(2,597,747)	2,965,189	-	(42,073,812)
Leasehold improvements	(8,683,218)	(12,332)	(1,079,800)	-	-	(9,775,350)
Other tangible assets	(1,193,241)	(164,460)	(189,263)	-	-	(1,546,964)
	(648,208,098)	(15,691,088)	(16,338,244)	4,010,549	-	(676,226,881)
Net book value	130,076,762					124,069,998

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 9 - INTANGIBLE ASSETS

The movements of intangible assets and related accumulated amortization for the interim period ended 30 September 2018 are as follows:

	1 January 2018	Currency translation differences	Additions	Disposals	Transferler	Disposal of subsidiary ⁽³⁾	30 September 2018
Cost							
Trade names and licenses	44,153,511	12,356,366	-	-	-	-	56,509,877
Customer list	260,233,900	101,635,372	-	-	-	-	361,869,272
Computer software and rights	75,737,317	26,827,505	2,288,669	-	-	(3,442,474)	101,411,017
Internet domain names ⁽²⁾	15,789,329	2,426,167	-	(13,450,502)	-	-	4,764,994
Other intangible assets ⁽¹⁾	8,531,625	-	2,889,080	-	570,148	(2,318,170)	9,672,683
	404,445,682	143,245,410	5,177,749	(13,450,502)	570,148	(5,760,644)	534,227,843
Accumulated amortization							
Trade names and licenses	(38,832,743)	(9,369,676)	(11,422)	-	-	-	(48,213,841)
Customer list	(260,233,900)	(101,635,372)	-	-	-	-	(361,869,272)
Computer software and rights	(70,444,928)	(26,590,900)	(1,560,189)	-	-	2,175,687	(96,420,330)
Internet domain names	(12,921,283)	(2,084,022)	-	10,240,311	-	-	(4,764,994)
Other intangible assets	(3,735,495)	-	(3,652,704)	-	-	230,371	(7,157,828)
	(386,168,349)	(139,679,970)	(5,224,315)	10,240,311	-	2,406,058	(518,426,265)
Net book value	18,277,333						15,801,578

⁽¹⁾ As of 30 September 2018, website development costs amounting to TRY 1,595,298 capitalized under "other intangible assets" and amortized on a straight-line basis over their useful life. (31 December 2017: TRY 3,328,090)

⁽²⁾ The disposal is related to the sale of website and traffic of Job.ru in the result of discontinuing the digital activities in Russia and EE region.

⁽³⁾ As explained in Note 20, assets of Glokai, the Group's subsidiary, have been transferred to assets classified as held for sale by the Group with the decision dated 6 April 2018.

As of 30 September 2018 the total cost of trademark and licenses with indefinite useful life is TRY 8,065,139 (30 September 2017: TRY 156,949,847). In determining the useful life of aforementioned assets as indefinite, stability of the sector, changes in the market demand for the products or services provides through these assets, control duration over assets and other legal classifications have been taken into account.

Amortization expense amounting to TRY 3,595,367 has been included cost of sales (Note 14) (30 September 2017: TRY 1,928,688) and TRY 1,124,189 in marketing and general administrative expenses as of 30 September 2018 (Note 15) (30 September 2017: TRY 844,422). As of 30 September 2018, amortisation expense amounting to TRY 504,759 is classified into discontinued operations (30 September 2017: TRY 5,899,244).

CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018

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

NOTE 9 - INTANGIBLE ASSETS (Continued)

The movements in intangible assets and related accumulated amortization for the interim period ended 30 September 2017 are as follows:

	1 January 2017	Currency translation differences	Additions	Disposals	Impairment ⁽¹⁾	30 September 2017
Cost						
Trade names and licenses	252,465,044	13,115,292	-	-	(70,560,896)	195,019,440
Customer list	272,772,032	12,940,555	-	(4,126,970)	(33,107,028)	248,478,589
Computer software and rights	81,097,693	1,067,655	3,402,485	(2,575,298)	-	82,992,535
Internet domain names	31,402,701	1,361,021	4,092,294	(271,177)	-	36,584,839
Other intangible assets	3,120,353	-	1,814,295	(3,604)	-	4,931,044
	640,857,823	28,484,523	9,309,074	(6,977,049)	(103,667,924)	568,006,447
Accumulated amortization						
Trade names and licenses	(36,526,314)	(724,166)	(3,885)	-	-	(37,254,365)
Customer list	(232,937,961)	(11,901,149)	(2,275,251)	4,123,689	-	(242,990,672)
Computer software and rights	(72,557,815)	(874,349)	(3,096,059)	1,881,088	-	(74,647,135)
Internet domain names	(18,996,603)	(680,753)	(2,770,637)	271,116	-	(22,176,877)
Other intangible assets	(2,637,315)	-	(526,522)	3,604	-	(3,160,233)
	(363,656,008)	(14,180,417)	(8,672,354)	6,279,497	-	(380,229,282)
Net book value	277,201,815					187,777,165

⁽¹⁾ The Group has reviewed the carrying value of its intangible assets and recognized the impairment.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 10 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

As of 30 September 2018 and 31 December 2017, short term provisions are as follows:

Short Term Provisions of Employment Termination Benefits:

Provision for unused vacation rights

	30 September 2018	31 December 2017
Provision for unused vacation rights	13,726,320	13,381,264
Total	13,726,320	13,381,264

Movements of provision for unused vacation rights during the periods ended at 30 September 2018 and 2017 are as follows:

	2018	2017
1 January	13,381,264	13,686,035
Additions during the period	1,531,526	2,664,580
Payments related to provisions	(1,110,239)	(3,086,883)
Sale of subsidiary (Note 20)	(389,042)	-
Currency translation differences	312,811	74,742
30 September	13,726,320	13,338,474

Other Short Term Provisions:

Provision for lawsuit and compensation

	30 September 2018	31 December 2017
Provision for lawsuit and compensation	6,550,008	5,928,728
Provisions for promotion	66,036	17,550
Toplam	6,616,044	5,946,278

The lawsuits against the Group amounted to TRY 11,345,835 (31 December 2017: TRY 12,241,171). The Group recognises provision related to cases when there is a legal or valid liability resulting from past event and it is probable that an outflow of resources will be required to settle the obligation and when a reliable estimation can be made of the amount of the obligation. As a result of these analysis, as of 30 September 2018 the Group has set a provision of TRY 6,550,008 for lawsuits (31 December 2017: TRY 5,928,728) but not sure about the payment maturity for the litigation.

As at 30 September 2018 and 31 December 2017, the Group's ongoing lawsuits are as follows:

	30 September 2018	31 December 2017
Legal lawsuits	10,180,330	11,186,876
Labor lawsuits	1,145,505	1,039,747
Commercial lawsuits	20,000	14,548
Total	11,345,835	12,241,171

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 10 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)

Other Short Term Provisions (Continued)

Provision for lawsuit and compensation (Continued)

Movements of provision for lawsuits for the periods ending 30 September 2018 and 2017 are as follows:

	2018	2017
1 January	5,928,728	5,473,663
Additions during the period	1,901,432	2,824,404
Payments related to provisions	(200,320)	(2,274,584)
Provision reversed	(836,769)	-
Additions related to discontinued operations	(384,211)	-
Currency translation differences	141,148	(762)
30 September	6,550,008	6,022,721

NOTE 11 - COMMITMENTS

CPM's given by the Group

As given in the table below, there are no CPM's given to third parties.

As explained in Note 13, shares belonging to the main shareholder of the Company were purchased by Demirören Media on 16 May 2018. Lenders have the right to place mortgages and pledges on the assets of the Company in the context of shareholder purchase agreement. There is no mortgage or pledge by the lender as of the reporting date.

