

**İndeks Bilgisayar Sistemleri Mühendislik
Sanayi ve Ticaret Anonim Şirketi**

**Consolidated
Financial Statements
And
Independent Auditors' Report
For the Year Ended December 31, 2012**

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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INDEPENDENT AUDIT REPORT

To The Board of Directors of
İndeks Bilgisayar Sistemleri Mühendislik Sanayi ve Ticaret Anonim Şirketi

Introduction

We have audited the accompanying consolidated financial statements of **İndeks Bilgisayar Sistemleri Mühendislik Sanayi ve Ticaret Anonim Şirketi**, its subsidiaries (together with "Group") which comprise the consolidated balance sheet as of December 31, 2012 and the consolidated income statement, consolidated statement of changes in shareholders' equity and consolidated statement of cash flows for the years then ended, and a summary of significant accounting policies and other explanatory notes.

Responsibility of Management in Accordance with Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with financial reporting standards published by Capital Market Board. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Responsibility of Independent Auditing Company

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing published by Capital Market Board. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement. Our audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly the consolidated financial position of **İndeks Bilgisayar Sistemleri Mühendislik Sanayi ve Ticaret Anonim Şirketi** as of December 31, 2012 and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with financial reporting standards published by Capital Market Board.

ÇAĞDAŞ BAĞIMSIZ DENETİM S.M.M.M. A.Ş.
An independent member of IAPA International

ÇAĞDAŞ
Bağımsız Denetim S.M.M.M. A.Ş.

ÖZCAN AKSU
Certified Public Accountant
(İstanbul, April 8, 2013)

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BALANCE SHEET (TL)
(XI-29 CONSOLIDATED)

		<i>Audited Current Period</i>	<i>Audited Previous Period</i>
	Notes	31.12.2012	31.12.2011
ASSETS			
Current Assets		638.133.540	599.295.104
Cash and Cash Equivalents	6	51.259.440	65.358.568
Financial Investments	7	-	444.263
Trade Receivables	10	412.207.387	403.174.146
- <i>Receivables from Related Parties</i>	10-37	443.442	2.859.230
- <i>Other</i>	10	411.763.945	400.314.916
Other Receivables	11	540.224	327.731
- <i>Receivables from Related Parties</i>	11-37	294.094	162.812
- <i>Other</i>	11	246.130	164.919
Inventories	13	131.530.291	104.450.889
Other Current Assets	26	42.596.198	25.539.507
Non-Current Assets		32.668.619	32.984.480
Other Receivables	11	42.015	49.241
Financial Investments	7	61.242	64.894
Investment Property	17	2.643.041	-
Tangible Fixed Assets	18	26.000.955	29.127.228
Intangible Fixed Assets	19	167.073	214.850
Goodwill	20	2.328.711	2.467.577
Deferred Tax Assets	35	1.425.582	1.060.690
TOTAL ASSETS		670.802.159	632.279.584

The accompanying policies and explanatory notes are an integral part of the consolidated financial statements.

ÇAGDAŞ
Bağımsız Denetim S.M.M.M. A.Ş.

BALANCE SHEET (TL)
(XI-29 CONSOLIDATED)

	Notes	Audited Current Period 31.12.2012	Audited Previous Period 31.12.2011
LIABILITIES			
Short -Term Liabilities		523.820.818	480.634.053
Financial Liabilities	8	24.067.293	34.590.274
Other Financial Liabilities	9	185.608	-
Trade Payables	10	455.861.882	395.944.108
-Due to Related Parties	10-37	445.233	3.960.356
-Other	10	455.416.649	391.983.752
Other Payables	11	12.106.977	15.325.840
-Due to Related Parties	11-37	1.675	4.385.413
-Other	11	12.105.302	10.940.427
Provision for Tax	35	424.048	2.958.982
Provision For Liabilities	22	15.141.019	23.027.029
Other Short-Term Liabilities	26	16.033.991	8.787.820
Long - Term Liabilities		7.462.726	13.199.846
Financial Liabilities	8	5.286.159	11.732.883
Provision For Employment Termination Indemnities	24	2.176.567	1.466.963
SHAREHOLDERS EQUITY		139.518.615	138.445.685
Parent Company Shareholders' Equity	27	125.524.543	124.758.384
Paid-in Capital		56.000.000	56.000.000
Translation Differences of Capital	2.01	(3.151.464)	-
Capital Inflation Adjustment Differences		-	241.113
Hedging Funds	7	(12.855)	9.895
Foreign Currency Translation Differences	2.01	(4.467.721)	-
Restricted Reserves		6.680.109	5.671.482
Previous Years' Profit / (Loss)		53.830.180	44.388.033
Net Profit / (Loss) for the Period		16.646.294	18.447.861
Minority Shares	27	13.994.072	13.687.301
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		670.802.159	632.279.584

The accompanying policies and explanatory notes are an integral part of the consolidated financial statements.

COMPREHENSIVE INCOME STATEMENT (TL)
(XI-29 CONSOLIDATED)

	Notes	<i>Audited Current Period</i> 01.01.2012 31.12.2012	<i>Audited Previous Period</i> 01.01.2011 31.12.2011
OPERATING INCOME			
Sales	28	1.412.201.242	1.513.546.064
Cost of Sales (-)	28	(1.333.792.333)	(1.420.802.797)
GROSS PROFIT		78.408.909	92.743.267
Marketing, Sales and Distribution Expenses (-)	29	(17.688.796)	(16.789.949)
General Administrative Expenses (-)	29	(23.166.247)	(19.258.023)
Other Operating Income	31	1.200.657	395.771
Other Operating Expense (-)	31	(977.115)	(1.191.240)
OPERATING PROFIT/(LOSS)		37.777.408	55.899.826
Financial Income	32	19.171.612	59.350.774
Financial Expenses (-)	33	(37.064.730)	(86.869.690)
CONTINUED OPERATIONS PROFIT BEFORE TAXATION		19.884.290	28.380.910
Tax Income / (Expense)		(2.269.724)	(7.265.906)
- Tax Expense for the Period	35	(2.750.281)	(7.605.354)
- Deferred Tax Income	35	480.557	339.448
PROFIT FOR THE PERIOD		17.614.566	21.115.004
Other Comprehensive Income		-	-
Change in Hedge Funds	27	(22.750)	(69.389)
Foreign Currency Translation Differences		(8.630.567)	-
OTHER COMPREHENSIVE INCOME (AFTER TAX)		-	-
TOTAL COMPREHENSIVE INCOME		8.961.249	21.045.615
Distribution of Period Profit / (Loss)		-	-
Minority Share	27	968.272	2.667.143
Main Partnership Share	27	16.646.294	18.447.861
Distribution of Total Comprehensive Income		-	-
Minority Share	27	480.054	2.660.804
Main Partnership Share	27	8.481.195	18.384.811
Net Earnings Per Share	36	0,297255	0,329426

The accompanying policies and explanatory notes are an integral part of the consolidated financial statements.

ÇAĞDAŞ
Bağımsız Denetim ve Ş.M.M.M. A.Ş.

CASH FLOW STATEMENT (TL)
(XI-29 CONSOLIDATED)

		<i>Audited Current Period</i>	<i>Audited Previous Period</i>
	Notes	01.01. 2012 31.12. 2012	01.01. 2011 31.12 2011
A) CASH FLOW PROVIDED FROM OPERATIONS			
CONTINUED OPERATIONS PROFIT BEFORE TAXATION		19.884.290	28.380.910
Adjustments:			
Depreciation (+)	17-18-19	1.261.845	1.125.760
Increase in Provision For Termination Indemnities (+)	24	1.171.751	643.301
Rediscount on Notes Receivable (+)	10	(1.323.490)	2.355.440
Profit (+) / Loss from Sale of Fixed Assets	18-19	-	39.045
Increase (+) / Decrease (-) in Provision for Debts	22	(7.886.010)	17.850.235
Provision for Doubtful Receivables for Current Period (+)	10	477.974	1.112.429
Provision for Nullified Doubtful Receivables (-)	10	(679.296)	(245.616)
Provision for Decrease in Value of Inventories (+)	13	405.562	253.717
Rediscount on Notes Payable (-)	10	1.428.789	(2.796.835)
Provision for Decrease in Value of Affiliates (-)		-	-
Negative Goodwill Income	3	-	(60.752)
Interest Expenses (+)	33	30.284.719	24.279.734
Interest Income (-)	32	(11.844.633)	(19.649.907)
Income from Marketable Securities or Long-term Investments(-)		-	-
Operational Income Before Changes in Working Capital:		33.181.501	53.287.461
Increase in Trade Receivables /Other Receivables (-)	10-11	(8.392.992)	(90.048.141)
Decrease in Inventories (+)	13	(27.484.964)	23.484.116
Increase in Marketable Securities with Purchase/Sale Purposes (-)		-	-
Decrease in Trade Receivables /Other Receivables (-)	10-11	55.270.122	33.391.927
Increase (-) / Decrease (+) in Other Current Assets		(17.056.691)	12.650.830
Cash Assets from Artım A.Ş./Alkim A.Ş.		-	1.291.909
Increase (+) / Decrease (-) in other Liabilities	26	7.246.171	(2.798.992)
Other Cash Flows (+) / (-)		(4.256.799)	(1.381.538)
Cash Inflow Provided/(Used) From Operating Activities:		38.506.348	29.877.572
Termination Indemnities Payment (-)	22	(459.307)	(250.053)
Tax Payment (-)	35	(5.282.502)	(5.745.006)
Net Cash Inflow Provided/(Used) From Operating Activities:		32.764.539	23.882.513
B) NET CASH USED IN INVESTMENT OPERATIONS			
Net Tangible Assets Purchases (-)	3	-	(1.229.531)
Investment property (-)	17	(1.127.788)	-
Tangible Assets Purchases (-)	18-19	(1.476.922)	(1.876.669)
Cash provided from sale of Tangible and Intangible Assets	18-19	267.720	252.995
NET CASH RELATING TO INVESTMENT OPERATIONS		(2.336.990)	(2.853.205)
C) CASH FLOW RELATING TO FINANCIAL ACTIVITIES			
Capital Increase		-	-
Change in Cash with Issue Premiums (+)		-	-
Change in Short Term Financial Liabilities (+)	8	(10.522.981)	22.403.413
Change in Long Term Financial Liabilities (+)	8	(6.446.724)	3.447.523
Dividends Payments (-)	27	(7.997.087)	(4.276.858)
Net Interest Income / (Expense)	32-33	(19.534.499)	(3.673.960)
Hedge Funds		(22.750)	9.895
NET CASH RELATING TO FINANCIAL ACTIVITIES		(44.524.041)	17.910.013
NET CHANGE IN CASH AND CASH EQUIVALENTS		(14.096.492)	38.939.321
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD			
	6	65.355.191	26.415.870
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	6	51.258.699	65.355.191

The accompanying policies and explanatory notes are an integral part of the consolidated financial statements.

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.
CONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2012

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (TL)
(XI-29 CONSOLIDATED)

<i>Audited</i>	Notes	Capital	Capital Translation Differences	Capital Adjustment Differences	Hedge Funds	Foreign Currency Translation Differences	Restricted Reserves	Previous Year Profit / (Loss)	Net Period Profit / (Loss)	Main Partnership Share	Minority Shares	Total Shareholders' Equity
01.01.2012	Not:27	56.000.000	-	241.113	9.895	-	5.671.482	44.388.033	18.447.861	124.758.384	13.687.301	138.445.685
Capital Increase		-	-	-	-	-	-	-	-	-	-	-
Transfers to Retained Earnings		-	-	-	-	-	-	18.447.861	(18.447.861)	-	-	-
Transfers to Reserves		-	-	-	-	-	1.008.627	(1.008.627)	-	-	-	-
Dividends		-	-	-	-	-	-	(7.997.087)	-	(7.997.087)	-	(7.997.087)
Foreign Currency Translation Differences	Not: 2.01	-	(3.151.464)	(241.113)	-	(4.467.721)	-	-	-	(7.860.298)	(770.269)	(8.630.567)
Hedge Funds	Not: 7	-	-	-	(22.750)	-	-	-	-	(22.750)	-	(22.750)
Purchase of Subsidiaries	Not :3	-	-	-	-	-	-	-	-	-	2.036.467	2.036.467
Sale of Subsidiaries	Not :3	-	-	-	-	-	-	-	-	-	(1.927.699)	(1.927.699)
Net Period Profit		-	-	-	-	-	-	-	16.646.294	16.646.294	968.272	17.614.566
31.12.2012	Not:27	56.000.000	(3.151.464)	-	(12.855)	(4.467.721)	6.680.109	53.830.180	16.646.294	125.524.543	13.994.072	139.518.615

Audited

01.01.2011	Not:27	56.000.000	-	241.113	79.284	-	5.109.837	36.055.067	13.171.469	110.656.770	9.780.474	120.437.244
Capital Increase		-	-	-	-	-	-	-	-	-	-	-
Transfers to Retained Earnings		-	-	-	-	-	-	13.171.469	(13.171.469)	-	-	-
Transfers to Reserves		-	-	-	-	-	561.645	(561.645)	-	-	-	-
Dividends		-	-	-	-	-	-	(4.276.858)	-	(4.276.858)	-	(4.276.858)
Hedge Funds	Not: 7	-	-	-	(69.389)	-	-	-	-	(69.389)	-	(69.389)
Purchase of Subsidiaries	Not :3	-	-	-	-	-	-	-	-	-	1.239.684	1.239.684
Net Period Profit		-	-	-	-	-	-	-	18.447.861	18.447.861	2.667.143	21.115.004
31.12.2011	Not:27	56.000.000	-	241.113	9.895	-	5.671.482	44.388.033	18.447.861	124.758.384	13.687.301	138.445.685

These accompanying policies and explanatory notes are an integral part of the consolidated financial statements.

İNDEKS
İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.
S.M.M.M. A.Ş.

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

Notes to the Consolidated Financial Statements for the Period Ended December 31, 2012" (Series:XI No:29)

(The amounts are stated as Turkish Lira ("TL") unless otherwise specified.)

1 ORGANIZATION AND BUSINESS SEGMENT

İndeks Bilgisayar Sistemleri Mühendislik Sanayi ve Ticaret Anonim Şirketi was established in 1989 and the activities of the Company are comprised of trade of all kinds of "Information Technology" products for the purpose of wholesale trading. The Company is registered to the Capital Markets Board of Turkey since June 2004 and 15, 34% of the Company's shares are traded on Istanbul Stock Exchange.

As of December 31, 2012 and December 31, 2011, details regarding to Company's subsidiaries, which are subject to consolidation, are as follows:

Company Name	Field Of Operations	Capital	% of Direct Ownership	% of Indirect Ownership
Datagate Bilgisayar Malzemeleri A.Ş. (Datagate)	Purchasing and Selling of Computer and Equipment	10.000.000	59,24	59,24
Neotech Teknolojik Ürünler Dağ. A.Ş. (Neotech)	Purchasing and Selling of Home Electronic Products	1.000.000	80,00	80,00
Teklos Teknoloji Lojistik Hizmetleri A.Ş. (Teklos)	Logistics	5.000.000	99,99	99,99
Artım Bilişim Çözüm ve Dağıtım A.Ş. (Artım) (*)	Purchasing and Selling of Spare Parts of IT Products	1.210.000	51,00	51,00
İndeks International FZE (**) (İndeks FZE)	Purchasing and Selling of Computer and Equipment	150.000 UAE Dirham	100	100
Datagate International FZE (***) (Datagate FZE)	Purchasing and Selling of Computer and Equipment	150.000 UAE Dirham	-	59,24

(*) % 51 of the Artım Bilişim Çözüm ve Dağ. A.Ş. has been acquired on February 7, 2011.