Commitments and contingencies which the management does not expect significant losses or liabilities are as follows:

Barter agreements:

The Group, as a common practice in the media sector, enters into barter agreements which involve the exchange of goods or services without cash collections or payments. As of 30 September 2018, the Group has unused publication of advertisements commitment amounting to TRY 6,112,723 (31 December 2017: TRY 5,794,651) within these barter contracts. The Group has TRY 4,271,876 amounted receivables as of 30 September 2018 (31 December 2017: TRY 2,247,533) which were invoiced and recognized to financial statements but not yet goods or services were received.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 11 - COMMITMENTS (Continued)

The Group's collaterals/pledge/mortgage ("CPM") position as of 30 September 2018 and 31 December 2017 are as follows:

	30 September 2018		31 December 2017	
	Foreign Currency	TRY Equivalent	Foreign Currency	TRY Equivalent
A. CPM's given in the name of its own legal personality				
-Collaterals				
TRY	2,661,793	2,661,793	5,150,911	5,150,911
Russian Ruble ⁽²⁾	-	-	565,000,000	36,764,550
-Warranty notes				
TRY	203,937	203,937	203,937	203,937
Euro	25,000	173,763	25,000	112,888
-Mortgage				
Euro	-	-	5,000,000	22,577,500
B. Total amount of CPM's given on behalf of the fully consolidated companies ⁽¹⁾				
-Commitments				
TRY	3,092,505	3,092,505	3,092,505	3,092,505
US Dollar	2,500,000	14,975,500	2,500,000	9,429,750
Euro	-	-	-	-
Russian Ruble ⁽²⁾	-	-	860,000,000	55,960,200
C. Total amount of CPM's given on behalf of third parties for ordinary course of the business	-	-	-	-
D. Total amount of other CPM's given				
i) Total amount of CPM's given on behalf of the majority shareholder	-	-	-	-
ii) Total amount of CPM's given on behalf of other group companies which are not in scope of B and C				
TRY	-	-	-	-
US Dollar	-	-	-	-
Euro	-	-	-	-
Other	-	-	-	-
iii) Total amount of CPM's given on behalf of third parties which are not in scope of C	-	-	-	-
Total		21,107,498		133,292,241

⁽¹⁾ Commitments given regarding to the borrowings obtained for the main operations of the Group, that are intended to meet various financial needs of subsidiaries.

⁽²⁾ As explained in Note 20, collaterals and mortgages are related with discontinued operations. As of 30 September 2018 discharge of guarantees and commitments are realized due to the repayment of the related loan during July 2018.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 12 - PROVISION FOR EMPLOYMENT BENEFITS

Provision for employment termination benefits at 30 September 2018 and 31 December 2017 are as follows:

Long term provisions for employment termination benefits

	30 September 2018	31 December 2017
Provision for employment termination benefits	41,585,048	46,184,398
Total	41,585,048	46,184,398

Except the legal requirements other than Turkey in which the Group operates, there are no pension plans and benefits.

Under the Turkish Labour Law, the Company is required to pay termination benefits to each employee who has completed one year of service and whose employment is terminated without due cause, or who is called up for military service, dies or retires. The maximum amount payable equals to one month of salary is TRY 5,434.42 as of 30 September 2018 (31 December 2017: TRY 4,732.48) for each year of service. In employee termination benefits provision calculation Group has taken into consideration the ceiling amount TRY 5,434.42 which is effective from 1 January 2018 (31 December 2017: TRY 5,001.76 effective from 1 January 2018).

On the other hand the Group is liable to make payments to personnel who work for a minimum of 5 years and whose employment is terminated due to any cause in accordance with the regulations with regards to Employees Employed in the Press Sector. The maximum payable amount is 30 days' salary for each year of service. Employment termination benefit liabilities are not subject to any funding and there are no legal requirements for funding of these liabilities.

Provision for employment termination benefits is calculated by estimating the present value of the future probable obligation arising from the retirement probability of the employees of the Group.

TAS 19 Employee Benefits, requires companies to compute their liabilities by developing actuarial assumptions within defined benefit plans. According to the report prepared by Actuarial firm in order to calculate total liability, the assumptions below are used:

The principal assumption is that the maximum liability for each year of service will increase parallel with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the anticipated effects of future inflation. Consequently, in the accompanying financial statements as at 30 September 2018, the provision has been calculated by estimating the present value of the future probable obligation of the Company arising from the retirement probability of the employees.

Discount rate is applied as 11.50% ⁽¹⁾ (31 December 2017: 11.50%), inflation rate applied as 7.00% ⁽²⁾ (31 December 2017: 7.00%) and rate of increase in wages applied as 7.00% (31 December 2017: 7.00%) in the calculation.

⁽¹⁾ The discount rate used in the calculation of severance payment is determined as 11.50% which is 10 years long term government bond's compound interest rate.

⁽²⁾ The maximum range of inflation rate which is declared in 2018 report of Central Bank of Turkey has been used in retirement payment provision calculation.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 12 - PROVISION FOR EMPLOYMENT BENEFITS (Continued)

Long term provisions for employment termination benefits (Continued)

Age of retirement is based on considering the Company's historical operating data and taken as the average age of retirement from the Group.

The movements in provision for employment termination benefits during the periods ended at 30 September 2018 and 2017 are as follows:

	2018	2017
1 January	46,184,398	45,199,424
Service cost during the period	1,791,627	1,968,651
Interest cost during the period	2,964,643	2,930,819
Payments and reversal of provisions during the period	(8,757,162)	(5,823,198)
Decrease related to sale of subsidiary	(598,458)	-
30 September	41,585,048	44,275,696

NOTE 13 - EQUITY

The Company adopted the registered share capital system and set a ceiling on its registered share capital representing registered type shares with a nominal value of TRY 1. There are no privileged shares. The Company's historical authorised and paid-in share capital at 30 September 2018 and 31 December 2017 are as follows:

	30 September 2018	31 December 2017
Registered share capital	800,000,000	800,000,000
Paid-in share capital	552,000,000	552,000,000

The Companies in Turkey may exceed the limit for registered share capital in case of issuance of free capital shares to existing shareholders.

Doğan Şirketler Grubu Holding A.Ş., which has 552,000,000 units of shares registered by Central Securities Depository of Turkey, representing 77.67% of the issued capital of Hürriyet, has transferred to Demirören Medya. The share transfer was completed with the extraordinary meeting held on 6 June 2018. As a result of this transaction, Demirören Media became the main shareholder of the Company. The ultimate shareholder of the Company is the Demirören Family.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 13 - EQUITY (Continued)

Shareholders	30 September 2018	Share (%)	31 December 2017	Share (%)
Demirören Medya	428,732,788	77.67	-	-
Doğan Holding	-	-	428,616,468	77.65
Other shareholders				
(BİAŞ ve other shareholders)	123,267,212	22.33	123,383,532	22.35
Issued share capital	552,000,000	100.00	552,000,000	100.00
Adjustment to share capital	77,198,813		77,198,813	
Total	629,198,813	100.00	629,198,813	100.00

In accordance with the Capital Markets Board's (the "CMB") Resolution No: 31/1059 30 October 2014 and Resolution No. 21/655 issued on 23 July 2010, it is regarded that 22.32% of the shares are in circulation in accordance with CSD as of 30 September 2018 (31 December 2017: 22.34%) (Note 1). Shares in circulation rate is 22.32% as of reporting date.

Adjustment to share capital represents the difference between balances which restatement effect of cash contributions to share capital equivalent purchasing power and balance before the inflation adjustment calculated.

Accumulated other comprehensive income/(expenses) that will not be reclassified in profit and loss

Other comprehensive income expenses occurred from the gain or losses based on revaluation and measurement and which are not to be reclassified in profit or loss, are related with the defined benefit plans and summarized below:

	30 September 2018	31 December 2017
Gain/(loss) from revaluation of property	187,778,810	187,778,810
Remeasurement gain (loss) in defined benefit plans	(18,617,479)	(18,617,479)
Total	169,161,331	169,161,331

The increase of TRY 187,878,810 in the fair value assessment for the financial period of 31 December 2017 for the consolidated financial statement has accounted under a shareholder's securities value increase fund under equity after its tax effect. A fair value assessment has not been taken for tangible assets for the period of 1 January 2018 and 30 September 2018.

The employee termination benefit provision is calculated according to the value of the benefits that the Group is liable for with today's monetary value. The Group has accounted all the actuarial loss and gains regarding employee terminations under the income statement as other income and other expense. The value for reassessed estimation differences accounted under equity is TRY 18,617,479 (31 December 2017: TRY 18,617,479).

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 13 - EQUITY (Continued)

Accumulated other comprehensive income and (expenses) that will not be reclassified in profit and loss (Continued)

	30 September 2018	31 December 2017
Currency translation differences	70,933,167	72,041,619
Gain (loss) on hedging	-	(856,705)
Total	70,933,167	71,184,914

Restricted reserves

Restricted reserves are reserved from the prior period profit due to legal or contractual obligations or for certain purposes other than the profit distribution (for example, to obtain the tax advantage of gain on sale of associates). Restricted reserves are in the scope of solo legal records in accordance with Turkish Commercial Code and Tax Procedure Law.

The legal reserves are appropriated out in accordance with the Article 519 of Turkish Commercial Code (TCC) and are used according to the procedures specified in this Article. Related amounts have to be classified in "Restricted Reserves" (except for inflation differences) in accordance with TAS.

In accordance with TAS, The Company's restricted reserves amounting to TRY 100,928,085 as of 30 September 2018 (31 December 2017: TRY 191,532,907) consist of legal reserves and gain on sale of real estate and affiliates.

	30 September 2018	31 December 2017
Gain on sale of real estate ⁽¹⁾	56,728,014	149,296,831
General legal reserves ⁽²⁾	43,516,081	41,552,086
Gain on sale of subsidiary	683,990	683,990
Total ⁽³⁾	100,928,085	191,532,907

⁽¹⁾ With the decision taken by the Group management, the real estate profit with the amount of TRY 86,647,154 occurred in statutory records from the gain of warehouse sale in Trabzon, sale of lands located in Gaziemir, Izmir and Esenyurt, Istanbul in 2014, gain from sale of investment property in Ankara Cinnah in 2016 and gain of land sale in Muğla Milas and Bağcılar, Istanbul in 2017, amounting to TRY 56,728,014 of total amount that benefits from the exemption referred to in Article 5-1/e of the Corporate Tax Law will not be involved in allocation of profits for periods 1 January 2014 - 31 December 2014, 1 January 2016 - 31 December 2016 and 1 January 2017- 31 December 2017 in compliance with the Tax Legislation, Capital Market Legislation and any other fiscal legislations, and will be deposited in a special fund account in liabilities.

⁽²⁾ The Group has classified the amount of TRY 1,963,995 from the profits of the period 2017 as General Legal Reserve.

⁽³⁾ In 2018, net outflow from the restricted reserves is TRY 90,604,822. This outflow consists of real estate sale profits transferred to the extraordinary reserve from restricted reserves separated from the profit due to the expiration of the period of TRY 126,234,986. In addition to this outflow, the Group has allocated general legal reserves amounting to TRY 1,963,995 from the profit of the year 2017 and transferred the sale profit amounting to TRY 33,666,169 exempted from the sale of real estates sold in 2017 to the restricted reserve for the period.

CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018

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

NOTE 13 - EQUITY (Continued)

Dividend distribution

The Company takes dividend distribution decision in General Assembly by taking into account Turkish Commercial Code (TCC), Capital Markets Law (CMB) and Capital Market Regulations, Corporate Tax, Income Tax, other relevant legislations and relevant legislations of the Articles of Association of the Company and "Dividend Distribution Policy". The principles of dividend distribution is determined by Dividend Distribution Policy.

On the other hand,

- a) In early adoption of TAS/IFRS, retained earnings resulted from redrafting of comparative financial statements in line with regulations,
- b) "Equity inflation adjustment differences" resulting from restricted reserves without any record preventing dividend distribution,
- c) Retained earnings resulting from the adjustments of financial statements according to inflation for the first time, can be distributed to the shareholders as dividend.

Besides, in case "Equity Effect Related to the Share Purchase" account is in the consolidated financial statement of equity, aforementioned account item is not considered as discount or premium item while calculating the net distributable profit.

Disclosure of net profit after deducting accumulated losses in records, which are prepared in accordance with tax legislations of companies' and Uniform Chart of Accounts published by T.C. Ministry of Finance, and other resources which may be subject to profit distribution in the financial statements has been decided by CBM and as of balance sheet date, total net amount that can be subject to profit distribution according to legal records is TRY 337,148,639 (31 December 2017: TRY 207,263,912).

The principles of presentation prepared in accordance with TAS and IFRS published by the CMB in accordance with the provisions of CMB's Communiqué on Principles of Financial Reporting in Capital Markets (Communiqué No: II-14.1) are prepared in accordance with CMB's According to the Consolidated Financial Statements belonging to the period of 1 January 2017 - 31 December 2017; "Net Loss for the Period" amounted to TRY 264,505,378 when "Deferred Tax Revenue" and "Tax Charge for the Period", "Net Loss from Discontinued Operations" and "Non-controlling interests other than Parent Company" are taken into consideration together; When "Accumulated Deficit", amounting to TRY 452,953,867 calculated in accordance with the CMB profit share guide announced in the Weekly Bulletin dated 27 January 2014 and numbered 2014/2 of the CMB, "General Legal Reserves" and Institutions Tax Exemptions within the scope of Article 5-1/e of the Tax Law, are taken into account, shareholders should be informed that no profit can be distributed as a result of taxation. In the financial records of the accounting period of 1 January 2017 - 31 December 2017, which is held according to Tax legislation and the Uniform Chart of Accounts issued by the Ministry of Finance, there is a "Period Profit" amounting to TRY 41,309,117; "Net Profit for the Period" was calculated as TRY 39,279,905 after the "Tax Expense for the Period" amounting to TRY 2,029,212 was paid from this amount; from this point. As a result of the "General Legal Reserves" amounting to TRY 1,963,995 in accordance with paragraph (1) of Article 519 of the Turkish Commercial Code, tax exemptions will be granted and transferred to the Special Fund within the scope of Article 5-1/e of the Corporate Tax Law. The remaining amount of TRY 33,666,169 has been decided to transferred to special fund without subject to profit distribution and the "Net Profit for the Period" amounting to TRY 3,649,741 has been transferred to the "Extraordinary Reserves" account is given.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 14 - SALES AND COST OF SALES

Sales

The detail of sales for the years ended 30 September 2018 and 2017 are as follows:

	1 January - 30 September 2018	1 July- 30 September 2018	1 January - 30 September 2017	1 July- 30 September 2017
Advertising revenue	173,462,481	45,996,732	200,887,002	56,907,419
Circulation and publishing sales	123,691,857	42,750,782	129,991,708	48,897,102
Other	21,943,259	6,773,243	18,479,380	2,501,529
Net sales	319,097,597	95,520,757	349,358,090	108,306,050
Cost of sales (-)	(217,868,636)	(75,853,707)	(220,707,545)	(71,075,357)
Gross profit (loss)	101,228,961	19,667,050	128,650,545	37,230,693