(**) A new company was established in United Arab Emirates with the title Indeks International FZE on May 9, 2012 and the Company participated in Indeks International FZE by 100 %.

(***) A new company was established in United Arab Emirates with the title Datagate International FZE on May 9, 2012 and Datagate A.Ş., which is one of the participations of the Company, participated in this new company by 100 %.

As of December 31, 2012 and December 31, 2011, details regarding to Company's joint ventures, which are subject to consolidation, are as follows:

Company Name	Field Of Operations	Capital	% of Direct Ownership	% of Indirect Ownership
Neteks İletişim Ürünleri Dağıtım A.Ş. (Neteks)	Purchasing and Selling Network Products	1.100.000	50,00	50,00

The financial statements of Datagate Bilgisayar Malzemeleri A.Ş., Neotech Teknolojik Ürünler Dağ. A.Ş., Teklos Teknoloji Lojistik Hizmetleri A.Ş., Artım Bilişim Çözüm ve Dağıtım A.Ş. and Indeks International FZE are consolidated according to "the full consolidation method". The financial statements of Neteks İletişim Ürünleri Dağıtım A.Ş. is consolidated according to "the proportionate consolidation method".

The main shareholders of the Company are Nevres Erol Bilecik (%55,93).

The average number of employees for the year 2012 is 416. (December 31, 2012: 369). All of the personnel carry out administrative duties.

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

Notes to the Consolidated Financial Statements for the Period Ended December 31, 2012" (Series:XI No:29)

(The amounts are stated as Turkish Lira ("TL") unless otherwise specified.)

The Company's official address registered in Trade Registry is Ayazağa District, Cendere Yolu No: 9/1 Şişli, İstanbul. The Company's head office is in İstanbul and it has branches in Ankara, İzmir, Diyarbakır and İstanbul Atatürk Airport Free Zone.

2 PRINCIPLES RELATED TO THE PRESENTATION OF THE FINANCIAL STATEMENTS

2.01 Basic Principles for the Presentation

The Group maintains its books of account and prepares its statutory financial statements in accordance with the regulations of Capital Market Board (CMB) Law, Turkish Commercial Code, Tax Procedural Law and Uniform Chart of Accountants published by Ministry of Finance.

The accompanying consolidated financial statements of the Group were prepared in accordance with the communiqué Serie XI, No: 29 "Communiqué on Financial Reporting at Capital Markets" which was declared by the CMB dated April 9, 2008 with No: 26842.

CMB determines that serie:XI, No:29" Communiqué on Financial Reporting at Capital Markets" with this communiqué financial statements are prepared and presented to related part of bases and consistent by companies. This communiqué "Communiqué on Financial Reporting at Capital Markets" were abolished by CMB. This communiqué has become valid for the first interim financial statements after January 1, 2008. In accordance with the communiqué Companies have to prepare their financial statements which were accepted by European Union appropriate to IAS/ IFRS. Turkish Accounting/Financial Reporting Standards. On the other hand, standards were accepted by European Union and financial statements appropriate to IAS/ IFRS. Turkish Accounting/Financial Reporting Standards which were published by Turkish Accounting Standards Board, are based and consistent with IAS/ IFRS when the standards will be announced by Public Oversight Accounting and Auditing Standards Authority.

Financial statements were prepared in accordance with the communiqué Series XI, No: 29 and notes to the financial statements were presented according to the format obliged by the CMB with the declaration dated April 14, 2008.

As of December 31, 2012 the Group's financial statements were approved and signed by its Board of Directors for the dated April 8, 2013. General Assembly has a right to amend the financial statements.

Evaluation of Foreign Currency Transactions in Functional Currency

The Group determined its functional currency as USD in accordance with International Accounting Standards ("IAS") 21 "The Effects of Changes in Foreign Exchange Rates", due to the fact that the significant part of sales and purchases are USD based. The major outlines applied during translation of foreign currency transactions to USD are as follows:

- Transactions in foreign currencies are translated using the prevailing spot f/x rates between the foreign currency and the functional currency in the transaction dates and recorded in functional currency.

At each balance sheet date,

- Monetary items in foreign currency are translated into USD using the balance sheet date rates,
- Non-monetary items which are recorded at historical cost, are translated into USD using the rates at transaction dates,
- Non-monetary items which are measured at fair value, are translated into USD using the rates of the date which the fair value was determined.

Using a Reporting Currency Other Than The Functional Currency

The accompanying financial statements and notes, which are prepared to be presented to CMB are prepared in Turkish Lira. The main outlines applied during translation of financial statements which were prepared in USD to Turkish Lira for presentation purposes are as follows:

- Assets and liabilities for each balance sheet presented (including comparatives) are translated at the closing rate at the date of that balance sheet. Capital and capital reserves are carried at their historical nominal values and the translation differences arising from these are recorded under the equity item translation differences.

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

Notes to the Consolidated Financial Statements for the Period Ended December 31, 2012" (Series:XI No:29)

(The amounts are stated as Turkish Lira ("TL") unless otherwise specified.)

- Income and expenses for each income statement (including comparatives) are translated at exchange rates at the dates of the transactions. The average foreign exchange rate for the period ended as of December 31, 2012 is 1 USD = 1,7942 TL.

- all resulting exchange differences are recognised in other comprehensive income.

The balance sheet date rates for TL/USD as of December 31, 2012 and December 31, 2011 are as follows:

Date TL	ABD Rate
December 31, 2012	1,7826
December 31, 2011	1,8889

2.02 Dealing with the Inflation Effects in Hyper-Inflationary Periods

According to the decision, dated March 17, 2005 with No: 11/367, made by the Capital Market Board, the inflation accounting has been no longer effective as of 2005 and the accompanying consolidated financial statements have not been adjusted since January 1, 2005. Nonmonetary values, which are in the accompanying consolidated financial statements, exist with valued as of December 31, 2004 in accordance with International Accounting Standards No. 29 "Financial Reporting on Hyper-Inflationist Economies".

2.03 Consolidation Principles

Subsidiaries are the companies, whose shares are held by the Company directly or indirectly through shares of other companies. As a result, the Group with or without over 50% of voting right, has the power and authority to direct and control the management and policies of the subsidiary companies whether through the ownership of voting securities, by contract or otherwise.

Balance Sheet and Income statements of the subsidiaries are consolidated according to "full consolidation method" and book value and capital of the Group's subsidiary are adjusted accordingly. Transactions and balances between the Company and Subsidiaries are eliminated during consolidation.

Minority interests show minority shareholders' share in the subsidiaries' assets and result of operations for the related period. These details are to be expressed separately in consolidated Balance Sheet and Income Statement. If losses related to minority interest are over benefits from shares of a subsidiary and if there is no bounding liability to the minorities, in general, these losses related with the minorities result against to benefits of the minorities.

Companies under common control of the Group are described as Joint Managing Companies. The Group has significant impact on financial and operating policies of these companies.

The current shares in the subsidiaries as of December 31, 2012 and December 31, 2011 are as follows:

Company Name	Field Of Operations	Capital	% of Direct Ownership	% of Indirect Ownership
Datagate Bilgisayar Malzemeleri A.Ş.	Purchasing and Selling of Computer and Equipment	10.000.000	59,24	59,24
Neotech Teknolojik Ürünler Dağ. A.Ş.	Purchasing and Selling of Home Electronic Products	1.000.000	80,00	80,00
Teklos Teknoloji Lojistik Hizmetleri A.Ş.	Logistics	5.000.000	99,99	99,99
İnfin Bilgisayar Ticaret A.Ş.	Purchasing and Selling of Computer and Equipment	50.000	99,80	99,80
Artım Bilişim Çözüm ve Dağıtım A.Ş. (*)	Purchasing and Selling of Spare Parts of IT Products	1.210.000	51,00	51,00
İndeks International FZE (**) (İndeks FZE)	Purchasing and Selling of Computer and Equipment	150.000 BAE Dirhemi	100	100
Datagate International FZE (***) (Datagate FZE)	Purchasing and Selling of Computer and Equipment	150.000 BAE Dirhemi	-	59,24

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

Notes to the Consolidated Financial Statements for the Period Ended December 31, 2012" (Series:XI No:29)

(The amounts are stated as Turkish Lira ("TL") unless otherwise specified.)

(*) % 51 of the Artım Bilişim Çözüm ve Dağ. A.Ş. has been acquired on February 7, 2011.

(**) A new company was established in United Arab Emirates with the title Indeks International FZE on May 9, 2012 and the Company participated in Indeks International FZE by 100 %.

(***) A new company was established in United Arab Emirates with the title Datagate International FZE on May 9, 2012 and Datagate A.Ş., which is one of the participations of the Company, participated in this new company by 100 %.

As of December 31, 2012 and December 31, 2011, details regarding to Company's joint ventures, which are subject to consolidation, are as follows:

Company Name	Field Of Operations	Capital	% of Direct Ownership	% of Indirect Ownership
Neteks İletişim ürünleri Dağıtım A.Ş.	Purchasing and Selling Network Products	1.100.000	50,00	50,00
Neteks Dış Ticaret Ltd.Şti. (*)	Purchasing and Selling Network Products	5.000	-	49,50

(*)Neteks Dış Ticaret Ltd.Şti is the subsidiary of Neteks İletişim Ürünleri Dağıtım A.Ş. with a rate of 99%. Hereafter, the Company and the subsidiaries will be referred as ("The Group") in the consolidated financial statements and notes to the financial statements.

The financial statements of Datagate Bilgisayar Malzemeleri A.Ş., Neotech Teknolojik Ürünler Dağ. A.Ş., Teklos Teknoloji Lojistik Hizmetleri A.Ş., Artım Bilişim Çözüm ve Dağıtım A.Ş. and Indeks International FZE are consolidated for using direct consolidation method, the financial statements of Neteks İletişim Ürünleri Dağıtım A.Ş. is consolidated by using partial consolidation method.

Balance Sheets and Income statements of the subsidiaries are consolidated according to "full consolidation method" and "partial consolidation method", and book value and capital of the Company's subsidiaries are adjusted accordingly. Transactions and balances between the Company and subsidiaries are eliminated during consolidation.

Minority interests show minority shareholders' equity in the subsidiaries' assets and result of operations for the related period. These details are expressed separately in consolidated balance sheet and Profit/Loss Statement. If losses related to minority interest are over benefits from shares of a subsidiary and if there is no bounding liability to the minorities, in general, these losses related with the minorities can result against to benefits of the main shareholders.

Financial Information of Companies which are subjected to Partial Consolidation Method

Parent and subsidiary companies which are not subjected to consolidation and the subsidiary related with management, auditing, and capital are as follows:

Subsidiary	Participati on Rate %	Opening Amout	Translation Differences	31.12.2012
İnfin Bilgisayar Ticaret A.Ş.	99,8	62.419	(3.513)	58.906
Neteks Dış Ticaret Ltd.Şti. (*)	49,5	2.475	(139)	2.336
Total		64.894	(3.652)	61.242

(*)Neteks Dış Ticaret Ltd.Şti is the subsidiary of Neteks İletişim Ürünleri Dağıtım A.Ş. with a rate of 99%.

İnfin Bilgisayar Ticaret A.Ş. and Neteks Dış Ticaret Limited Şirketi were not consolidated to the fact that they are both insignificant and do not have material effect on the Group's consolidated financial statements. These subsidiaries are classified as financial assets available for sale in consolidated financial statements. The summary financial information of mentioned companies is discloses in **Note: 7**.

Comparison between financial outcomes of companies which are not subjected to consolidation and financial outcomes of consolidated financial statements as of December 31, 2012 is as follows;

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

Notes to the Consolidated Financial Statements for the Period Ended December 31, 2012" (Series:XI No:29)

(The amounts are stated as Turkish Lira ("TL") unless otherwise specified.)

Financial Outcomes of 2012	Total Asset	Total Equity	Net Sales	Period Income
Companies which are not subjected to consolidation	2.962.447	89.154	6.085.807	(141.971)
Consolidated Financial Statements	670.802.159	139.518.615	1.412.201.242	16.646.294
%	0,44%	0,06%	0,43%	(0,85%)

Comparison between financial outcomes of companies which are not subjected to consolidation and financial outcomes of consolidated financial statements as of December 31, 2011 is as follows;

31 Aralık 2011 Finansal Sonuçları	Total Asset	Total Equity	Net Sales	Period Income
Companies which are not subjected to consolidation	10.110.800	231.126	22.294.879	(193.943)
Consolidated Financial Statements	632.279.584	138.445.685	1.513.546.064	18.447.861
%	1,60%	0,17%	1,47%	(1,05%)

Significant part of items, which are located in total asset and sales, are eliminated during the consolidation even though these companies are subjected to consolidation. Considered other matters when mentioned companies are excluded from the consolidation, are as follows;

These companies have not got significant assets and liabilities which are out of balance sheet. Moreover these companies have not got significant assets such as fixed assets etc.

On the lights of above given data all these companies were not subjected to consolidation due to all quantitative and qualitative evaluations and on the lights of above given data indicate that these companies do not effect to financial outcomes significantly.

2.04 Comparative Information and Adjustment of the Previous Consolidated Financial Statements

The comparative financial statements have been presented to enable to perform the financial position and the performance trend analysis. All necessary adjustments have been made in prior financial statements to present consistent and comparative financial statements.

There is no classification change in previous year financial statements in the current period.

2.05 Offsetting

The financial assets and liabilities in the financial statements are offset and the net amount reported in the balance sheet, where there is a legally enforceable right to offset the recognized amounts, and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

2.06 Changes in Accounting Policies

The changes to the current accounting policies can be performed if it is necessary or the changes will provide more appropriate and reliable presentation of the transactions and to the events related financial position, performance and the cash flow of the Group that affect the financial statements of the Group. If the changes in accounting policies affects the prior periods, policy is applied to the prior period financial statements as if it is applied before.

2.07 Changes in Accounting Estimates and Errors

Accounting estimates are made based on reliable information and using appropriate estimation methods. However, if new or additional information becomes available or the circumstances, which the initial estimates based on, change, then the estimates are reviewed and revised, if necessary. If the change in the accounting estimates is only related to a sole period, then only that period's financial statements are adjusted. On the other hand, if the amendments are related to the current as well as the forthcoming periods, then both current and forthcoming periods' financial statements are adjusted.

In instances where the accounting estimates affect both current and forthcoming periods, then description and monetary value of the estimate is disclosed in the notes to the financial statements. However; if the effect of the accounting estimate to the financial statement cannot be determined, then it is not disclosed in the notes to the

financial statements. The Group is applying the accounting estimates to determine the doubtful receivables, the value decrease in fixed assets and inventory, the useful lives of the fixed assets, contingent liabilities, actuarial assumptions for the termination indemnities, etc. The explanation regarding the changes in accounting estimates applied in the current are disclosed in the related parts of the notes to the financial statements.

IAS 21 Effects of Changes in Foreign Exchange Rates defines the functional currency as the currency of the primary economic environment in which the entity operates. The economic environment is in general the environment in which the company creates and spends cash. The functional currency is determined by the company management considering the currency which effects the good and services sales at most, the currency in which the salaries and similar expenses are paid, the currency of cash provided by financing activities and any changes in these factors in the future. The company management reviews the accounting estimates and policies applied at each balance sheet date. Within this context, according to the evaluation made on March 31, 2012, the company management decided to change the functional currency to USD starting from January 1, 2012 considering the previous years realizations and prospective expectations. The effects of changes in these accounting estimates, related to the future expectations, are applied prospectively in line with the paragraphs 35-37 of IAS 21. In other words, the company translated all balance items to new currency at the date of December 31, 2011 using the rates as of that date. The amounts arising after translation are considered as historical cost of non-monetary items.