	Printing Media 1 January- 30 September 2018	Digital Media 1 January- 30 September 2018	Printing Media 1 January- 30 September 2017	Digital Media 1 January- 30 September 2017
Domestic	226,840,326	50,385,210	268,010,313	46,783,169
Foreign	32,912,214	8,959,847	26,870,928	7,693,680
Total sales	259,752,540	59,345,057	294,881,241	54,476,849

Performance Obligations

Circulation sales	91,059,915	-	95,324,699	-
Subcontracted printing sales	32,631,942	-	34,667,009	-
Advertising sales	123,077,271	50,385,210	154,103,833	46,783,169
Other sales	12,983,412	8,959,847	10,785,700	7,693,680
	259,752,540	59,345,057	294,881,241	54,476,849

**Fulfillment of the
Performance Obligations**

In time	136,675,269	8,959,847	140,777,408	7,693,680
At a specific moment in time	123,077,271	50,385,210	154,103,833	46,783,169
	259,752,540	59,345,057	294,881,241	54,476,849

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 14 - SALES AND COST OF SALES (Continued)

Cost of Sales

The details of cost of sales for the periods ended 30 September 2018 and 2017 are as follows:

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Raw material	(91,722,140)	(33,068,628)	(93,114,271)	(27,929,063)
Paper	(62,714,481)	(24,890,914)	(61,063,401)	(18,829,291)
Printing and ink	(23,322,218)	(7,764,014)	(23,876,726)	(7,862,293)
Other	(5,685,441)	(413,700)	(8,174,144)	(1,237,479)
Personnel expenses	(78,129,328)	(27,945,893)	(77,809,165)	(25,667,694)
Depreciation Expenses (Note 8,9)	(11,602,111)	(4,015,128)	(14,231,552)	(4,617,354)
Agency expenses	(7,189,976)	(2,514,780)	(7,039,300)	(2,299,774)
Distribution, storage and travel expenses	(4,992,241)	(1,627,653)	(4,928,663)	(1,768,870)
Fuel, electricity, water and office expenses	(3,605,841)	(1,188,885)	(3,692,827)	(1,308,904)
Outsourced services	(2,314,921)	(748,772)	(2,593,712)	(989,107)
Communication expenses	(2,349,174)	(872,997)	(2,295,596)	(810,897)
Maintenance and repair expenses	(1,992,120)	(607,839)	(2,747,369)	(1,112,779)
Rent expenses	(1,794,324)	(640,467)	(1,771,036)	(602,295)
Packaging expenses	(1,116,968)	(354,548)	(1,302,263)	(454,964)
Other	(11,059,492)	(2,268,117)	(9,181,791)	(3,513,656)
Total	(217,868,636)	(75,853,707)	(220,707,545)	(71,075,357)

NOTE 15- GENERAL ADMINISTRATIVE AND MARKETING EXPENSES

a) General administrative expenses:

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Personnel expenses	(22,383,179)	(6,758,305)	(20,161,891)	(6,289,729)
Consultancy expenses	(7,364,143)	(2,576,257)	(8,313,219)	(3,024,149)
Rent expenses	(6,954,261)	(2,840,684)	(5,988,833)	(1,692,812)
Maintenance and repair expenses	(3,758,110)	(1,391,922)	(3,283,196)	(1,046,167)
Fuel, electricity, water and office expenses	(3,618,826)	(1,291,217)	(3,751,820)	(1,352,519)
Depreciation and amortization charges (Note 8,9)	(3,390,800)	(1,169,918)	(4,314,785)	(1,228,994)
Transportation, storage and travel expenses	(1,701,431)	(486,151)	(1,718,604)	(673,606)
Outsourced services	(1,956,558)	(748,126)	(1,857,865)	(630,938)
Tax expenses	(1,327,115)	(442,183)	(2,007,157)	(389,872)
Other	(3,280,760)	(1,260,419)	(4,515,202)	(1,273,551)
Total	(55,735,183)	(18,965,182)	(55,912,572)	(17,602,337)

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 15- GENERAL ADMINISTRATIVE AND MARKETING EXPENSES (Continued)

b) Marketing expenses:

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Personnel expenses	(18,165,313)	(6,108,516)	(16,869,343)	(5,487,108)
Transportation, storage and travel expenses	(16,305,251)	(5,715,211)	(18,834,706)	(5,861,269)
Advertisement expenses	(10,842,653)	(3,084,777)	(7,862,375)	(1,212,169)
Promotion expenses	(4,892,623)	(1,418,006)	(6,005,907)	(1,588,192)
Sponsorship and other marketing expenses	(3,678,025)	(944,729)	(3,527,123)	(1,083,811)
Consultancy expenses	(2,817,268)	(946,726)	(2,223,749)	(1,719,299)
Outsourced services	(2,202,448)	(728,844)	(1,865,800)	(628,372)
Depreciation and amortization charges (Note 8,9)	(236,916)	(29,017)	(207,093)	(18,155)
Total	(59,140,497)	(18,975,826)	(57,396,096)	(17,598,375)

NOTE 16 - INCOME FROM INVESTING ACTIVITIES

The details of income from investing activities for the periods ended at 30 September 2018 and 2017 are as follows:

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Gain on sale of subsidiary (Note 20)	294,939,894	-	-	-
Foreign exchange and other gains ⁽¹⁾	82,617,730	82,594,964	-	-
Gain on sale of financial investment (Note 20)	5,898,242	-	-	-
Rent income (Note 7)	3,278,518	1,119,255	2,800,468	1,042,000
Gain on sale of tangible assets and investment properties	1,599,243	10,197	1,585,576	859,365
Dividend income from financial investments	1,200	-	285,510	-
Gain on change in fair value of investment properties (Note 7)	-	-	2,830,402	45,069
Total	388,334,827	83,724,416	7,501,956	1,946,434

⁽¹⁾ The related balance amounting to TRY 82,594,964 is due to the valuation of the Group's receivables from Demirören Medya (Note 21).

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 17 - EXPENSE FROM INVESTING ACTIVITIES

The details of expenses from investing activities for the periods ended at 30 September 2018 and 2017 are as follows:

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Loss on change in fair value of investment properties (Note 7)	(987,426)	-	(3,871,641)	1,214,092
Expenses related to investment properties	(398,403)	(100,586)	(1,466,853)	(674,266)
Loss from sale of tangible assets and investment properties	(379,926)	-	(326,767)	(260,778)
Other	(407)	-	(2,027)	-
Total	(1,766,162)	(100,586)	(5,667,288)	279,048

NOTE 18 - FINANCIAL EXPENSES

The details of financial expenses for the periods ended at 30 September 2018 and 2017 are as follows:

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Interest expense on bank loans	(15,731,574)	(2,942,743)	(30,842,387)	(10,911,033)
Loan comission, bank costs and factoring expenses	(318,135)	(115,061)	(372,316)	(108,131)
Foreign exchange income/(losses), net	(22,234)	21,726	(365,362)	(302,003)
Other	(8,549,088)	(6,079,675)	(572,096)	(180,834)
Total	(24,621,031)	(9,115,753)	(32,152,161)	(11,502,001)

NOTE 19 - INCOME TAXES

Assets related to current period tax:

	30 September 2018	31 December 2017
Corporate and income tax payable	35,163,275	2,378,344
Less: Prepaid taxes	(20,848,533)	(605,313)
Current income tax liabilities	14,314,742	1,773,031

Turkish tax legislation does not permit a parent company and its subsidiaries to file a consolidated tax return. Therefore, provisions for taxes, as reflected in these consolidated financial statements, have been calculated on a separate-entity basis.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 19 - INCOME TAXES (Continued)

Corporate tax rate in Turkey is 22% (31 December 2017: 20%).