2.08 Summary of Significant Accounting Policies

2.08.01 Income

The Group recognizes income according to the accrual basis, when the Group reasonably determines the income and economic benefit is probable. Group's income mainly consists of sales of computer and computer equipments as PC, laptop, electronic home products, networking products, etc. All the sales are operated via dealers and there are not any direct sales to end customers. Net sales are calculated by deducting sales return and sales discounts from total sales.

Revenue from the sale of goods is recognized when all the following conditions are gratified:

- The significant risks and the ownership of the goods are transferred to the buyer;
- The Group refrains the managerial control over the goods and the effective control over the goods sold;
- The revenue can be measured reasonably;
- It is probable that the the economic benefits related to transaction will flow to the entity;
- The costs incurred or will be incurred in conjunction with the transaction can be measured reliably.

The most of the products sold by the Group has foreign origin. The purchases are made from foreign companies, offices of foreign companies in Turkey or domestic companies in Turkey. Depending upon the realization of the targets given by the domestic or foreign companies; a set of payments are received or offsetting the accounts under the name of "rebate", "risturn", "sell out", or "bonus". The mentioned amounts are recognised as credit note income accruals in the balance sheet depending upon the realization of the targets and conditions given by the sellers. The documents prepared by sellers under the name of "rebate", "risturn", "sell out", "bonus", and "credit note" (or Invoices prepared by the Group) is collected or offsetted. Credit notes obtained from inventories are discounted from cost of inventories. The remaining balance is recognised as "Other Sales" in the sales of the Group.

Interest revenue is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that discounts the estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount.

When there is significant amount of cost of financing included in the sales, the fair value is determined by discounting all probable future cash flows with the yield rate, which is embedded in the cost of financing. The differences between the fair value and the nominal value is recorded as interest income according to the accrual basis.

2.08.02 Inventories

Inventories are stated either at the lower of acquisition cost or net realizable value. Group's inventories consist of computer and computer equipments like PC, laptop, electronical home products, network products, etc.

The inventory costing method used by the Group is "First in First out (FIFO)". Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

2.08.03 Tangible Fixed Assets

For Assets acquired in and after 2005, the tangible assets are reflected to the consolidated financial statements by deducting their accumulated depreciation from their cost. For assets that were acquired before January 01, 2005, the tangible fixed assets are presented on the consolidated financial statements based on their cost value, which is adjusted according to the inflationary effects as of December 31, 2004. Depreciation is calculated using the straight-line method based on their economic lives. The following rates, determined in accordance with the economic lives of the fixed assets, are used in calculation of depreciation.

Type	December 31, 2012 Rate (%)	December 31, 2011 Rate (%)
Land Improvements	10	10
Buildings	2	2
Machinery, Plant and Equipment	10-25	10-25
Motor Vehicles	10-25	10-25
Furniture and Fixtures	10-33	10-33
Leasehold Improvements	10-33	10-33

Lands are not subject to depreciation since they have unlimited useful lives.

Tangible fixed assets are reviewed in terms of impairment for each balance sheet period. If the carrying value of a tangible fixed asset is more than its expected net realizable value, then the carrying value is reduced to its net realizable value by making the necessary provisions. There is no provision for decrease in value of tangible fixed assets.

The profit and loss arisen from fixed asset sales are determined by comparing the net book value with the sales price and the result is added to the operating profit or loss.

Maintenance and repair expenses are accounted as expense at their realization date. If the maintenance and repair expenses clearly improve the economic value or performance of the related asset then they are capitalized.

2.08.04 Intangible Assets

Intangible Assets contains acquired assets by sales such as computer software programs and computer software licences. There is no intangible assets created within the structure of business.

Intangible assets acquired before January 1, 2005 are carried at historical cost including inflationary effects as at December 31, 2004, however, purchases after January 1, 2005 are carried at their historical cost less accumulated amortization and impairment.

Intangible assets are depreciated on a straight-line basis over their expected useful lives in five and ten year's period.

The estimated useful life and amortization method are reviewed at the end of each annual reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. If the net value of an intangible asset is more than the recoverable value, the net value of the intangible asset is decreased to recoverable value by making provisions. There is no provision for the value decrease in intangible assets.

2.08.05 Impairment of Assets

Assets such as goodwill which has infinite life are not subjected to amortization. Impairment test is applied for these assets for each year. Assets that are subject to amortization are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows. Non-financial assets except goodwill that suffered impairment are reviewed for possible reversal of impairment at each reporting date.

According to the Group Management's assessment; There is no such a situation that may cause impairment for tangible, intangible assets and investment properties. These assets' net book value as of December 31, 2012 is 28.811.069TL and this amount consist of real estates for 25.319.165 TL and art objects for 121.147 TL. It has been predicted that the mentioned assets' market values are over their net book values. The remaining assets except from mentioned assets consist of vehicles and furniture&fixtures for administrative purposes. These assets' insurance values and replacement values are over their book values.

2.08.06 Research and Development Expenses

None.

2.08.07 Borrowings Costs

The borrowing costs are recognized as expense when they are incurred. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset shall be capitalized as part of the cost of that asset. The capitalization of borrowing costs as part of the cost of a qualifying asset shall commence, when expenditures and borrowing costs for the asset are incurred, continues until that asset becomes available for sale. Expenditures on a qualifying asset include only those expenditures that have resulted in payments of cash, transfers of other assets or the assumption of interest-bearing liabilities. There are no capitalized borrowing costs in current period related to qualifying assets.

2.08.08 Financial Instruments

(i) Financial Assets

Investments are recognized and derecognized on transaction date where the purchase and sales of an investment is under a contract, terms of which require delivery of the investment within the timeframe established by the market concerned and are initially measured at fair value, net of transaction costs except for those financial assets classified as fair value through profit or loss which are initially measured at fair value.

Financial assets are classified as "financial assets, whose fair value differences are reflected to the profit or loss", "financial assets held to the maturity", "financial assets available for-sale" and "loans and receivables."

Prevailing Interest Method;

Prevailing interest method is the assessment of financial asset with their amortized cost and allocation of interest income to the relevant period. Prevailing interest rate is a rate that discounts the estimated cash flow of the financial instruments for the expected life or where appropriates a shorter period.

Income related to financial assets, except the "financial assets, whose fair value differences are reflected to the profit or loss", is calculated by using the prevailing interest rate.

a) Financial Assets Whose Fair Value Differences Are Reflected to the Profit or Loss

"Financial assets whose fair value differences are reflected to the profit or loss", are the financial assets that are held for trading purposes. If a financial asset is acquired for trading purposes, it is classified in this category. Also, derivative instruments, which are not exempt from financial risk, are also classified as "Financial assets whose fair value differences are reflected to the profit or loss". These financial assets are classified as current assets.

b) Financial Assets Which Will Be Held to the Maturity

Debt instruments, which the Group has the intention and capability to hold to maturity, and/or have fixed or determinable payment arrangement, are classified as "Investments Held to the Maturity". Financial asset that will be held to the maturity, are recorded after deducting the impairment from the cost basis, which has been amortized with prevailing interest method. All relevant income is calculated using the prevailing interest method.

c) Financial Assets Available-For-Sale

Financial assets, which are "Available-for-Sale", are either financial assets, which will not be held to maturity or financial assets, which are not held for trading purposes. Financial assets Available-for-Sale are recorded with their fair value if their fair value can be determined reliably. Marketable securities are shown at their cost basis unless their fair value can be reliably measured or have an active trading market. Profit or loss pertaining to the financial assets Available-for-Sale is not recorded on the income statement. The fluctuation in the fair value of these assets is shown in the statement of shareholders' equity. Where the investment is disposed of or is determined to be impaired, the cumulative gain or loss previously recognized is included in profit or loss for the period. Provisions recorded in the income statement pertaining to the impairment of financial asset Available-for-Sale cannot be reversed from the income statement in future periods.

Except equity instruments classified as available-for-sale, if impairment loss decreases in next period and if therein decreasing can be related to an event occurred after the accounting of impairment loss, impairment loss accounted before can be cancelled in income statement.

d) Loans and Receivables

Trade receivables, other receivables, and loans are initially recognized at their fair value. Subsequently, receivables and loans are measured at amortized cost using the effective interest method. In the case of interest on loans and receivables negligible, registered value of loan and receivables is accepted as fair value.

Impairment of financial assets

Financial assets, other than those at fair value through profit or loss, are assessed for indication of impairment at each balance sheet date. Financial assets are impaired, where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been impacted. For financial assets carried at amortized cost, the amount of the impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate.

The carrying amount of the financial asset is reduced with the impairment loss directly for all financial assets with the exception of trade receivables, where the carrying amount is reduced through the use of an allowance account. When a trade receivable is uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are reversed against the allowance account. Changes in the carrying amount of the allowance account are recognized in profit or loss.

With the exception of available for sale equity instruments, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortized cost would have been had the impairment not been recognized.

With respect to available-for-sale equity securities, any increase in fair value subsequent to an impairment loss is recognized directly in equity.

Cash and Cash Equivalents

Cash and cash equivalents are cash, demand deposit and other short-term highly liquid investments, which their maturities are three months or less from the date as of acquisition, that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

(ii) Financial Liabilities

Financial liabilities and equity instruments are classified according to the contractual agreements entered into and the definition of financial liability and equity instrument. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all the liabilities. Accounting policies determined for the financial liabilities and the financial instruments based on equity are explained below.

Financial liabilities are classified as either "financial liabilities whose fair value differences are reflected to the profit /loss" or other financial liabilities.

a) Financial Liabilities Whose Fair Value Differences Are Reflected to the Profit /Loss

"Financial liabilities whose fair value differences are reflected to the profit /loss" are recorded with their fair value and are re-evaluated at the end of each balance sheet date. Changes in fair values are recorded on the income statement. Net earnings and/or losses recorded on the income statement also include interest payments made for this financial liability.

b) Other Financial Liabilities

Other financial liabilities are initially recognised with their fair values free from transaction costs.

Other financial liabilities are recognised over their amortized costs using the effective interest method and with interest costs calculated over effective interest rate in subsequent periods. The effective interest method is the calculation of the amortized costs of the financial liabilities and the distribution of the related interest expenses to related periods.

(iii) Derivative Financial Instruments

The Group has agreement in foreign currency futures markets. Derivative financial instruments are recognised with its market value on the date of derivative contracts signed and re-assessed with its market value.

The differences between the acquisition costs and fair values of forward agreements are recorded in equity and/or income statement in accordance with the practices of IAS 39 hedge accounting as of period ends.

The gain or loss realized from the increase or decrease in the fair value of the derivative instruments which do not meet the conditions for hedge accounting is recognised in profit or loss.

The fair value is determined by the appropriate one of possible valid market values, otherwise discounted cash flows and option pricing models. The derivatives with positive fair value is recognised as an asset and with negative fair value is recognised as a liability under the balance sheet. (Note: 7)

2.08.09 Effects of Currency Fluctuations

All transactions, denominated in foreign currencies, are converted into TL by the exchange rate ruling at the transaction date. All foreign currency denominated monetary assets and liabilities stated at the balance sheet are converted into TL by the exchange rate ruling at the balance sheet date. Foreign exchange gains and/or losses as a result of the conversions are recorded in the income statement. Group uses same foreign currency in their sales and purchase transaction. Therefore Group does not contain important currency risk.

2.08.10 Earnings per Share

Earnings per share in the income statement are calculated by dividing net income by the weighted average number of common shares outstanding for the period.

In Turkey, companies are allowed to increase their share capital by distributing "bonus shares" from retained earnings. These bonus shares are deemed as issued shares while calculating the net earnings per share. Accordingly, the retrospective effect for those share distributions is taken into consideration in determining the weighted-average number of shares outstanding used in this computation.

2.08.11 Subsequent Events

Subsequent events cover all events that occur between the balance sheet date and the publication date of the financial statements. If there is substantial evidence that the subsequent events existed or arise after the balance sheet date, these events are disclosed and explained in the notes to the financial statements.

2.08.12 Provisions, Contingent Liabilities and Assets

A provision is recognized when an entity has a present obligation (legal or constructive) as a result of a past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and reliable estimate can be made of the amount of the obligation. Where the effect of the time value of money is material, the amount of a provision is the present value of the expenditures expected to be required to settle the obligation. The discount rate (or rates) is a pre-tax rate (or rates) that reflect(s) current market assessments of the time value of money and the risks specific to the liability. The increase in provisions arisen from time differences is recorded as interest expense in case of discounting. Future events that may affect the amount required to settle an obligation shall be reflected in the amount of a provision where there is sufficient objective evidence that they will occur. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the balance sheet date, taking into account the risks and uncertainties surrounding the obligation.

Contingent liabilities and assets are not reflected to consolidated financial statements but disclosed in the notes to the consolidated financial statements. The entity recognizes a provision for the part of the obligation, for which an outflow of resources embodying economic benefits is probable, except in the extremely rare circumstances where no reliable estimate can be made

2.08.13 Leasing Operations

The Group as Lessee

Financial Leases

Financial leases are described which the lessor retains all the risks and benefits pertaining to the goods. Financial leases are taken into the accounts according to lower current market value or minimum lease payments.

The liability arising from a financial leasing transaction is separated into interest payable and principal debt in order to determine a fixed interest rate on the remaining balance. The costs and expenses incurred at the initial acquisition of the fixed asset subject to financial leasing are added to the cost. The fixed assets obtained through financial leasing are subject to depreciation over their estimated useful lives.

Information of net book value of Group's assets, which are subject to lease, stated on Note: 18. Information related with Group's financial leasing debt stated on **Note: 8**.

Operating Leases

Lease agreements in which the lessor retains all the risks and benefits relating to the good are described as operational leasing. Lease payments made for an operational leasing are recorded as expense according to normal method throughout the lease term.

The Group as Lessor

Operating Leases

The Group presents assets subject to operating leases in their balance sheet according to the nature of the asset. Lease income from operating leases is recognized as income according to the normal method. The initial direct costs incurred during operational leasing are reflected to income statement as expense. Group's Lease agreements as a lessor, are related with leasing to small part of the main building where Group's operating, to other non-consolidated companies and to another company which is not include the Group, as a office and store.

2.08.14 Related Party Disclosures

The partners' of the Company, Company's Board of Directors, Company's management personnel, Company's other directors, close family members in the charge of the Company, and other companies directly or indirectly controlled by the Company are considered as related parties. The transactions with related parties are disclosed in the **Note: 37**.

2.08.15 Government Grants and Assistance

None.

2.08.16 Investment Property

Investment properties are recognised according to the following principle .

Real Estates held to earn rent income are classified as Investment Properties and they are recognised at their cost value less accumulated depreciation and accumulated impairments. The cost arising from the change or improvement of a part of real estate is added to cost of that real estate if the generally accepted conditions are met. However, daily maintenance expenses are not added to mentioned cost of the real estate.

Intangible assets are depreciated on a straight-line basis over their expected useful lives and the depreciation rate is % 2 per annum.

If the investment property is out of use or sold, they are removed from the balance sheet and the gain or loss from sale of investment property is recognised under the income statement.

2.08.17 Taxation and Deferred Tax

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Group's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognized on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases which is used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the balance sheet date. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Group intends to settle its current tax assets and liabilities on a net basis.