In accordance with the regulation numbered 7061, published in Official Gazette on 5 December 2017, "Law on the Amendment of Certain Tax Acts and Some Other Laws", corporate tax rate for the years 2018, 2019 and 2020 has increased from 20% to 22% (2017:20%). Therefore, deferred tax assets and liabilities as of 30 September 2018 are calculated with 22% tax rate for the temporary differences which will be realized in 2018, 2019 and 2020, and with 20% tax for those which will be realized after 2021 and onwards. Corporation tax is payable on the total income of the companies after adjusting for certain disallowable expenses, corporate income tax exemptions (gain from associates' exemption, investment allowances etc.) and corporate income tax deductions (like research and development expenditures deduction). No further tax is payable unless the profit is distributed.

The tax rates which are used for the deferred tax calculation in accordance with Tax Legislation of each country as of 30 September 2018 are as follows:

Country	Tax Rate (%)
Germany	28
Belarus	18
Russia	20
Netherland	25

Deferred Tax

The Group recognizes deferred tax assets and liabilities based on temporary differences arising between the financial statements as reported for Financial Reporting Standards announced by Public Oversight Authority and financial statements prepared in accordance with the tax legislation. These differences usually stem from the income and expense to be accounted in different period because of the difference between Financial Reporting Standards announced by Public Oversight Authority and Tax legislation.

Deferred taxes are calculated on temporary differences that are expected to be realized or settled based on the taxable income in coming years under the liability method using tax rates enacted at the balance sheet dates.

Deferred tax assets and liabilities are presented in net in the consolidated financial statements of the Group, since they are presented in net in the financial statements of subsidiaries and joint ventures, which are each individual tax payers. Temporary differences deferred tax assets and deferred tax liabilities at the table below are presented based on gross amounts.

	30 September 2018	31 December 2017
Deferred tax liabilities	(19,532,613)	(16,553,127)
Deferred tax assets	1,854,550	1,800,832
Deferred tax liabilities, net	(17,678,063)	(14,752,295)

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 19 - INCOME TAXES (Continued)

Deferred Tax (Continued)

The temporary differences and deferred tax assets/(liabilities) using the enacted tax rates as of 30 September 2018 and 31 December 2017 are as follows:

	Total temporary differences		Deferred tax assets / (liabilities)	
	30 September 2018	31 December 2017	30 September 2018	31 December 2017
Provision for employee termination benefits and unused vacation rights	54,518,994	58,757,923	11,994,179	12,926,744
Difference between tax base and carrying value of trade receivables	34,115,658	29,589,490	7,505,445	6,688,240
Deferred income	3,693,136	2,769,496	812,490	609,287
Difference between tax bases and carrying value of property, plant and equipment and intangibles	(191,236,227)	(177,345,966)	(27,275,403)	(24,104,213)
Investment properties fair value differences	(109,336,299)	(110,794,286)	(10,714,766)	(10,759,684)
Other, net	(20,389)	471,032	(8)	(112,669)
Toplam	(208,265,127)	(196,552,311)	(17,678,063)	(14,752,295)

The movements of net deferred tax liabilities for the periods ended 30 September 2018 and 2017 are as follows:

	2018	2017
1 January	(14,752,295)	(48,512,356)
The opening effect of TFRS 9	819,961	-
Reported	(13,932,334)	(48,512,356)
Deferred tax income in consolidated statement of income	(1,198,577)	1,224,357
Accounted in equity	(241,635)	61,095
Currency translation differences	(2,436,763)	(3,679,446)
Tax effect of sale of subsidiary (Note 20)	131,246	362,767
Tax effect of discontinued operations (Note 20)	-	21,677,468
30 September	(17,678,063)	(28,866,115)

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 19 - INCOME TAXES (Continued)

As of 30 September 2018, carry forward tax losses for which deferred tax asset was not recognized amounted to TRY 459,337,687 (31 December 2017: TRY 295,693,466).

The maturity analysis of carry forward tax losses utilized is as follows:

	30 September 2018	31 December 2017
2018	2,215,343	5,972,388
2019	512,814	2,215,343
2020	438,736	512,814
2021	1,532,585	-
2022	-	717,027
Indefinite ^(*)	454,638,209	286,275,894
Total	459,337,687	295,693,466

(*) Based on the new tax regulations in Russia, the 10-year time limit for companies to carry forward previous year's losses to the following periods has been cancelled during 2016.

The analysis of the tax expense/(income) for the periods ended at 30 September 2018 and 2017 are as follows:

	1 January - 30 September 2018	1 January - 30 September 2017
Current tax income/(expense)	(35,163,275)	(269,808)
Deferred tax income/(expense)	(1,198,577)	1,224,357
Total	(36,361,852)	954,549

The reconciliation of the current period tax expense in the consolidated statement of income for the periods ended at 30 September 2018 and 2017 and consolidated tax and the tax (income)/expense calculated with the current tax rate over income before tax and non-controlling interests are as follows:

	1 January - 30 September 2018	1 January - 30 September 2017
Profit/(loss) before taxes and non-controlling interests ⁽¹⁾	366,293,097	(143,134,622)
Current period tax calculated at the effective tax rates of countries	(80,584,481)	27,985,475
Effect of adjustments and carryforward tax losses that are not subject to deferred tax	(8,225,339)	(3,342,418)
Effects of discontinued operations and sale of subsidiary	131,246	(22,040,235)
Exemptions ⁽²⁾	53,495,462	-
Other	(1,178,740)	(1,648,273)
Tax income/(expense)	(36,361,852)	954,549

⁽¹⁾ Comprised from total of tax losses of continuing and discontinued operations.

⁽²⁾ Comprised from the exemptions used during to the sale of Group's subsidiary Glokal.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

**NOTE 20 - ASSETS CLASSIFIED AS HELD FOR SALE AND DISCONTINUED
OPERATIONS**

a) Discontinuing the digital operation in Russia and EE

The Board of Directors of Pronto Media Holding, which is located in Russia as the indirect subsidiary of Trader Media East Ltd. ("TME"). That owned by 97.29% by the Group, has decided to discontinue the digital operations on 22 November 2017 due to the operational performance below the desired level. In accordance with the decision, digital operations under Pronto Media Holding are classified as "Discontinued Operations". The impairment losses due to discontinued operations are recognized under "Discontinued Operations" in the statement of profit/loss.

	1 January - 30 September 2018	1 January - 30 September 2017
Sales	2,335,395	13,289,954
Cost of sales (-)	(1,386,288)	(8,664,216)
General administrative and marketing expense	(3,509,607)	(20,703,871)
Other operating income (expense), net	(56,014)	(555,565)
Finance expense, net	(8,290,654)	(2,372,664)
Expenses from investing activities, net	273,291	(103,460,711)
Loss before tax from discontinued operations for the period	(10,633,877)	(122,467,073)
Deferred tax income	-	21,677,468
Loss from the discontinued operation for the period	(10,633,877)	(100,789,605)

The Group may derecognise its operations abroad in the form of sales, liquidation, repayment of capital or partial or complete abandonment of the entity. A reduction in the carrying amount of an overseas entity will not result in a partial elimination because of its own loss or impairment recognized by the investor. Therefore, any gain or loss on exchange rate differences recognized in other comprehensive income is not reclassified to profit or loss when the impairment loss is recognized.

The Group has monetary liabilities and receivables arising from foreign operations that are not part of the net investment in the foreign operations during the current period. Exchange differences arising from these transactions are recognized in equity under currency translation differences in the Consolidated Financial Statements and will be reflected to profit or loss during sale or wholly liquidation of the net investment.

b) Assets classified as held for sale

Sale of subsidiary

Doğan Holding has decided to start necessary actions at the meeting as of 6 April 2018 and numbered 2018/14 in order to transfer Hürriyet's share which consists of 10,274,043 unit, covering 92% of paid-in capital, at Glokal to the Doğan Holding or its direct or indirect subsidiaries and has given the management necessary authority.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

**NOTE 20 - ASSETS CLASSIFIED AS HELD FOR SALE AND DISCONTINUED
OPERATIONS (Continued)**

b) Assets classified as held for sale (Continued)

Sale of subsidiary (Continued)

As of 31 March 2018, the assets of Glokal have been classified in the assets as held for sale whereas its liabilities have been categorized into the liabilities directly associated with assets classified as held for sale. Additionally, the results of Glokal have been classified as "Discontinued Operations". With the same decision, Doruk Faktoring, financial investment of the Group, has been transferred to assets classified as held for sale.