Current and deferred tax for the period

Current and deferred tax are recognized as an expense or income to the income statement, except when they relate to items credited or debited directly to equity, in which case the tax is also recognized directly in the equity, or where they arise from the initial accounting for a business combination. In the case of a business combination, the tax effect is taken into account in calculating goodwill or determining the excess of the acquirer's interest in the net fair value of the acquirer's identifiable assets, liabilities and contingent liabilities over cost.

Taxes stated in financial statements include the current tax and deferred taxes for the period. The Group calculates current period tax and deferred tax over the period results.

Offsetting Tax Income and Liabilities

Corporate tax payables are offset with prepaid quarterly advance corporate tax payments due to the fact that these payments are in fact corporate tax payments. Deferred tax assets and liabilities are also offset.

2.08.18 Retirement Pay

According to Turkish Labor Law, employee termination benefit is reflected in the financial statements, when the termination indemnities are deserved. Such payments are considered as being part of defined retirement benefit plan as per IAS No.19 "Employee Benefits".

Termination indemnity liability is reflected to the financial statements with the amount calculated for value at balance sheet date of lump pension in the next years by discounting by adequate interest rate. Interest cost added to the lump pension expense is shown as interest expense in the results of operations.

2.08.19 Statement of Cash Flow

Cash and cash equivalents are stated at their fair values in the balance sheet. The cash and cash equivalents comprises cash in hand, bank deposits and highly liquid investments.

On cash flow statement, the Group classifies period's cash flows as investment and financing activities. Cash inflow provided from operating activities denotes cash inflow provided from main activities of the Group.

Cash flow concerned with investment activities shows cash used and provided from investment activities (asset investments and financial investments).

Cash flow concerned with financial activities represents sources used from financial activities and pay-back of these funds.

2.08.20 Income Accruals

The most of the products sold by the Group has foreign origin. The purchases are made from foreign companies, offices of foreign companies in Turkey or domestic companies in Turkey. Depending upon the realization of the targets given by the domestic or foreign companies; a set of payments are received or offsetting the accounts under the name of "rebate", "risturn", "sell out", or "bonus". The mentioned amounts are recognised as credit note income accruals in the balance sheet depending upon the realization of the targets and conditions given by the sellers. The documents prepared by sellers under the name of "rebate", "risturn", "sell out", "bonus", and "credit note" (or Invoices prepared by the Group) is collected or offset.

2.08.21 Provisions for Warranty

The Group is a distributor of information technology products in Turkey. The warranties of the products sold are provided by the companies assigned by the producers. The products submitted to Company for warranty are received from dealers and these products are sent to producers or companies assigned by the producers for repairment and maintenance. After the repair and maintenance, if there is a need to change or give a new product to customers within the scope of the warranty, the amount of the products are invoiced to producer companies. The Group has no liability of provisions for warranty.

2.09 Yeni ve Revize Edilmiş Uluslararası Finansal Raporlama Standartları

i) Amendments and interpretations that have become effective after January 1, 2012 are as follows:

- IAS 12 (Amendment) "Income Taxes:" (The amendment is effective for annual periods beginning on or after January 1, 2012. Early adoption is permitted) Updates related with the calculation of deferred tax on investment properties according to the carrying value of real estate sales basis. This standard has not yet been endorsed by the EU. Additionally there was an explanation relating to calculation of deferred tax on not depreciable assets which are evaluated according to revaluation model in IAS 16, stating that sales basis will be considered.
- IFRS 7 (Amendment) "Financial Instruments: Disclosures" (The amendment is effective for annual periods beginning on or after July 1, 2011). Explanations related with examination of the off-balance sheet transactions have been made. Regulations have been made to allow the users of financial information to improve their understanding of transfer transactions and possible effects of any risks that may remain with the entity which transferred the assets.

These changes do not have impact on the financial statements of the Group.

ii) Amendments and interpretations that are not effective or an early adoption is not used by the Group as of December 31, 2012 are as follows;

- IFRS 1 (Changes) "The First-Time Adoption of IFRS" (It will be valid on the date 1 January 2013 or next financial year.) Committed changes enclose the drawing related to the recognition of government loans,

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which is used by the first-time IFRS performing companies and the interest rate of these is lower than market interest rate.

- IFRS 7 (Changes) "Financial Instruments: Disclosures" (The amendment is effective for annual periods beginning on or after January 1, 2013). Explanations related with examination of the off-balance sheet transactions have been made. Regulations have been made to allow the users of financial information to improve their understanding of comparable financial statements as reported under IFRS and other standards.
- IFRS 9 "Financial Instruments" (The new standard is effective for annual periods beginning on or after January 1, 2015. Early adoption is permitted.) This standard requires that the financial assets must be classified based on the characteristic of cash-flows based on the models and agreements which are used to manage the financial assets and also standard requires that financial assets must be evaluated with their fair value or their amortized costs. This standard has not yet been endorsed by the EU.
- IFRS 10 "Consolidated Financial Statements" (Standard is effective for annual periods beginning on or after January 1, 2013 and are applied on a modified retrospective basis) The standard replaces the IAS 27 Consolidated and Separate Financial Statements that addresses the accounting for consolidated financial statements. A new definition of control is introduced, which is used to determine which entities are consolidated. This standard has not yet been endorsed by the EU.
- IFRS 11 "Joint Arrangements:" (Standard is effective for annual periods beginning on or after January 1, 2013 and is applied on a modified retrospective basis. This new standard may be early adopted, requiring that IFRS 10 Consolidated Financial Statements and IFRS 12 Disclosure of Interests in Other Entities are also early adopted.) The standard is with regard to the accounting for joint ventures and joint operations with joint control. Among other changes introduced, under the new standard, proportionate consolidation is not permitted to account for joint ventures. This standard has not yet been endorsed by the EU.
- IFRS 12 "Disclosure of Interests in Other Entities" (Standard is effective for annual periods beginning on or after January 1, 2013 and are applied on a modified retrospective basis. This new Standard may be early adopted, requiring that IFRS 10 Consolidated Financial Statements and IFRS 11 Joint Arrangements are also early adopted.) Footnote disclosures related with the affiliates have been determined. This standard has not yet been endorsed by the EU.
- IFRS 13 "Disclosure of Interests in Other Entities" (Standard is effective for annual periods beginning on or after January 1, 2013 and are applied on a modified retrospective basis.) Advance level of explanations has been made related with the consolidated and separate financial statements in which Company has participation. This standard has not yet been endorsed by the EU.
- IAS 1 (Amendment) "Presentation of Financial Statements:" (Standard is effective for annual periods beginning on or after July 1, 2012 The amendments to IAS 1 change only the grouping of items presented in other comprehensive income. This standard has not yet been endorsed by the EU
- IAS 19 (Changes) "Employee Benefits" (It will be valid on the date 1 January 2013 or next financial year and it will be retrospective application.) The disclosures related to adoption was extended and corridor method on the seniority indemnity was abolished with this change. Also changes enclose the provisions related to be calculated financial expenses on the basis of net funding and to make discrimination between short- and long term not according to the principle of personal demand also according to estimated payment date.
- IAS 27 (Amendment) "Separate Financial Statements" As a consequential to IFRS 10 some amendments have been made. IAS 27 only consists of accounting for subsidiaries, jointly controlled entities and affiliates in separate financial statements. This standard has not yet been endorsed by the EU.
- IAS 28 (Amendment) "Investments in Associates and Joint Ventures:" As a consequential to IFRS 11 some amendments have been made. With this amendment IAS 28 consists of associates and joint ventures. After amendment IAS 28 only consist of accounting of subsidiaries, joint ventures and affiliates separate financial statements. This standard has not yet been endorsed by the EU.

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- IAS 32 (Changes) "Financial Instruments: Presentation" (It will be valid on the date 1 January 2014 or next financial years and it will be retrospective application.) Implementation guidance in standart updated with this change. With this update was aimed to conclude the application about the clarify financial assets and liabilities in the financial statement.
- IFR IC 20 "Cost of Production Development Excavation on Surface Mining Enterprises" (It will be valid on the date 1 January 2013 or bring into early using because of entering in force in the next financial years.) Companies should apply these liabilities on excavation expenses since the beginning of the period of presented comparatively stage of production.

The effects of application of the mentioned standards to the financial statements which will be prepared in the future are evaluated. The Group management believes that the standards and interpretations stated in the above paragraphs will not have a significant effect on the Group's financial statements.

3 BUSINESS COMBINATIONS

Current Year

i) Indeks International FZE

The company participated in newly established Indeks International FZE by 100 %, which was established in 09.05.2012 in United Arab Emirates. This company is included in consolidated financial statements starting from June 30, 2012. Due to the fact that the Company participated in Indeks International FZE during establishment, there was not any goodwill calculated.

ii) Datagate International FZE

Datagate International FZE is a newly established company, which was established in 09.05.2012 in United Arab Emirates. Datagate A.Ş. which is one of our company's subsidiaries participated in this company by 100 %. Due to the fact that Datagate A.Ş. participated in Datagate International FZE during establishment, there was not any goodwill calculated.

iii) Alkim Bilgisayar Sanayi ve Ticaret A.Ş.

The company acquired 55% of Alkim Bilgisayar Sanayi ve Ticaret A.Ş. on May 16, 2012, in accordance with IFRS 3, which was included in consolidated financial statements starting from June 30, 2012.

The summary of Alkim Bilgisayar Sanayi ve Ticaret A.Ş.'s financial statements and the calculation of goodwill are as follows;

Financial Statement Item	June 30, 2012
Current Assets	4.899.222
Non-Current Assets	411.349
Total Assets	5.310.571
Short-term Liabilities	489.557
Long-term Liabilities	295.532
Shareholders' Equity	4.525.482
Total Shareholders' Equity	5.310.571
Parent Company Shareholders' % 55	2.489.015
Minority Shares % 45	2.036.467

Acquisition Amount	5.417.600
Shareholders' Equity (% 55)	2.489.015
Positive Goodwill	2.928.585

The company sold back 55% of Alkim Bilgisayar Sanayi ve Ticaret A.Ş. on December 28, 2012. As of December 31, 2012, the company does not have any shares in Alkim Bilgisayar Sanayi ve Ticaret A.Ş. The Company lost control on Alkim Bilgisayar Sanayi ve Ticaret A.Ş., for this reason Alkim Bilgisayar Sanayi ve Ticaret A.Ş. was

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excluded from consolidation scope as of December 31, 2012. The summary of Alkım Bilgisayar Sanayi ve Ticaret A.Ş.'s financial statements and the calculation of sales profit are as follows;

Financial Statement Item	December 31, 2012
Current Assets	4.596.862
Non-Current Assets	488.153
Total Assets	5.085.015
Short-term Liabilities	502.867
Long-term Liabilities	298.372
Shareholders' Equity	4.283.776
Total Shareholders' Equity	5.085.015
Parent Company Shareholders' % 55	2.356.077
Minority Shares % 45	1.927.699

Sale Price	5.417.600
Book Value of Sold Assets	(2.356.077)
Goodwill	(2.928.585)
Net profit-(loss) (Note:31)	132.938

Previous Period**i) Artım Bilişim Çözüm ve Dağ.A.Ş.**

The Company has acquired % 51 of Artım Bilişim Çözüm ve Dağ. A.Ş. on February 7, 2011. The financial statements of Artım Bilişim Çözüm ve Dağ. A.Ş. is included into the consolidation process from beginning of 2011. The summary financial statements and the calculation of goodwill are as follows;

Financial Statement Item	December 31, 2010
Current Assets	4.840.349
Non-current Assets	171.844
Total Assets	5.012.193
Short-term Liabilities	2.424.992
Long-term Liabilities	57.234
Shareholders' Equity	2.529.967
Total Shareholders' Equity	5.012.193
Parent Company Shareholders' % 51	1.290.283
Minority Shares Payt % 49	1.239.684

Acquisition Amount	1.229.531
Shareholders' Equity (% 51)	1.290.283
Negative Goodwill	60.752

All of the negative goodwill is recognised under other income.

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4 BUSINESS PARTNERSHIPS

The Company's joint managing company Neteks İletişim Ürünleri Dağıtım A.Ş. is recognised according to the proportionate consolidation method. The summary financial information of mentioned company is as follows.

Financial Statement Item	December 31, 2012	December 31, 2011
Current Assets	64.565.861	74.497.310
Non-current Assets	246.266	215.897
Total Assets	64.812.127	74.713.207
Short-term Liabilities	54.236.506	67.045.655
Long-term Liabilities	65.211	31.299
Shareholders' Equity	10.510.410	7.636.253
Total Shareholders' Equity	64.812.127	74.713.207
Financial Statement Item	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Sales	155.154.837	168.156.805
Gross Profit	9.311.621	10.009.912
Operating Profit	4.631.979	5.562.743
Net Profit	3.337.393	2.801.107

5 REPORTING FINANCIAL INFORMATION BY SEGMENTS AND GEOGRAPHIC AREAS

Group has reported its financial information by information technologies and logistics. Information technologies consist of sale of computer and its components such as PC, notebook, electronical home products, networking products, etc. The gross profit / loss information of operations as of period's ends are as follows;

01.01.2012-31.12.2012

Income Statement	Information Technologies	Logistics	Total	Elimination	Consolidated
Non Interdepartmental Revenue	1.407.606.000	4.595.242	1.412.201.242	-	1.412.201.242
Interdepartmental Revenue	-	4.248.048	4.248.048	(4.248.048)	-
Sales Revenue	1.407.606.000	8.843.290	1.416.449.290	(4.248.048)	1.412.201.242
Cost of Sales (-)	(1.332.892.657)	(899.675)	(1.333.792.333)	-	(1.333.792.333)
Gross Profit / Loss	74.713.343	7.943.614	82.656.957	(4.248.048)	78.408.909
Operating Expenses (-)	(40.357.828)	(4.745.263)	(45.103.092)	4.248.048	(40.855.043)
Other Income	1.162.564	38.093	1.200.657	-	1.200.657
Other Expense (-)	(932.060)	(45.055)	(977.115)	-	(977.115)
Operating Profit / (Loss)	34.586.019	3.191.389	37.777.408	-	37.777.408
Financial Income	19.946.976	15.010	19.961.986	(790.373)	19.171.612
Financial Expense(-)	(37.774.700)	(80.403)	(37.855.104)	790.373	(37.064.730)
Profit / Loss Before Tax	16.758.294	3.125.996	19.884.290	-	19.884.290
Total Assets	645.035.179	26.205.904	671.241.083	438.924	670.802.159
Total Liabilities	530.738.761	983.707	531.722.468	438.924	531.283.544

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01.01.2011-31.12.2011

Income Statement	Bilişim Teknolojileri	Lojistik	Toplam	Giderme	Konsolide
Non Interdepartmental Revenue	1.509.187.050	4.359.014	1.513.546.064	-	1.513.546.064
Interdepartmental Revenue	-	3.758.387	3.758.387	(3.758.387)	-
Sales Revenue	1.509.187.050	8.117.401	1.517.304.451	(3.758.387)	1.513.546.064
Cost of Sales (-)	(1.420.054.200)	(748.597)	(1.420.802.797)	-	(1.420.802.797)
Gross Profit / Loss	89.132.850	7.368.805	96.501.655	-	92.743.267
Operating Expenses (-)	(36.547.858)	(3.258.501)	(39.806.359)	3.758.387	(36.047.972)
Other Income	350.005	45.766	395.771	-	395.771
Other Expense (-)	(1.098.771)	(92.469)	(1.191.240)	-	(1.191.240)
Operating Profit / (Loss)	51.836.225	4.063.601	55.899.826	-	55.899.826
Financial Income	59.067.939	1.449.881	60.517.820	(1.167.046)	59.350.774
Financial Expense(-)	(87.824.550)	(212.186)	(88.036.736)	1.167.046	(86.869.690)
Profit / Loss Before Tax	23.079.615	5.301.295	28.380.910	-	28.380.910

Total Assets	606.158.957	33.721.095	639.880.052	7.600.468	632.279.584
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Total Liabilities	500.353.747	1.080.619	501.434.367	7.600.468	493.833.899
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6 CASH AND CASH EQUIVALENTS

Cash and Cash Equivalents for the periods December 31, 2012 and December 31, 2011 are as follows:

Account Name	December 31, 2011	December 31, 2011
Cash	52.700	56.598
Bank (Demand Deposits)	26.944.648	38.755.250
Liquid Funds	-	1.796
Financial Assets held until Maturity (Reverse Repo)	23.132.941	26.308.719
Credit card slips	1.129.151	236.205
Total	51.259.440	65.358.568

Maturities of credit card slips are 1 or 3 days for the current and prior period.