On 14 May 2018, the Group sold Glokal and its subsidiaries to Glocal Invest BV for USD 76,251,213 (TRY 330,000,000). The details of the assets subject to sale are given in the below:

	14 May 2018
Cash and cash equivalents	21,584,738
Trade receivables	31,725,222
Other receivables	141,610
Contract assets	529,040
Inventories	99,541
Prepaid expense	1,391,334
Other current assets	1,872,639
Tangible assets	633,271
Intangible assets	3,354,586
Deferred tax assets	653,313
Assets classified as held for sale	61,985,294
	14 May 2018
Trade payables	12,489,491
Employee benefit payables	1,950,053
Other payables	522,042
Deferred income	10,578,027
Short term provisions	389,042
Other short term liabilities	293,415
Long-term provisions for employment benefits	598,458
Liabilities directly associated with assets classified as held for sale	26,820,528
Net assets subject to sale	35,164,766

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

**NOTE 20 - ASSETS CLASSIFIED AS HELD FOR SALE AND DISCONTINUED
OPERATIONS (Continued)**

b) Assets classified as held for sale (Continued)

Sale of subsidiary (Continued)

	1 January - 14 May 2018	1 January - 30 September 2017
Sales	21,979,204	35,644,427
Cost of sales (-)	(3,010,770)	(6,823,124)
General administrative and marketing expenses	(17,843,063)	(30,564,906)
Other operating income (expense) from main operations, net	918,436	1,023,184
Financial expenses, net	(565,466)	(529,733)
Income (expense) from investing activities, net	3,629	665,131
Profit before tax from discontinued operations for the period	1,481,970	(585,021)
Deferred tax income	131,246	362,767
Profit from discontinued operations for the period	1,613,216	(222,254)
		14 May 2018
Sales amount		330,000,000
Net book value		(35,164,766)
Non-controlling interest		104,660
Gain on sale of subsidiary (Note 16)		294,939,894

Sale of financial investment

Doğan Holding has decided to start necessary actions at the meeting as of 6 April 2018 and numbered 2018/14 in order to transfer Hürriyet's share which consists of 2,044,076 unit, covering 5.11% of paid-in capital at Doruk Factoring to the Doğan Holding or a subsidiary of Doğan Holding and give necessary authority to the management within that context.

In the consolidated financial statements prepared as of 31 March 2018, Doruk Factoring has been transferred to assets classified as held for sale. On 10 May 2018, the Group sold all of its shares in Doruk Factoring to Doğan Holding amounting to USD 1,620,888 (TRY 6,928,140).

	10 May 2018
Sales amount	6,928,140
Net book value	(1,029,898)
Gain on sale of financial investment (Note 16)	5,898,242

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 21 - RELATED PARTY DISCLOSURES

i) Balances of related parties:

a) Short term trade receivables from related parties:

	30 September 2018	31 December 2017
Trade receivables from related parties		
Demirören İnternet Yayıncılığı ve Yatırım A.Ş.		
("Demirören İnternet") ⁽¹⁾	22,444,568	20,978,395
Demirören Gazetecilik A.Ş. ("Demirören Gazetecilik") ⁽²⁾	11,272,875	9,535,962
Dogan Media ⁽³⁾	6,972,884	1,926,402
Demirören Dağıtım, Satış ve Pazarlama A.Ş.		
("Demirören Dağıtım") ⁽⁴⁾	4,838,737	3,204,446
Demirören TV Holding A.Ş. ("Demirören TV Holding") ⁽⁵⁾	2,560,579	721,729
Other	729,686	1,361,927
Doğan Holding Companies (Other)	-	259,727
	48,819,329	37,988,588

- (1) The balance is arising from sales of digital advertising to Demirören İnternet through websites. The Company's trade registry name "Doğan İnternet Yayıncılığı ve Yatırım A.Ş." has been changed as "Demirören İnternet Yayıncılığı ve Yatırım A.Ş." due to the change in parent company during 2018.
- (2) Receivable arising from printing newspapers of Demirören Gazetecilik in the Group's printing houses. The Company's trade registry name "Doğan Gazetecilik A.Ş." has been changed as "Demirören Gazetecilik A.Ş." due to the change in parent company during 2018.
- (3) The balance arising from printing of newspaper of Dogan Media in Hurriyet Frankfurt Facility and advertisement given.
- (4) Receivables arising from the distribution of daily newspaper of the Group. The Company's trade registry name "Doğan Dağıtım Satış ve Pazarlama A.Ş." has been changed as "Demirören Dağıtım Satış ve Pazarlama A.Ş." due to the change in parent company during 2018.
- (5) The balance arising from expenses invoiced to Hürriyet Gazetecilik ve Matbaacılık A.Ş. by Demirören TV Holding because Hürriyet shares the same building with Demirören TV Holding. The Company's trade registry name "Doğan TV Holding A.Ş." has been changed as "Demirören TV Holding A.Ş." due to the change in parent company during 2018.

b) Short term payables to related parties:

	30 September 2018	31 December 2017
Trade payables to related parties		
Dogan Media ⁽¹⁾	19,888,466	16,896,193
Demirören Haber Ajansı A.Ş. ("DHA") ⁽²⁾	1,828,213	536,500
DTV Haber ve Görsel Yayıncılık A.Ş.	728,320	260,110
Eko TV Televizyon ve Radyo Yayıncılık A.Ş. ("Eko TV")	568,252	532,436
Demirören TV Digital Platform		
İşletmeciliği A.Ş. ("Demirören TV Digital")	14,010	798,776
Other	301,380	210,557
Doğan Holding Companies (Other)	-	3,340,461
	23,328,641	22,575,033

- (1) The amounts paid by Dogan Media in return for the printing of Dogan Media newspapers at the facilities of Hürriyet Frankfurt Germany.
- (2) The balance consists of the Group's news service purchases. The Company's trade registry name "Doğan Haber Ajansı A.Ş." has been changed as "Demirören Haber Ajansı A.Ş." due to the change in parent company during 2018.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 21 - RELATED PARTY DISCLOSURES (Continued)

i) Balances of related parties (Continued):

c) Other receivables from related parties:

	30 September 2018	31 December 2017
Other short term receivables from related parties		
Demirören Medya ⁽¹⁾	182,011,575	-
Other long term receivables from related parties		
Demirören Medya ⁽¹⁾	60,670,525	-
	242,682,100	-

(1) Consist of receivables that the Group will receive from its parent company related to the sale of its subsidiaries. The Company has assigned these receivables to its main shareholder Demirören Medya with regard to the sales contract between Doğan Holding and Demirören Media. Notes receivables from Demirören Media are taken for the collection of related receivables, as the late interest rate is charged, the amount does not discounted.

ii) Significant transactions with related parties:

Transactions in related parties for the periods ended as of 30 September 2018 and 2017 are as follows:

a) Significant service and product sales to related parties:

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Demirören Dağıtım ⁽¹⁾	89,075,277	28,852,258	83,520,447	28,319,957
Demirören İnternet Yayıncılığı ⁽²⁾	24,578,968	6,600,263	26,337,674	7,838,776
Demirören Gazetecilik ⁽³⁾	22,968,148	8,600,111	21,841,025	6,942,628
Milliyet Gazetecilik Yayıncılık A.Ş.	1,077,729	14,297	-	-
Doğan Holding Companies	880,629	-	2,845,332	1,128,455
Other	3,421,799	1,017,976	3,028,407	1,636,202
	142,002,550	45,084,905	137,572,885	45,866,018

(1) The Group sells of daily newspapers to Demirören Dağıtım.

(2) The sales of internet advertisements of the Group are carried out through Demirören İnternet.

(3) The newspapers owned by Demirören Gazetecilik are printed in the Group's printing facilities.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 21 - RELATED PARTY DISCLOSURES (Continued)

ii) Significant transactions with related parties (Continued):

b) Significant service and product purchases from related parties:

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Demirören Dağıtım ⁽¹⁾	19,386,680	6,743,045	20,296,152	6,425,805
DHA ⁽²⁾	5,037,174	1,665,748	5,112,507	1,675,503
Demirören Gazetecilik ⁽³⁾	3,190,276	1,188,021	2,590,139	892,806
Demirören İnternet Yayıncılığı ⁽⁴⁾	3,123,499	454,652	2,473,932	767,738
Demirören TV Digital	917,959	311,980	1,090,526	465,734
Doğan Holding Companies	22,766,036	-	77,074,740	23,071,285
Other	1,697,627	1,011,357	443,232	263,029
	56,119,251	11,374,803	109,081,228	33,561,900

(1) The Group purchases newspaper distribution service.

(2) The Group purchases agency services.

(3) The balance is arising from rent, and security expenses related with building, which is used as Group headquarter.

(4) The Group purchases internet advertising and infrastructure service.

c) Other income from related parties:

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Demirören Medya Yatırımları A.Ş. ("Demirören Medya") ⁽¹⁾	9,081,753	9,081,753	-	-
Demirören TV Holding A.Ş.	3,160,063	1,088,845	501,216	81,518
Demirören Dağıtım	1,882,936	748,499	2,097,998	630,965
Demirören TV Digital	1,027,910	377,820	10,954	1,835
Demirören Gazetecilik	830,833	201,640	1,018,931	748,842
DHA	662,862	93,208	751,089	235,514
Doğan Media	409,957	409,957	6,587	6,587
Doğan Holding Companies	1,535,009	-	3,131,817	1,548,808
Other	969,355	341,727	747,909	63,477
	19,560,678	12,343,449	8,266,501	3,317,546

(1) The balance includes late interest charge income stemming from the receivable of Demirören Media.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 21 - RELATED PARTY DISCLOSURES (Continued)

ii) Significant transactions with related parties (Continued):

c) Other income from related parties (Continued):

As of 30 September 2018, amounting to TRY 1,327,910 of other income which totally amounts to TRY 19,560,678 consists of rent income which Hürriyet received from the Group companies (1 January - 30 September 2017: TRY 1,890,100).

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Financial income:				
Demirören Medya ⁽¹⁾	82,594,964	82,594,964	-	-
	82,594,964	82,594,964	-	-

⁽¹⁾ The balance consists of the foreign currency income calculated based on receivable, from Demirören Medya. The related balance accounted under the income from investing activities.

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Financial expense:				
Demirören Gazetecilik	311,721	-	-	-
Eko TV	15,614	3,748	-	-
Doğan Holding Companies	60,858	-	437,011	151,295
Other	3,895	3,628	-	-
	392,088	7,376	437,011	151,295

iii) Key Management Personnel:

	1 January - 30 September 2018	1 July - 30 September 2018	1 January - 30 September 2017	1 July - 30 September 2017
Salaries and other short term benefits	9,883,690	1,781,999	6,341,833	1,626,653
Post-employment benefits	2,142,096	-	36,629	-
	12,025,786	1,781,999	6,378,462	1,626,653

The Company determined the key management personnel as Board of Directors and Executive Committee. Benefits provided to key management personnel consisted of wage, premium, health insurance, transportation and post-employment benefits.

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 22 - NATURE AND LEVEL OF RISK ARISING FROM FINANCIAL INSTRUMENTS

22.1 Financial Risk Management

Foreign currency risk

The Group is exposed to foreign exchange risk because of the translation of the amounts of liability denominated in foreign currency into the functional currency. These risks are monitored by the analysis of foreign currency position.

The foreign exchange risk mainly arises from the impact of rate changes in the translation of the Group's foreign currency denominated borrowings which are obtained to fund capital expenditures in domestic and overseas operations (The risk is monitored in regular meetings). The Group maintains a certain portion of its excess cash and cash equivalents in foreign currency to minimize the currency risk exposure.

The Group's risk management policy for currency risk is to maintain sufficient liquid assets for the anticipated cash flows of raw material purchase and borrowing repayment amounts in each major foreign currency for the subsequent 3 to 6 months. However, this policy should be revised by the management when deemed necessary, according to market conditions.

TRY equivalents of assets and liabilities denominated in foreign currencies at 30 September 2018 and 31 December 2017 are as follows:

	30 September 2018	31 December 2017
Assets	245,909,973	11,859,060
Liabilities	(1,658,273)	(7,094,326)
Net foreign currency position	244,251,700	4,764,734

Following exchange rates have been used in the translation of foreign currency denominated balance sheet items as of 30 September 2018: 5.9902 TRY= 1 US Dollar and 6.9505 TRY=1 Euro (31 December 2017: 3.7719 TRY= 1 US Dollar and 4.5155 TRY=1 Euro).

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

**NOTE 22 - NATURE AND LEVEL OF RISK ARISING FROM FINANCIAL INSTRUMENTS
(Continued)**

22.1 Financial Risk Management (Continued)

Foreign currency risk (Continued)

The table below summarizes of the Group's foreign currency risk as of 30 September 2018 and 31 December 2017. The foreign currency assets and liabilities which is held on by the Group are as follows:

30 September 2018	TRY Equivalent	USD	Euro	Other
1. Trade receivables	3,190,186	165,619	316,250	-
2a. Monetary Financial Assets (Cash, Banks included)	182,041,962	30,327,494	29,091	172,011
2b. Non-Monetary Financial Assets	-	-	-	-
3. Other	7,303	1,219	-	-
4. Current Assets (1+2+3)	185,239,451	30,494,332	345,341	172,011
5. Trade receivables	-	-	-	-
6a. Monetary Financial Assets	60,670,525	10,128,297	-	-
6b. Non-Monetary Financial Assets	-	-	-	-
7. Other	1,256,030	81,817	109,919	1,938
8. Non-Current Assets (5+6+7)	61,926,555	10,210,114	109,919	1,938
9. Total Assets (4+8)	247,166,006	40,704,446	455,260	173,949
10. Trade Payables	1,658,273	138,450	118,983	1,938
11. Financial Liabilities	-	-	-	-
12a. Other Monetary Financial Liabilities	-	-	-	-
12b. Other Non-Monetary Financial Liabilities	-	-	-	-
13. Current Liabilities (10+11+12)	1,658,273	138,450	118,983	1,938
14. Trade Payables	-	-	-	-
15. Financial Liabilities	-	-	-	-
16a. Other Monetary Financial Liabilities	-	-	-	-
16b. Other Non-Monetary Financial Liabilities	-	-	-	-
17. Non-Current Liabilities (14+15+16)	-	-	-	-
18. Total Liabilities (13+17)	1,658,273	138,450	118,983	1,938
19. Net asset / liability position of off-balance sheet derivatives (19a-19b)	-	-	-	-
19a. Off-balance sheet foreign currency derivative assets	-	-	-	-
19b. Off-balance sheet foreign currency derivative liabilities	-	-	-	-
20. Net foreign currency asset liability position (9-18+19)	245,507,733	40,565,996	336,277	172,011
21. Net foreign currency asset / liability position of monetary items (1+2a+5+6a-10-11-12a-14-15-16a)	244,244,400	40,482,960	226,358	170,073
22. Fair value of foreign currency hedged financial assets	-	-	-	-