Maturity of reverse repo transactions were 1-2 day and an interest income of TL 741 was accrued. Reverse repo transaction currency was made in USD and interest rate of reverse repo transactions were % 0,90-2,00 as of December 31,2012.

Maturity of reverse repo transactions were 3 day and interest income of TL 3.377 was accrued. Reverse repo transaction currency was made in TL and USD and interest rate of reverse repo transactions for USD were % 0,21 - % 2,22 and for TL is % 6,27- % 8,38 as of December 31,2012.

There are no liens and blocked amounts on cash and cash equivalents as of December 31, 2012 (December 31, 2011: None.)

Cash and cash equivalents have been indicated as accrued interest income deducted from cash and equivalents in Group's cash flow statements.

Account Name	December 31, 2012	December 31, 2011
Cash and Equivalents	51.259.440	65.358.568
Accrued Interest Income (-)	(741)	(3.377)
Total	51.258.699	65.355.191

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7 FINANCIAL ASSETS & INVESTMENTS**Short- Term Financial Assets & Investments**

All short term financial investments consist of stock investments and they are classified as financial assets whose fair value differences are reflected to profit or loss and derivative financial instruments which are recognized with their fair value. Details are shown below;

Account Name	December 31, 2012	December 31, 2011
Shares	-	109
Derivative Instruments	-	444.154
Total	-	444.263

Group's share investments consist of shares which are traded in Istanbul Stock and Exchange Market (ISEM).

As of December 31, 2011 Group has made contracts amounting up to USD 13.921.635 for forward purchase commitments. USD 12.069.470 has 0-3 month's maturity while USD 1.852.165 has 3-12 month's maturity. The fair value of these contracts is TL 25.852.423 as of December 31, 2011 and the revaluation surplus, which is TL 12.370 is recognized as "hedging funds" under the shareholders' equity while revaluation surplus TL 431.784 is recognized as an income in financial statements . The deferred tax liability related with the revaluation surplus, which is TL 2.474 is offset from hedging funds.

Long -Term Financial Assets & Investments

All long term financial investments are consist of Financial Assets Ready for Sale.

Details of Financial Assets Available for Sale are as follows:

	December 31, 2012	December 31, 2011
Shares	61.242	64.894
- Quoted Companies' Shares	-	-
-Unlisted Companies' Shares	61.242	64.894
Total	61.242	64.894

Unlisted share investments are as follows;

Company Name	December 31, 2012		December 31, 2011	
	Share Amount	Rate (%)	Share Amount	Rate (%)
İfin A.Ş.	58.906	99,80	62.419	99,80
Neteks Dış Tic. Ltd.Şti.	2.336	49,50	2.475	49,50
Total	61.242		64.894	

Subsidiary/Participation	Participation Rate %	Opening Balance	Translation Difference	December 31, 2012
İfin Bilgisayar Ticaret A.Ş.	99,8	62.419	(3.513)	58.906
Neteks Dış Ticaret Ltd.Şti.	49,5	2.475	(139)	2.336
Total Subsidiary/Participation		64.894	(3.652)	61.242

Summary of financial information related to unlisted share investments;

December 31, 2012

Company Name	Total Asset	Total Liabilities	Total Equity	Net Sales	Profit for the period
İfin A.Ş.	2.760.485	2.846.764	(86.279)	5.474.967	(151.596)
Neteks Dış Tic. Ltd.Şti.	201.962	26.529	175.433	610.840	9.625
Total	2.962.447	2.873.293	89.154	6.085.807	(141.971)

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December 31, 2011

Company Name	Total Asset	Total Liabilities	Total Equity	Net Sales	Profit for the period
İnfin A.Ş.	8.133.784	8.068.467	65.317	12.542.457	(276.021)
Neteks Dış Tic. Ltd.Şti.	1.977.016	1.811.207	165.809	9.752.422	82.078
Total	10.110.800	9.879.674	231.126	22.294.879	(193.943)

8 FINANCIAL LIABILITIES

Short-Term financial liabilities as of December 31, 2012 and December 31, 2011 are as follows:

Account Name	December 31, 2012	December 31, 2011
Bank Loans	24.067.293	34.590.274
Total	24.067.293	34.590.274

The details of the Short Term Bank Loans are as follows:

December 31, 2012

Type	Foreign Currency Amount	Amount in TL	Annual Interest Rate (%)
Short Term Loans			
TL Loans		1.337.383	Interest free-12,89
USD Loans	12.750.987	22.729.910	4,05-8,09
Total Loans		24.067.293	

December 31, 2011

Type	Foreign Currency Amount	Amount in TL	Annual Interest Rate (%)
Short Term Loans			
TL Loans		239.061	Interest free -12,89
Factoring Loans (TL)		9.575.984	13,17-18,96
USD Loans	13.116.221	24.775.229	3,85-8,10
Total Loans		34.590.274	

The details of the Long Term Bank Loans for the years ended are as follows:

Account Name	December 31, 2012	December 31, 2011
Bank Loans	5.286.159	11.732.883
Total	5.286.159	11.732.883

The details of the Long Term Bank Loans are as follows:

December 31, 2012

Type	Foreign Currency Amount	Amount in TL	Annual Interest Rate (%)
Long Term Loans			
TL Loans		-	-
USD Loans	2.965.421	5.286.159	8,09
Total Loans		5.286.159	

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December 31, 2011

Type	Foreign Currency Amount	Amount in TL	Annual Interest Rate (%)
Long Term Loans			
TL Loans		57.509	12,23-12,89
Factoring Loans (TL)		3.890.917	13,17-13,36
USD Loans	4.121.159	7.784.457	8,089
Total Loans		11.732.883	

Maturity Information of Bank Loans Liabilities is as follows;

	December 31, 2012	December 31, 2011
0-3 Months	13.043.849	25.637.628
3-12 Months	11.023.444	8.952.646
12-60 Months	5.286.159	11.732.883
60 Months and above	-	-
Total	29.353.452	46.323.157

9 OTHER FINANCIAL LIABILITIES

Other Financial Liabilities of the Group as of December 31, 2012 and December 31, 2011 are as follows ::

Account Name	December 31, 2012	December 31, 2011
Derivative Financial Instruments	185.608	-
Total	185.608	-

As of December 31, 2012 Group has made a contract amounted 14.750.833 USD for forward purchase commitments. 11.903.854 USD has 0-3 months maturity while 2.846.979 USD has 3-12 months maturity. The fair value of these contracts is 26.480.446 TL as of December 31, 2012 and the revaluation deficit 16.068 TL is recognized as "hedging funds" under the shareholders' equity while revaluation deficit 169.540 TL is recognized as an expense in financial statements . The deferred tax assets related with the revaluation deficit is 3.214 TL is offset from hedging funds.

10 TRADE RECEIVABLES AND PAYABLES

Short-Term trade receivables as of December 31, 2012 and December 31, 2011 are as follows:

Account Name	December 31, 2012	December 31, 2011
Trade Receivables	263.923.826	271.809.144
<i>Due from Related Parties (Note:37)</i>	443.442	2.859.230
<i>Other Receivables</i>	263.480.384	268.949.914
Notes Receivables	150.646.515	135.051.446
Rediscount on Receivables (-)	(2.362.954)	(3.686.444)
Doubtful Receivables	5.730.221	5.942.549
Provision for Doubtful Receivables (-)	(5.730.221)	(5.942.549)
Total	412.207.387	403.174.146

The Group has no Long-Term Trade Receivables for the periods ended December, 2012 and December 31, 2011.

32.376.335 TL of total trade receivables in the amount of 412.207.387 TL are in the scope of guarantee as of December 31, 2012. As of December 31,2011, TL 30.810.485 of total trade receivables in the amount of TL 403.174.146 were in the scope of guarantee

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Provision for Doubtful Receivables summarize table is below:

	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Opening Balance	(5.942.549)	(5.082.748)
Collections in current period (+)	679.296	245.616
Exchange Difference	11.007	7.012
Period Expenses (-)	(477.975)	(1.112.429)
Period-end Balance	(5.730.221)	(5.942.549)

Maturity analysis of trade receivable overdue that is not assessed for impairment is as follows

	December 31, 2012	December 31, 2011
Up to 3 Months	1.187.360	685.557
Between 3- 12 Months	493.889	26.975
Between 1-5 Years	-	-
Total	1.681.249	712.532

Explanations concerning the nature risk and level of risk of trade receivables are disclosed in **Note: 38**

Details of Trade payables for the year ended are as follows:

Account Name	December 31, 2012	December 31, 2011
Suppliers	418.293.783	387.160.069
<i>Other Suppliers</i>	417.848.550	383.199.713
<i>Due to Related Suppliers (Note:37)</i>	445.233	3.960.356
Notes Payable	40.556.366	13.201.095
Rediscount on Payable (-)	(2.988.267)	(4.417.056)
Total	455.861.882	395.944.108

There are not any long-term trade payables for the years ended December 31, 2012 and December 31, 2011.

Average Maturity of Trade receivables and payables are under two months. The trade receivables and payables in TL were discounted using the compound interest rate specified in Government Bonds. Receivables and payables in USD and EURO are discounted using Libor and Euro Libor rates respectively TL % 6, USD % 0, 84350 and EURO %0,44000. (December 31, 2011 Rates: TL %11, USD %1,1281 and EURO %1, 9134)

11 OTHER RECEIVABLES AND PAYABLES

Short-term other receivables as of December 31, 2012 and December 31, 2011 are as follows:

Account Name	December 31, 2012	December 31, 2011
Deposits and Guarantees Given	22.913	-
Other Receivables	8.286	18.399
Due From Personnel	214.931	146.520
Non-commercial Receivables Due From Related Parties (<i>Note:37</i>)	294.094	162.812
Total	540.224	327.731

Long-term other receivables as of December 31, 2012 and December 31, 2011 are as follows:

Account Name	December 31, 2012	December 31, 2011
Deposits and Guarantees Given	42.015	49.241
Total	42.015	49.241

Explanations concerning the nature risk and level of risk of trade receivables are disclosed in **Note: 38**

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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Short-term other payables for the years ended are as follows:

Account Name	December 31, 2012	December 31, 2011
Taxes, Duties Payable and Other Fiscal Liabilities	3.625.027	7.870.771
Social Security Premiums Payable	413.454	377.058
Advances Received	7.826.904	2.524.794
Due to Personnel	239.245	154.516
Non-commercial Payables Due to Related Parties (Note:37)	1.675	4.385.413
Other	672	13.288
Total	12.106.977	15.325.840

12 RECEIVABLES AND PAYABLES FROM / TO FINANCE SECTOR OPERATIONS

None.

13 INVENTORIES

Inventories as of December 31, 2012 and December 31, 2011 are as follows:

Account Name	December 31, 2012	December 31, 2011
Commercial Goods	127.440.737	102.066.755
Goods in Transportation	6.353.672	4.242.690
Decrease in Value of Inventory (-)	(2.264.118)	(1.858.556)
Total	131.530.291	104.450.889

Products which are invoiced but not actually transferred to inventories are recognised under the "Goods in Transit"

Provision for Impairment of Inventory:

	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Opening Balance (-)	(1.858.556)	(1.604.839)
Transfer from Artım A.Ş. (Note:3)	-	(155.352)
Translation Differences	(106.365)	-
Cancellation of Provision Due to Increase in Net Realizable Value Net(+)	316.966	291.680
Provision for the Period(-)	(616.163)	(390.045)
Balance at the end of year (-)	(2.264.118)	(1.858.556)

The provision for decrease in value of stocks is calculated with increasing percentages for the goods waiting in the inventory more than 3 months depending upon increase in the inventory turnover rate.

As of December 31, 2012, TL 7.768.776 of the inventories is presented with their net realizable value and the remaining balance is presented with their cost in the financial statements. (As of December 31, 2011, TL 8.426.213 of the inventories is presented with their net realizable value and the remaining balance is presented with their cost in the financial statements.)

Explanation	December 31, 2012	December 31, 2011
Cost	10.032.894	10.284.769
Provision for Decrease in value of Inventories	2.264.118	1.858.556
Net Realizable Value (a)	7.768.776	8.426.213
Inventory presented with its cost value (b)	123.761.515	96.024.676
Total Inventories (a+b)	131.530.291	104.450.889

ÇAGDAŞ
Bağımsız Denetim Ş.M.M.M. A.Ş.

There is no inventory given as a guarantee for a liability.

Total Amount of Insurances on Assets is disclosed in **Note: 22**.

The information related to inventories recognised as expense in the current period is disclosed in **Note: 28**.

14 BIOLOGICAL ASSETS

None.

15 CONSTRUCTION CONTRACTS IN PROGRESS

None.

16 INVESTMENTS EVALUATED BY EQUITY METHOD

None.

17 INVESTMENT PROPERTIES**December 31, 2012****Cost Value**

Account Name	January 1, 2012	Additions	Sales (-)	Foreign Exchange Translation Differences	Transfer	December 31, 2012
Land	-	28.938	-	-	1.426.139	1.455.077
Buildings	-	1.098.850	-	160	95.714	1.194.724
Total	-	1.127.788	-	160	1.521.853	2.649.801

Accumulated Depreciation

Account Name	January 1, 2012	Additions	Sales (-)	Foreign Exchange Translation Differences	Transfer	December 31, 2012
Buildings	-	(3.381)	-	-	(3.379)	(6.760)
Total	-	(3.381)	-	-	(3.379)	(6.760)
Net Value	-	-	-	-	-	2.643.041

Net book value of Investment Properties of the Group is TL 2.643.041, which comprises of land and building in the amount of TL 1.455.077 and TL 1.187.964 respectively.

Of the land that has been acquired, TL 1.426.139 worth of land is located in İstanbul whereas the TL 28.398 portion is located in Sapanca. From the valuations made by the Group Management is it concluded that the market value of these properties are worth TL 1.478.000. In calculating the market value of the properties the average square meter sales price of neighboring properties was used.

Of the buildings acquired, TL 258.979 worth of building is located in İstanbul and TL 928.985 is located in Tekirdağ. These properties were acquired in exchange for receivables owed by sellers. The group believes that these buildings' registered value is equal to their market value. The group has considered when making this valuation that these buildings were acquired at a date that is very near to the balance sheet date.

Information on the recognized depreciation and amortization accounts can be seen in Note:30-31. Information regarding investment rates and methods can be seen in Note:2.08.16. Investment properties have not generated any rent income for the current period. Investment property related expenses are recognized under operating costs (Note: 31). Investment property related direct costs are TL 47.700 (2011: TL 2.317)

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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Any mortgage, restrictions and commentaries on the Company's assets are in Note:22. In addition to, convertible to cash or income from investment property is a restriction on the use of cash is not available.