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

**NOTE 22 - NATURE AND LEVEL OF RISK ARISING FROM FINANCIAL INSTRUMENTS
(Continued)**

22.1 Financial Risk Management (Continued)

Foreign currency risk (Continued)

31 December 2017	TRY Equivalent	USD	Euro	Other
1. Trade receivables	3,759,431	281,223	577,141	92,607
2a. Monetary Financial Assets (Cash, Banks included)	7,961,316	1,918,349	39,149	548,718
2b. Non-Monetary Financial Assets	-	-	-	-
3. Other	138,313	8,845	-	104,951
4. Current Assets (1+2+3)	11,859,060	2,208,417	616,290	746,276
5. Trade receivables	-	-	-	-
6a. Monetary Financial Assets	-	-	-	-
6b. Non-Monetary Financial Assets	-	-	-	-
7. Other	-	-	-	-
8. Non-Current Assets (5+6+7)	-	-	-	-
9. Total Assets (4+8)	11,859,060	2,208,417	616,290	746,276
10. Trade Payables	1,518,360	87,924	183,897	356,335
11. Financial Liabilities	4,618,399	-	-	4,618,399
12a. Other Monetary Financial Liabilities	957,567	96,259	11,020	544,728
12b. Other Non-Monetary Financial Liabilities	-	-	-	-
13. Current Liabilities (10+11+12)	7,094,326	184,183	194,917	5,519,462
14. Trade Payables	-	-	-	-
15. Financial Liabilities	-	-	-	-
16a. Other Monetary Financial Liabilities	-	-	-	-
16b. Other Non-Monetary Financial Liabilities	-	-	-	-
17. Non-Current Liabilities (14+15+16)	-	-	-	-
18. Total Liabilities (13+17)	7,094,326	184,183	194,917	5,519,462
19. Net asset / liability position of off-balance sheet derivatives (19a-19b)	-	-	-	-
19a. Off-balance sheet foreign currency derivative assets	-	-	-	-
19b. Off-balance sheet foreign currency derivative liabilities	-	-	-	-
20. Net foreign currency asset liability position (9-18+19)	4,764,734	2,024,235	421,373	(4,773,186)
21. Net foreign currency asset / liability position of monetary items (1+2a+5+6a-10-11-12a-14-15-16a)	4,626,421	2,015,389	421,373	(4,878,137)
22. Fair value of foreign currency hedged financial assets	-	-	-	-

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

**NOTE 22 - NATURE AND LEVEL OF RISK ARISING FROM FINANCIAL INSTRUMENTS
(Continued)**

22.1 Financial Risk Management (Continued)

Foreign currency risk (Continued)

The Group is exposed to foreign currency risk of US Dollar, Euro, and other foreign currency.

30 September 2018

	Profit/Loss	
	Foreign currency appreciation	Foreign currency depreciation
If the US dollar had changed by 20% against the TRY		
USD net (liabilities)/assets	48,599,686	(48,599,686)
Hedging amount of USD	-	-
USD net effect on (loss)/income	48,599,686	(48,599,686)
If the EUR had changed by 20% against the TRY		
Euro net (liabilities)/assets	467,459	(467,459)
Hedging amount of Euro	-	-
Euro net effect on (loss)/income	467,459	(467,459)
If other foreign currency had changed by 20% against the TRY		
Other foreign currency net (liabilities)/assets	34,402	(34,402)
Hedging amount of other foreign currency	-	-
Other foreign currency net effect on (loss)/income	34,402	(34,402)

31 December 2017

	Profit/Loss	
	Foreign currency appreciation	Foreign currency depreciation
If the US dollar had changed by 20% against the TRY		
USD net (liabilities)/assets	1,527,042	(1,527,042)
Hedging amount of USD	-	-
USD net effect on (loss)/income	1,527,042	(1,527,042)
If the EUR had changed by 20% against the TRY		
Euro net (liabilities)/assets	380,542	(380,542)
Hedging amount of Euro	-	-
Euro net effect on (loss)/income	380,542	(380,542)
If other foreign currency had changed by 20% against the TRY		
Other foreign currency net (liabilities)/assets	(954,638)	954,638
Hedging amount of other foreign currency	-	-
Other foreign currency net effect on (loss)/income	(954,638)	954,638

CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018

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

NOTE 23 - FINANCIAL INSTRUMENTS (FAIR VALUE DISCLOSURES AND EXPLANATIONS ON HEDGE ACCOUNTING)

30 September 2018	Financial assets measured at amortized cost	Financial liabilities measured at amortized cost	Financial assets at fair value through other comprehensive income	Carrying Value	Note
Financial assets					
Cash and cash equivalents	16,822,368	-	-	16,822,368	-
Trade receivables					
from non-related parties	107,793,336	-	-	107,793,336	5
Trade receivables from related parties	48,819,329	-	-	48,819,329	21
Other receivables					
from non-related parties	8,489,903	-	-	8,489,903	-
Other receivables					
from related parties	242,682,100	-	-	242,682,100	21
Financial investments	73,592	-	313,923	387,515	-
Financial liabilities					
Financial borrowings	-	39,412,666	-	39,412,666	4
Trade payables					
to non-related parties	-	49,853,274	-	49,853,274	5
Trade payables to related parties	-	23,328,641	-	23,328,641	21
Employee benefit payables	-	1,677,612	-	1,677,612	-
Other payables					
to non-related parties	-	6,597,532	-	6,597,532	-
Other short-term liabilities	-	45,548,620	-	45,548,620	-

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

NOTE 23 - FINANCIAL INSTRUMENTS (FAIR VALUE DISCLOSURES AND EXPLANATIONS ON HEDGE ACCOUNTING) (Continued)

31 December 2017					
Financial assets	Assets at amortized cost	Financial liabilities at amortized cost	Financial assets at fair value through profit or loss	Carrying Value	Note
Cash and cash equivalents	65,946,767	-	-	65,946,767	-
Trade receivables					
from non-related parties	184,369,460	-	-	184,369,460	5
Trade receivables from related parties	37,988,588	-	-	37,988,588	21
Other receivables					
from non-related parties	5,274,370	-	-	5,274,370	-
Financial investments	68,713	-	1,343,821	1,412,534	-
Financial liabilities					
Financial borrowings	-	262,168,778	-	262,168,778	4
Trade payables					
to non-related parties	-	50,362,747	-	50,362,747	5
Trade payables to related parties	-	22,575,033	-	22,575,033	21
Employee benefit payables	-	809,879	-	809,879	-
Other payables					
to non-related parties	-	10,388,050	-	10,388,050	-
Other short-term liabilities	-	231,219	-	231,219	-
Derivative instrument	-	-	1,098,340	1,098,340	-

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONSOLIDATED
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2018**

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

**NOTE 23 - FINANCIAL INSTRUMENTS (FAIR VALUE DISCLOSURES AND
EXPLANATIONS ON HEDGE ACCOUNTING) (Continued)**

Fair value of financial instruments

The fair value of financial assets and liabilities is assigned as below:

- Level 1: the fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices;
- Level 2: the fair value of other financial assets and financial liabilities are determined in accordance with generally accepted pricing models based on discounted cash flow analysis using prices from observable current market transactions; and
- Level 3: the fair value of the financial assets and financial liabilities are determined where there is no observable market data.

NOTE 24 - EVENTS AFTER REPORTING PERIOD

Approval of Financial Statements

The consolidated financial statements for the period ended 30 September 2018 were approved by the Board of Directors on 8 November 2018.

.....