Total Amount of Insurances on Assets is disclosed in **Note: 22.**

December 31, 2011**Cost Value**

Account Name	January 1, 2011	Additions	Sales (-)	Transfer	December 31, 2011
Buildings	125.500	-	(125.500)	-	-
Total	125.500	-	(125.500)	-	-

Accumulated Depreciation

Account Name	January 1, 2011	Period Depreciation	Sales (-)	Transfer	December 31, 2011
Buildings	(629)	(1.882)	2.511	-	-
Total	(629)	(1.882)	2.511		-

Net Value	124.871				-
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The investment property of the Group consists of a house placed in Çankaya, Ankara. The mentioned property is acquired from a pledge for a receivable. The mentioned investment property has been sold in the previous period.

18 TANGIBLE FIXED ASSETS

The Fixed Assets details for the years ended are as follows:

December 31, 2012**Cost Value**

Account Name	Jan 1, 2012	Additions	Disposals (-)	Input from Alkam	Output from Alkam	Foreign Exchange Translation Differences	Transfer	Dec 31, 2012
Lands and parcels	17.320.543	-	-	-	-	(974.733)	(1.426.139)	14.919.671
Land Improvements	39.204	-	-	-	-	(2.206)	-	36.998
Buildings	12.409.106	96.564	(99.229)	-	-	(688.580)	(95.714)	11.622.147
Machinery, Plants&Equipments	1.413.477	-	(37.732)	49.335	(48.740)	(78.978)	-	1.297.362
Motor Vehicles	2.390.832	622.680	(431.069)	150.084	(120.618)	(105.302)	-	2.506.607
Furniture & Fixtures	4.906.153	713.560	(34.989)	1.015.827	(1.005.105)	(260.336)	-	5.335.110
Leasehold improvements	281.297	39.145	(1.927)	1.160.626	(1.146.619)	(27.365)	-	305.157
Total	38.760.612	1.471.949	(604.946)	2.375.872	(2.321.082)	(2.137.500)	(1.521.853)	36.023.052

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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Accumulated Depreciation

Account Name	Jan. 1, 2012	Additions	Disposals (-)	Input from Alkam	Output from Alkam	Foreign Exchange Translation Differences	Transfer	Dec. 31, 2012
Land Improvements	(39.204)	-	-	-	-	2.206	-	(36.998)
Buildings	(3.835.643)	(222.274)	1.093	-	-	187.751	3.379	(3.865.694)
Machinery, Plants&Equipments	(1.338.765)	(11.125)	12.190	(31.764)	32.239	73.750	-	(1.263.475)
Motor Vehicles	(872.141)	(478.779)	293.028	(136.418)	113.659	41.478	-	(1.039.173)
Furniture & Fixtures	(3.379.551)	(452.668)	28.989	(854.900)	864.567	168.540	-	(3.625.023)
Leasehold improvements	(168.080)	(53.527)	1.927	(1.047.877)	999.517	76.306	-	(191.734)
Total	(9.633.384)	(1.218.373)	337.227	(2.070.959)	2.009.982	550.031	3.379	(10.022.097)
Net Value	29.127.228							26.000.955

(*) Note: 3

Other Information

The depreciation and amortization expenses are recognised under the operational expenses

The Amount of mortgage on buildings which are stated in assets is **USD 4.466.846**Total Amount of Insurances on Assets is disclosed in **Note: 22.**

There was a share-based construction agreement signed between Seba Vadi İnşaat Sanayi A.Ş and the Company at March 17, 2013 relating to real estate of the Company on Sisli district Cendere yolu No. 13, on which the Group carries out its administrative and logistic operations. The type of this asset, which is used for operating purposes as of December 31, 2012 will be changed into Investment Property after it is delivered to construction company as an empty plant.

Account Name	Cost Value	Accumulated Depreciation	Net Value
Lands	14.919.671	-	14.919.671
Land Improvements	36.998	(36.998)	-
Buildings	11.622.147	(3.865.694)	7.756.453
Total	26.578.816	(3.902.692)	22.676.124

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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December 31, 2011**Cost Value**

Account Name	Jan. 1, 2011	Additions	Disposals (-)	Transfers	Artım(*)	Dec.31, 2011
Lands and parcels	17.320.543	-	-	-	-	17.320.543
Land Improvements	39.204	-	-	-	-	39.204
Buildings	12.063.895	345.211	-	-	-	12.409.106
Machinery, Plants&Equipments	1.413.477	-	-	-	-	1.413.477
Motor Vehicles	1.650.628	978.006	(269.507)	-	31.705	2.390.832
Furniture & Fixtures	4.496.751	668.129	(393.660)	-	134.933	4.906.153
Leasehold improvements	276.065	5.232	(50.452)	-	50.452	281.297
Other tangible fixed assets	128.372	-	-	(128.372)	-	-
Total	37.388.935	1.996.578	(713.619)	(128.372)	217.090	38.760.612

Accumulated Depreciation

Account Name	Jan. 1, 2011	Period Depreciation	Sales (-)	Transfer	Artım (*)	Dec. 31, 2011
Lands and parcels	-	-	-	-	-	-
Land Improvements	(39.204)	-	-	-	-	(39.204)
Buildings	(3.543.699)	(291.944)	-	-	-	(3.835.643)
Machinery, Plants&Equipments	(1.318.528)	(20.237)	-	-	-	(1.338.765)
Motor Vehicles	(697.094)	(340.005)	175.706	-	(10.748)	(872.141)
Furniture & Fixtures	(3.224.787)	(398.654)	335.563	-	(91.673)	(3.379.551)
Leasehold improvements	(134.765)	(33.315)	33.300	-	(33.300)	(168.080)
Total	(8.958.077)	(1.084.155)	544.569	-	(135.721)	(9.633.384)
Net Value	28.430.858					29.127.228

(*) Note: 3

Other tangible assets consist of art objects and according to the Group Management's assessment, it has been decided that these assets are recognised under intangible assets. They are not subject to depreciation due to their indefinite useful life.

Other Information

The depreciation and amortization expenses are recognised under the operational expenses.

The Amount of mortgage on buildings which are stated in assets is USD 5.905.222.

Total Amount of Insurances on Assets is disclosed in Note: 22.

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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19 INTANGIBLE FIXED ASSETS**December 31, 2012****Cost Value**

Account Name	Jan. 1, 2012	Additions	Disposals (-)	Input from Allkım	Output from Allkım	Foreign Exchange Translation Differences	Dec 31, 2012
Rights	650.618	4.974	-	80.814	(81.585)	(31.454)	623.367
Other Intangible Fixed Assets	128.372	-	-	-	-	(7.225)	121.147
Total	778.990	4.974	-	80.814	(81.585)	(38.679)	744.514

Other intangible assets consist of art objects and according to the Group Management's assessment, it has been decided that these assets, which were recognised under tangible assets before, are recognised under intangible assets. They are not subject to depreciation due to their indefinite useful life.

Accumulated Depreciation

Account Name	Jan. 1, 2012	Additions	Disposals (-)	Input from Allkım	Output from Allkım	Foreign Exchange Translation Differences	Dec. 31, 2012
Rights	(564.140)	(40.090)	-	(76.423)	73.395	29.817	(577.441)
Total	(564.140)	(40.090)	-	(76.423)	73.395	29.817	(577.441)
Net Value	214.850						167.073

(*) Note: 3

December 31, 2011**Cost Value**

Account Name	Jan. 1, 2011	Additions	Disposals (-)	Transfers	Artım(*)	Dec. 31, 2011
Rights	535.979	14.259	-	-	100.380	650.618
Other intangible fixed assets	-	-	-	128.372	-	128.372
Total	535.979	14.259	-	128.372	100.380	778.990

Accumulated Depreciation

Account Name	Jan. 1, 2011	Period Depreciation	Sales (-)	Artım (*)	Dec. 31, 2011
Rights	(476.840)	(39.723)	-	(47.577)	(564.140)
Total	(476.840)	(39.723)	-	(47.577)	(564.140)
Net Value	59.139	-	-	-	214.850

(*) Note: 3

The depreciation and amortization expenses are recognised under the operational expenses.

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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20 GOODWILL

Goodwill	December 31, 2012	December 31, 2011
Opening Balance	2.467.577	2.467.577
Additions	2.928.585	-
Disposals/ Sales	(2.928.585)	-
Translation Difference	(138.866)	-
Provisions for the value decrease	-	-
Closing balance	2.328.711	2.467.577

The addition of TL 2,928,585 was calculated in purchase of %55 of Alkim Bilgisayar Sanayi ve Ticaret A.Ş. shares. (Note: 3). The shares were sold back on December 28, 2012 and as of December 31, 2012 there is no participation of Group in Alkim Bilgisayar Sanayi ve Ticaret A.Ş.

The opening goodwill amount was calculated for participation Datagate Bilgisayar A.Ş and joint venture Neteks Bilgisayar A.Ş.. The goodwill amount is revied annually.

Final assessment of Neteks and Datagate were made at the date of 31 December 2012 and no impairment was noticed. In the evaluations, the interest rate used for discounting future cash flows is 10%, the growth rate is 4%.

There aren't any impairment loss for goodwill as of December 31, 2011. The opening goodwill amount was calculated for participation Datagate Bilgisayar A.Ş and joint venture Neteks Bilgisayar A.Ş.. The goodwill amount is revied annually. During review, the present value of cash inflows in the future calculated. For the assessment of future cash flows as of December 31, 2011 date the interest rate used for discounting was 12%, the growth rate was 5%.

21 GOVERNMENT GRANT AND ASSISTANCE

None.

22 PROVISIONS, CONTINGENT LIABILITIES AND ASSETS

Account Name	December 31, 2012	December 31, 2011
Provisions for Price Differences	7.119.775	8.653.806
Provisions for TT Net Campaign	6.393.165	12.412.995
Provision for Litigations	1.628.079	1.960.228
Total	15.141.019	23.027.029

December 31, 2012	Provision for Litigations	Price Differences	Provisions for TT Net Campaign	Total
As of January 1	1.960.228	8.653.806	12.412.995	23.027.029
Additions	60.060	7.119.775	-	7.179.835
Payments /				(14.673.636)
Offsetting	-	(8.653.806)	(6.019.830)	
Terminated				(392.209)
Provisions	(392.209)	-	-	
As of December 31, 2012	1.628.079	7.119.775	6.393.165	15.141.019

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

Notes to the Consolidated Financial Statements for the Period Ended December 31, 2012" (Series:XI No:29)

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December 31, 2011	Provision for Litigations	Price Differences	Provisions for TT Net Campaign	Total
As of January 1	1.624.500	3.552.295	-	5.176.795
Additions	463.857	8.653.806	12.412.995	21.530.658
Payments / Offsetting	(22.462)	(3.552.295)	-	(3.574.757)
Terminated Provisions	(105.667)	-	-	(105.667)
As of December 31, 2011	1.960.228	8.653.806	12.412.995	23.027.029

Almost all of the provisions for litigations consist of custom lawsuits.

There was an agreement made between TT Net A.Ş., İndeks Bilgisayar A.Ş. and Datagate Bilgisayar A.Ş. for the 4th Computer Campaign. With this agreement, some kind of products sales are made with terms of 24-36 months between during April 2011-April 2012. TT Net provision amount consist of sales premiums and commisions which will be paid to vendor and TT Net.

Price difference invoices are taken from customers for the products sold in different prices from previous period and provisions are made for them. Also targets have been given to customers in order to increase the sales and turnover premium, credit note, price difference, etc. invoices are taken from customers in the event of targets achieved by the customers and provisions are made for them.

*ii) Contingent Assets and Liabilities;***December 31, 2012**

As of December 31, 2012, for the lawsuits initiated against Group, provision amount TL 1.628.079 is reflected to the financial statements.

December 31, 2011

As of December 31, 2011, for the lawsuits initiated against Group, provision amount TL 1.960.228 is reflected to the financial statements.

*iii) Contingent Liabilities and Commitments:***December 31, 2012**

	TL	USD	EURO
Bailment Given	7.329.100	3.520.000	1.000.000
Guarantee Cheques and Notes Given	-	-	-
Mortgage	-	4.466.846	-
Guarantee Letters given	2.620.003	22.893.000	4.600.000
Total	9.949.103	30.879.846	5.600.000

December 31, 2011

	TL	USD	EURO
Bailment Given	8.537.802	3.875.000	1.000.000
Guarantee Cheques and Notes Given	-	-	-
Mortgage	-	5.628.648	-
Guarantee Letters given	2.507.933	18.115.000	7.350.000
Total	11.045.735	27.618.648	8.350.000

Guarantee letters are given to some public institutions, domestic and foreign sellers which Group purchase from. They are the guarantee of liabilities obtained from purchase of goods. There is no cash out-flow related with the guarantee letters due to the liabilities are paid on their maturity.

iv) Total Guarantees and Mortgages on Assets

None

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

Notes to the Consolidated Financial Statements for the Period Ended December 31, 2012" (Series:XI No:29)

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v) Total Insurance Coverage on Assets**December 31, 2012**

Type of Insured Assets	USD	EURO	TL
Trade goods	41.512.524	-	-
Vehicles	-	-	2.205.183
Plants machinery and equipment	6.371.402	-	-
Other	1.030.000	-	-
Total	48.913.926	-	2.205.183

December 31, 2011

Type of Insured Assets	USD	EURO	TL
Trade goods	68.792.500	-	-
Vehicles	-	-	2.198.892
Plants machinery and equipment	6.927.908	63.500	-
Other	1.030.000	-	-
Total	76.750.408	63.500	2.198.892

vi) The ratio of Mortgages and Guarantees Given to Shareholders' Equity is as follows:

Mortgages & Guarantees Given by the Group	Dec. 31, 2012	Dec. 31, 2012	Dec. 31, 2011	Dec. 31, 2011
	Foreign Currency Amount	TL Amount	Foreign Currency Amount	TL Amount
A. Total amount of M&G Given on behalf of the Group	-	62.209.484	-	65.319.238
Guarantee Letter (USD)	22.893.000	40.809.062	18.115.000	34.217.424
Guarantee Letter (EURO)	4.600.000	10.817.820	7.350.000	17.961.930
Guarantee Letter (TL)	2.620.003	2.620.003	-	2.507.933
Guarantee notes and cheques(TL)	-	-	-	-
Lien	-	-	-	-
Mortgage(USD)	4.466.846	7.962.599	5.628.648	10.631.952
B. Total amount of M&G Given on behalf of the Subsidiaries and Affiliated Companies subject to full consolidation	-	15.955.552	-	18.301.090
Bailment (USD)	3.520.000	6.274.752	3.875.000	7.319.488
Bailment (EURO)	1.000.000	2.351.700	1.000.000	2.443.800
Bailment (TL)	7.329.100	7.329.100	-	8.537.802
C. Total Amount of M&G Given on behalf of the third person liability in order to sustain usual business activities.	-	-	-	-
D. Total Amount of other M&G Given	-	-	-	-
i. Total Amount of M&G Given on behalf of main shareholder	-	-	-	-
ii. Total Amount of M&G Given on behalf of other affiliated companies which cannot be classified under section B and C.	-	-	-	-
iii. Total Amount of M&G Given on behalf of the third person that cannot be classified under section C.	-	-	-	-
Total	-	78.165.036	-	83.620.328

Amounts stated in the above table are the amounts in TL at the end of the period.

The ratio of Mortgages and Guarantees Given to Shareholders' Equity is 0 %. (0 % as of December 31, 2011)

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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23 COMMITMENTS

None.

24 EMPLOYEE TERMINATION BENEFITS

Account Name	December 31, 2012	December 31, 2011
Provision for Employment Termination Indemnity	2.176.567	1.466.963
Total	2.176.567	1.466.963

Under the Turkish Labor Law, the Group is required to pay employee termination benefits to each employee, who has entitled to receive provisions for employee termination benefits in accordance with the effective laws. Additionally the Company is required to pay employee who has the right of severance with termination indemnity.

The maximum employee termination benefit payable as of December 31, 2012 is 3.033,98 TL. (December 31, 2011: 2.731,85 TL) The maximum employee termination benefit payable as of January 1, 2013 is 3.129,25 TL (December 31, 2011: 2.805,04 TL) and taken into consideration in the calculations of the Group's provision for termination indemnities.

Termination indemnity payable is not subject to any legal funding.

Termination indemnity payable is calculated by forecasting the present value of currently working employee's possible future liabilities. IAS 19 ("Employee Termination Benefits") predicts to build up Group's liabilities with using actuarial valuation techniques in context of defined benefit plans. According to these predictions, actuarial assumptions used in calculation of total liabilities are as follows.

The principal assumption is that the maximum liability for each year of service will increase in line with the inflation. Therefore, the discount rate applied represents the expected real rate after adjusting for the anticipated effects of future inflation. Consequently, in the financial statements dated as of December 31, 2012, the provision was calculated by estimating the present value of the future probable obligation of the Group arising from the retirement of the employees. The provisions at the balance sheet dates have been calculated assuming an annual inflation rate of 5 % and a discount rate of 9 %. With that the real discount rate of 3,81 % (December 31, 2011: 4,66 %) was used in the computation. These expectations are reviewed every balance sheet period and revised if required.

	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
January 1	1.466.963	1.016.481
Service Cost	255.637	177.554
Actuarial Profit	763.177	358.375
Interest Cost	152.936	107.372
Purchase of Subsidiaries	249.580	57.234
Sale of Subsidiaries	(252.420)	-
Payments (-)	(459.306)	(250.053)
Closing Balance	2.176.567	1.466.963

Provision expense for termination indemnities is recognised under the operational expenses.

25 RETIREMENT BENEFIT PLANS

None.

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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26 OTHER ASSETS AND LIABILITIES

Other Current Assets for the years ended, are as follows:

Account Name	December 31, 2012	December 31, 2011
Prepaid Expenses for the Following Months	1.058.355	1.419.440
Credit Note Income Accrual	23.769.652	16.727.008
Deferred VAT	13.451.570	4.284.340
Travel Advances	367.850	859.911
Advances Given	3.941.325	2.194.432
Prepaid Taxes	7.446	54.376
Total	42.596.198	25.539.507

Short-term other liabilities for the years ended, are as follows;

Account Name	December 31, 2012	December 31, 2011
Deferred Income	16.033.991	8.787.820
Total	16.033.991	8.787.820

Income recognised from invoiced but not delivered products are recognised under the "Income Relating to Future Months" due to the criteria related with IAS 18 (delivery, transfer of risks, etc.) are not met.

Credit Note Income Accrual transactions are as follows:

Account Name	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Opening	16.727.008	17.176.193
Current period accrual	91.510.481	97.571.931
Purchase of Subsidiary (Note: 3)	-	28.527
Collection / Current account transfer	(84.467.837)	(98.049.643)
Balance at the end of year	23.769.652	16.727.008

27 SHAREHOLDERS' EQUITY

i) Minority Shares / Minority Shares Profit / (Loss)

Account Name	December 31, 2012	December 31, 2011
Minority Shares	13.994.072	13.687.301
Total	13.994.072	13.687.301

Account Name	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Opening	13.687.301	9.780.474
Minority Shares Profit - (Loss)	968.272	2.667.143
Foreign Exchange Translation Differences	(770.269)	-
Purchase of Subsidiaries (Note:3)	2.036.467	1.239.684
Sale of Subsidiaries (Note:3)	(1.927.699)	-
Total	13.994.072	13.687.301

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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ii) Capital / Share Capital / Elimination Adjustments

The share capital of the Company is **56.000.000 TL** and the share capital consist of **56.000.000** per-shares which each of 1 nominal value. The paid in capital of the Company, which is **56.000.000 TL**, consists of A Group shares issued to the name as paid-in capital is **318,18 TL**, B Group shares issued to the bear as paid-in capital is **55.999.682,82 TL**. A Group of shareholders have the rights to appoint one more of the half member of the Executive Board. After the initial dividend is given from the distribution of profit, A group Shareholders has also the rights to get % 5 of the remaining part.

The Company accepts the Registered Share capital System with the March 17, 2005 dated and 11/327 numbered permission of Capital Market Board and determined the Registered Share Capital ceiling **75.000.000 TL**. The decision accepted at 2004 Regular Meeting Shareholders of the Group dated April 27, 2005.

The Company's registered capital is **75.000.000 TL**. The Company's application to raise capital from **55.000.000 TL** to **56.000.000 TL** by implementing **1.000.000 TL** from share of profit of 2006 is approved by committee ruling numbered 25/699 and dated June 28, 2007. The public offering of shares to be issued has been accepted in the Board's meeting dated June 28, 2007 and with the number of 25/699. As of July 10, 2007, the increase of the capital is registered and published in the Official Gazette numbered 6852 and dated July 16, 2007.

The share capital shown in the consolidated balance sheet is the share capital of the Company. The amounts of share capital of the subsidiaries and the subsidiary account are eliminated mutually.

Shareholder	December 31, 2012		December 31, 2011	
	Share Percentage	Share Amount	Share Percentage	Share Amount
Nevres Erol Bilecik	% 66,20	37.070.552	% 33,77	18.909.441
Pouliadis and Associates S.A.	-	-	% 35,56	19.911.119
Public Shares	% 31,43	17.601.994	% 28,30	15.851.986
Other	% 2,37	1.327.454	% 2,37	1.327.454
Total	% 100	56.000.000	% 100	56.000.000

The ultimate controlling party of the Group is Nevres Erol Bilecik and his family members. (For important events after December 31, 2012, Note:40)

iii) Capital Reserves

None.

iv) Restricted Reserves Assorted from Profit

Restricted reserves from profits consist of legal reserves.

The legal reserves consist of first and second legal reserves, appropriated in accordance with the Turkish Commercial Code (TCC). The TCC stipulates that the first legal reserve is appropriated out of historical statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the Group's historical paid-in share capital. The second legal reserve is appropriated at the rate of 10% per annum of all cash distributions in excess of 5% of the historical paid-in share capital. Under TCC, the legal reserves are not available for distribution unless they exceed 50% of the historical paid-in share capital but may be used to offset losses in the event that historical general reserve is exhausted.

vi) Previous Years' Profits / (Losses)

Profits of previous years consist of extraordinary reserves, miscellaneous inflation differences and profits of other previous years.

In accordance with the CMB's decision numbered 7/242 dated on February 25, 2005; if the amount of net distributable profit based on the CMB's requirement on the minimum profit distribution arrangements, which is computed over the net profit determined based on the CMB's regulations, does not exceed the net distributable profit in the statutory accounts, the whole amount should be distributed, otherwise; all distributable amount in the statutory accounts are distributed. However, no profit distribution would be made if any financial statements prepared in accordance with the CMB or any statutory accounts carrying net loss for the period.

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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In accordance with CMB's decision dated January 27, 2010; it is decided not to bring any obligation for any minimum profit distribution about dividend distribution which will be made for public corporations. The Group management decided to distribute dividends according to the regulations specified in articles of association of the Group and dividend distribution policies declared to public.

Shareholders' Equity as of periods ended is as follows:

Account Name	December 31, 2012	December 31, 2011
Share capital	56.000.000	56.000.000
Capital Translation Differences	(3.151.464)	-
Capital Adjustment Differences	-	241.113
Hedging Funds	(12.855)	9.895
Foreign Exchange Translation Differences	(4.467.721)	-
Restricted Reserves Assorted From Profit	6.680.109	5.671.482
- Legal Reserves	5.533.059	4.524.432
- Profit from sale of affiliates except from		
Corporate Tax	1.147.050	1.147.050
Previous Years' Profits	53.830.180	44.388.033
Net Period Loss/ Profit	16.646.294	18.447.861
Parent Company Shareholders' Equity	125.524.543	124.758.384
Minority Shares	13.994.072	13.687.301
Total Shareholders' Equity	139.518.615	138.445.685

In the financial statements prepared according to the standards of the CMB, the Group's current period profit was TL 70.476.474. The Company's distributable profit in statutory financial statements for current period is TL 41.566.087. Company's distributable dividend (includes current period profit/loss) from previous period profits is limited with this amount. Inflation adjustments on share capital and real estate's sales profits, which are held in fund to be added to the share capital, were not taken into consideration during calculation of total distributable profit.

28 SALES AND COST OF SALES

Sales and cost of sales details which belong twelve months accounting period of the Group as of December 31, 2012 and December 31, 2011 are as follows:

Account Name	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Domestic Sales	1.290.739.105	1.473.926.639
Foreign Sales	110.691.976	16.180.209
Other Sales	52.845.370	59.162.673
Sales Returns (-)	(36.990.468)	(30.006.122)
Sales Discounts (-)	(4.577.246)	(5.468.549)
Other Discounts (-)	(507.495)	(248.786)
Net Sales	1.412.201.242	1.513.546.064
Cost of Sales (-)	(1.333.792.333)	(1.420.802.797)
Gross Profit / (Loss)	78.408.909	92.743.267

29 RESEARCH AND DEVELOPMENT, MARKETING, SALES & DISTRIBUTION EXPENSES

Other operating expenses which belong twelve months accounting period of the Group as of December 31, 2012 and December 31, 2011 are as follows:

Account Name	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Marketing, Selling and Distribution Expenses (-)	(17.688.796)	(16.789.949)
General Administrative Expenses (-)	(23.166.247)	(19.258.023)
Total Operating Expenses	(40.855.043)	(36.047.972)

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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(The amounts are stated as Turkish Lira ("TL") unless otherwise specified.)

30 EXPENSES RELATED TO THEIR NATURE

Expenses Related to Their Nature of the Group as of December 31, 2012 and December 31, 2011 are as follows:

Account Name	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Marketing, Selling and Distribution Expenses (-)	(40.855.043)	(36.047.972)
- Personnel Expenses	(24.298.887)	(20.524.423)
- Logistic and storage expenses	(3.849.766)	(3.982.027)
- Depreciation expenses	(1.261.844)	(1.125.760)
- Rental Expense	(980.195)	(836.460)
- Communication Expense	(310.057)	(321.242)
- Travelling Expenses	(549.708)	(582.230)
- Transportation Expenses	(779.793)	(762.241)
- Consultancy and Audit Expenses	(675.215)	(686.844)
- Insurance Expenses	(837.643)	(703.903)
- Maintenance and repair expenses	(307.924)	(201.552)
- Advertisement Expense	(1.017.156)	(1.270.461)
- Taxes, Duties, Charges Expenses	(465.066)	(655.656)
- Provisions for termination indemnities expenses	(1.171.750)	(643.301)
- Sales and foreign trade expenses	(511.493)	(746.984)
- Provisions for doubtful trade receivables	-	(866.813)
- Other Expenses	(3.838.546)	(2.138.075)
Total Operating Expenses	(40.855.043)	(36.047.972)

Depreciation and amortisation expenses and personnel expenses are recognised in operational expenses.

31 OTHER OPERATING INCOME / EXPENSE

Other operating Income / Expense which belong twelve months accounting period, of the Group as of December 31, 2012 and December 31, 2011 are as follows:

Account Name	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Negative Goodwill Income (Note: 3)	132.939	60.752
Nullified Provisions for Litigations	332.149	-
Provisions for Doubtful Receivables Income	201.321	
Other Income	534.248	335.019
Total Other Income	1.200.657	395.771
Total Other Expense (-) (*)	(977.115)	(1.191.240)
Other Income / Expense (Net)	223.542	(795.469)

(*)Other expenses consist from non-deductible expenses such as tax, penalty, motor vehicle taxes and special communication taxes, etc.

İNDEKS BİLGİSAYAR SİSTEMLERİ MÜHENDİSLİK SANAYİ VE TİCARET A.Ş.

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32 FINANCIAL INCOMES

Financial Income which belongs twelve months accounting period, of the Group as of December 31, 2012 and December 31, 2011 are as follows:

Account Name	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Interest Income	1.074.677	1.850.375
Foreign Exchange Gains	442.903	33.496.401
Interest Eliminated From Sales	10.979.322	18.252.921
Rediscount Income	2.988.266	4.417.056
Previous Period Rediscount Cancellation	3.686.444	1.334.021
Total Financial Income	19.171.612	59.350.774

33 FINANCIAL EXPENSES

Financial Expense which belongs twelve months accounting period, of the Group as of December 31, 2012 and December 31, 2011 are as follows:

Account Name	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Banking Charges and Interest Expense (-)	(20.772.957)	(9.024.861)
Foreign Exchange Loss (-)	-	(57.280.533)
Eliminated Interest From Purchases(-)	(9.511.763)	(15.254.873)
Rediscount Expense (-)	(2.362.954)	(3.686.444)
Cancellation of Previous Period's Rediscount	(4.417.056)	(1.622.979)
Total Financial Expense	(37.064.730)	(86.869.690)

There is no capitalized financial expense of Group for current period.

34 FIXED ASSETS HELD FOR SALE PURPOSES AND DISCONTINUED OPERATIONS

None.

35 TAX ASSETS AND LIABILITIES (Deferred Tax Assets and Liabilities)

The Group's tax income / (expense) is composed of current period's corporate tax expense and deferred tax income / (expense)

Account Name	December 31, 2012	December 31, 2011
Provision for Current Period Tax	2.750.281	7.605.354
Sale of Subsidiaries	(2.713)	-
Prepaid Taxes (-)	(2.323.520)	(4.646.372)
Total Net Tax Payable	424.048	2.958.982

31 Aralık 2012 ve 31 Aralık 2011 tarihlerinde sona eren oniki aylık hesap dönemlerine ait vergi varlık ve yükümlülükleri aşağıdaki gibidir:

Account Name	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Provision for Current Period Tax (-)	(2.750.281)	(7.605.354)
Deferred Tax Income / (Expense)	480.557	339.448
Total Tax Income / (Expense)	(2.269.724)	(7.265.906)

i) Provision for Current Period Tax

Group calculate their temporary taxes on their quarterly financial profits in Turkey. Corporate income as of the temporary tax periods, temporary tax rate of 20 % over the corporate income was calculated and prepaid taxes deducted from taxation on income.

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According to Turkish Corporate Tax Law, losses can be carried forward to offset the future taxable income for a maximum period of 5 years. On the other hand, such losses cannot be carried back to offset prior years' profits. According to Corporate Tax Law's Article: 24, the corporate tax is imposed by the taxpayer's tax returns. There is no procedure for a final and definitive agreement on tax assessments. Annual corporate tax returns are submitted until the 25th of April following the closing of the accounting year. Moreover, the tax authorities have the right to examine the tax returns and the related accounting records within five years.

Effective Corporate Tax Rate:

According to the corporate tax law numbered 5520, which was published in the official gazette dated June 21, 2006, the effective corporate tax rate was set as 20%.

According to Turkish Corporate Tax Law, losses can be carried forward to offset the future taxable income for a maximum period of 5 years. On the other hand, such losses cannot be carried back to offset prior years' profits.

According to Corporate Tax Law's Article: 20, the corporate tax is imposed by the taxpayer's tax returns. There is no procedure for a final and definitive agreement on tax assessments. Annual corporate tax returns are submitted until the 25th of April following the closing of the accounting year. Moreover, the tax authorities have the right to examine the tax returns and the related accounting records within five years.

Income Withholding Tax:

In addition to corporate tax, Group should also calculate income withholding tax on any dividends and income distributed, except for resident companies in Turkey receiving dividends from resident companies in Turkey and Turkish branches of foreign companies. The rate of withholding tax has been increased from 10% to 15% upon the Cabinet decision No: 2006/10731, which was published in Official Gazette on July 23, 2006.

ii) Deferred Tax

The deferred tax asset and tax liability is based on the temporary differences, which arise between the financial statements prepared according to CMB's accounting standards and statutory tax financial statements. These differences usually due to the recognition of revenue and expenses in different reporting periods for the CMB standards and tax purposes.

Account Name	Dec. 31, 2012 Accumulated Temporary Differences	Dec. 31, 2012 Deferred Tax Assets / (Liabilities)	Dec. 31, 2011 Accumulated Temporary Differences	Dec. 31, 2011 Deferred Tax Assets / (Liabilities)
Fixed Assets	933.204	186.641	(610.823)	(122.165)
Financial Loss	-	-	1.184.825	236.965
Rediscount Expense	2.362.954	472.591	3.686.444	737.289
Provision for Termination Indemnity	2.176.567	435.313	1.466.963	293.393
Provision for Value Decrease in Inventories	2.264.118	452.824	1.858.556	371.711
Rediscount Income	(2.988.267)	(597.653)	(4.417.056)	(883.411)
Hedging Funds	185.608	37.122	(444.154)	(88.831)
Other	2.193.724	438.744	2.578.691	515.739
Deferred Tax Asset / Liability		1.425.582		1.060.690

	December 31, 2012	December 31, 2011
Deferred Tax Asset / Liability at the beginning of the period	1.060.689	667.458
Purchase of Subsidiaries(Note:3)	83.902	36.437
Sale of Subsidiaries (Note:3)	(150.724)	-
Deferred Tax Income/(Expense)	480.557	339.448
Foreign Exchange Translation Difference	(54.530)	
Hedging Funds (Note:7-9)	5.688	17.347
Deferred Tax Asset / Liability at the end of the period	1.425.582	1.060.690

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Explanation of Used / Unused Tax Advantages:**Financial Loss**

The Group does not have deferred financial loss as of December 31,2012 (December 31, 2011: TL 1.184.825) which comprise of the deferred financial loss as of December 31, 2012 was included in deferred tax calculation based on the decisions of the Group management, which evaluates that this loss can be used against the taxable profit in the following years.

The details of the financial losses taken into calculation of deferred tax asset are as follows;

Period	Last Year for Validity	2012	2011
2011	2016	-	1.184.825
Total		-	1.184.825

The Group does not have any financial loss which was not included in deferred tax calculation as of December 31, 2012 and 2011.

Reconciliation of tax provision as of December 31, 2012 and December 31, 2011 are as follows:

Reconciliation of Tax Provision:	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Profits obtained from continuing operations	19.884.290	28.380.910
Income tax rate %20	(3.976.858)	(5.676.182)
Tax effect:		
Tax Effect of Translation Differences of Equity Items	1.726.113	-
- Non-Deductible Expenses	(18.979)	(1.589.724)
Deferred Tax Expense	(2.269.724)	(7.265.906)

36 NET EARNINGS PER SHARE

Earnings per share in the income statement are calculated by dividing net income by the weighted average number of common shares outstanding for the period. Group's earnings per share are calculated for the periods are as follows:

	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Period Profit/ (Loss)	16.646.294	18.447.861
Average Number of Shares	56.000.000	56.000.000
Earnings / (Loss) per Share	0,297255	0,329426
Profit for preferred shares	2.615,86	2.898,97
Profit for ordinary shares	0,282394	0,312957

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37 EXPLANATIONS OF RELATED PARTIES

a) Receivables and Payables of Related Parties:

December 31, 2012	Receivables		Payables	
	Trade Receivables	Non-Trade Receivables	Trade Payables	Non-Trade Payables
Shareholders	-	-	-	1.675
Homend A.Ş.	9.656	131.908	216.060	-
Desbil A.Ş.	15.838	162.186	-	-
İnfin A.Ş.	386.687	-	161.262	-
Neteks Dış Tic.	-	-	25.625	-
Despec A.Ş.	31.261	-	42.286	-
Total	443.442	294.094	445.233	1.675

December 31, 2011	Receivables		Payables	
	Trade Receivables	Non-Trade Receivables	Trade Payables	Non-Trade Payables
Shareholders	-	-	-	4.201.814
Homend A.Ş.	1.035.245	-	-	-
Desbil A.Ş.	11.986	162.812	-	-
İnfin A.Ş.	1.461.335	-	2.269.576	-
Neteks Dış Tic.	310.317	-	1.682.856	-
Despec A.Ş.	40.347	-	7.924	183.599
Total	2.859.230	162.812	3.960.356	4.385.413

Non-trade payables to shareholders almost consist of dividend payments.

There are no guarantees or mortgages for the related party receivables or payables. There is no provision made for doubtful receivables for the related party receivables. İnfin A.Ş. is the subsidiary which is not included in the consolidation, Neteks Dış Ticaret A.Ş. is the affiliate evaluated by equity method, Desbil, Despec and Homend are other related parties.

The related party balances generally consist from trade transactions. But in some conditions there are cash usages between the related parties. The balances consist from non-trade transactions are classified as non-trade receivables or payables in the financial statements. Interest is calculated for the balances and invoiced quarterly. The interest rate for USD is between % 5,30 and % 6 in 2012, % 3 and % 7, 50 in 2011.

Shareholders current accounts are generally arisen from dividend debt, and interest is not calculated for this debt.

b) Purchases from Related Parties and Purchases from Related Parties:

January 1, 2012 – December 31, 2012

Sales to Related Parties	Goods and Service Sales	Common Cost Participation	Interest and Foreign Exchange Income	Total Income/Sales
Desbil A.Ş.	-	3.234	12.099	15.333
Despec A.Ş.	854.236	1.770.958	143.232	2.768.426
Homend A.Ş.	1.842.909	189.529	899.674	2.932.112
İnfin A.Ş.	4.279.404	4.809	136.747	4.420.960
Neteks Dış Ltd.Şti.	18.042	-	9.645	27.687
Total	6.994.591	1.968.530	1.201.397	10.164.518

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Purchases From Related Parties	Goods and Service Sales	Common Cost Participation	Interest and Foreign Exchange Expense	Total Expense/ Purchases
Desbil A.Ş.	-	-	10.944	10.944
Despec A.Ş.	909.090	11.445	626.587	1.547.122
Homend A.Ş.	1.761.824	75.365	525.389	2.362.578
İnfin A.Ş.	1.975.530	-	267.433	2.242.963
Neteks Dış Ltd.Şti.	16.835	-	47.901	64.736
TOPLAM	4.663.279	86.810	1.478.254	6.228.343

January 1, 2011 – December 31, 2011

Sales to Related Parties	Goods and Service Purchases	Common Cost Participation	Interest and Foreign Exchange Income	Total Income / Sales
Desbil A.Ş.	-	3.048	31.091	34.139
Despec A.Ş.	15.013.735	1.646.574	361.747	17.022.056
Homend A.Ş.	7.565.849	1.460.623	2.334.321	11.360.793
İnfin A.Ş.	8.320.268	4.800	653.270	8.978.338
Neteks Dış Ltd.Şti.	3.491.658	-	25.384	3.517.042
Total	34.391.510	3.115.045	3.405.813	40.912.368

Purchases From Related Parties	Goods and Service Purchases	Common Cost Participation	Interest and Foreign Exchange Expense	Total Expense/ Purchases
Desbil A.Ş.	-	-	1.793	1.793
Despec A.Ş.	14.278.665	18.253	1.305.470	15.602.388
Homend A.Ş.	8.014.832	134	72.556	8.087.522
İnfin A.Ş.	4.539.768	-	62.148	4.601.916
Neteks Dış Ltd.Şti.	3.608.395	-	71.340	3.679.735
TOPLAM	30.441.660	18.387	1.513.307	31.973.354

c) Benefits and Services Provided for Senior Management

Account Name	January 1, 2012 December 31, 2012	January 1, 2011 December 31, 2011
Short-Term Benefits provided to Employees	3.706.895	3.040.756
Employment Termination Benefits	-	-
Other long term benefits	-	-
Total	3.706.895	3.040.756

Benefits and wages provided to Management Staff consist of general manager wages, assistant general manager wages.

38 NATURE AND LEVEL OF RISKS ARISING OUT OF FINANCIAL INSTRUMENTS

(a) Capital Risk Management

The Group, while trying to maintain the continuity of its activities in capital management on one hand, aims to increase its profitability by using the balance between debts and resources on the other hand.

The capital structure of the Group consists of debts containing the credits explained in note 8, cash and cash equivalents explained in note 6 and resource items containing respectively issued capital, capital reserves, profit reserves and profits of previous years explained in note 27.

Risks, associated with each capital class, and the capital cost are evaluated by the senior management. It is aimed that the capital structure will be stabilized by means of new borrowings or repaying the existing debts as well as dividend payments and new share issuances based on the senior management evaluations.

The Group follows the capital by using debt/total capital rate. This rate is found by dividing the net debt by total capital. The net debt is calculated by excluding the cash and cash equivalent amounts from the total debt amount (including credits, leasing and commercial debts as indicated in the balance sheet). Total capital is calculated as resources plus net debt as indicated in the balance sheet.

General strategy of the Group based on resources is not different from the previous years.

	December 31, 2012	December 31, 2011
Total Debt	531.283.544	493.833.899
Minus (-) Cash and Equivalent	(51.259.440)	(65.358.568)
Net Debt	480.024.104	428.475.331
Total Shareholder's Equity	139.518.615	138.445.685
Total Share capital	619.542.719	566.921.016
Rate % (Net Debt / Total Share Capital)	77,48%	75,58%

The Group does not have any speculative financial instruments (including derivative financial instruments) and any operating activity of trade of these financial instruments.

(b) Important Accounting Policies

The Company's important accounting policies relating to financial instruments are presented in the Note 2.

(c) Risks Exposed

Because of its operations, the Group is exposed to financial risks related to exchange rates and interest rates.

The Group as it holds the financial instruments also carry the risk of other party not meeting the requirements of the agreement.

Market risks seen at the level of Group are measured according to the sensitivity analysis principle. Market risks faced by the Company in current period or the process of undertaking the faced risks or the process of the measure of faced risks was not changed according to previous year.

(c1) Foreign currency risk management

Transactions in foreign currencies expose the Group to foreign currency risk. This risk mainly arises from fluctuation of foreign currency used in conversion of foreign assets and liabilities into Turkish Lira. Foreign currency risk arises as a result of trading transactions in the future and the difference between the assets and liabilities recognized.

The Company is mainly exposed to foreign currency risk due to deposits, receivables and payables

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Table of Foreign Exchange Position

	Current Period			Previous Period		
	TL Value	USD	EURO	TL Value	USD	EURO
1. Trade Receivables	131.615.616	125.871.996	2.442.327	242.104.679	125.353.353	2.178.873
2a. Monetary Financial Assets	7.968.311	5.529.162	1.037.186	64.639.072	32.138.079	1.609.565
2b. Non-Monetary Financial Assets	-	-	-	-	-	-
3. Other	26.875.295	26.668.693	87.852	-	-	-
4. Current Assets Total (1+2+3)	166.459.222	158.069.851	3.567.365	306.743.751	157.491.432	3.788.438
5. Trade Receivables	1.465.319	1.465.319	-	-	-	-
6a. Monetary Financial Assets	-	-	-	2.414	1.278	-
6b. Non-Monetary Financial Assets	-	-	-	-	-	-
7. Other	-	-	-	-	-	-
8. Fixed Assets Total (5+6+7)	1.465.319	1.465.319	-	2.414	1.278	-
9. Total Assets (4+8)	167.924.541	159.535.170	3.567.365	306.746.165	157.492.710	3.788.438
10. Trade Payables	(151.761.027)	(148.104.410)	(1.554.882)	(278.065.966)	(145.027.688)	(1.687.194)
11. Financial Liabilities	(1.950.681)	(1.950.681)	-	(24.775.230)	(13.116.221)	-
12a. Other Monetary Liabilities	(13.308.324)	(13.276.458)	(13.550)	(14.232.446)	(7.530.840)	(3.046)
12b. Other Non-Monetary Liabilities	-	-	-	-	-	-
13. Total Short Term Liabilities (10+11+12)	(167.020.032)	(163.331.549)	(1.568.432)	(317.073.642)	(165.674.750)	(1.690.240)
14. Trade Payables	-	-	-	-	-	-
15. Financial Liabilities	-	-	-	(7.784.458)	(4.121.160)	-
16a. Other Monetary Liabilities	(2.176.566)	(2.176.566)	-	-	-	-
16b. Other Non-Monetary Liabilities	-	-	-	-	-	-
17. Total Long Term Liabilities (14+15+16)	(2.176.566)	(2.176.566)	-	(7.784.458)	(4.121.160)	-
18. Total Liabilities (13+17)	(169.196.598)	(165.508.115)	(1.568.432)	(324.858.101)	(169.795.909)	(1.690.240)
19. Net Asset/ (Liability) Position of Derivative Instruments off the Balance Sheet (19a-19b)	-	-	-	26.296.577	13.921.635	-
19a. Total Amount of Hedged Assets	-	-	-	26.296.577	13.921.635	-
19b. Total Amount of Hedged Liabilities	-	-	-	-	-	-
20. Net Foreign Exchange Asset / (Liability) Position (9-18+19)	(1.272.057)	(5.972.945)	1.998.933	8.184.641	1.618.436	2.098.199
21. Monetary Items Net Foreign Exchange Asset / (liability) position (1+2a+5+6a-10-11-12a-14-15-16a)	(28.147.352)	(32.641.638)	1.911.081	(18.111.936)	(12.303.199)	2.098.199
22. Total Fair Value of Financial Instruments Used for the Foreign Exchange Hedge	-	-	-	-	-	-
23. The Amount of Hedged part of Foreign Exchange Assets	-	-	-	25.852.423	13.921.635	-
23. The Amount of Hedged part of Foreign Exchange Liabilities	-	-	-	-	-	-
24. Export	-	-	-	16.180.209	-	-
24. Import	-	-	-	492.022.828	-	-

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c2) Credit Risk and Management

CREDIT TYPES INCURRED IN RESPECT OFFINANCIAL INSTRUMENT TYPES

CURRENT PERIOD	Receivables			Bank Deposits and Repos		
	Related Party	Trade Receivables	Other Receivables	Foot Note	Foot Note	Foot Note
Maximum credit risk incurred as of the date of reporting (A+B+C+D+E) (*)	443.442	411.763.945	294.094	288.145	50.077.589	
- The part of maximum risk secured by guarantee etc.	-	32.376.335	-	-	-	-
A. Net book value of financial assets which are undue or which did not decline in value (2)	443.442	410.082.696	294.094	288.145	50.077.589	6
B. Book value of financial assets which conditions are renegotiated, and which otherwise would be counted as overdue or declined in value (3)	-	1.353.767	-	-	10-11	6
C. Net book value of assets, overdue but did not decline in value. (6)	-	327.482	-	-	-	-
- The part secured by guarantee etc.	-	327.482	-	-	10-11	6
D. Net book values of assets declined in value (4)	-	-	-	-	-	-
- Overdue (gross book value)	-	5.730.221	-	-	10-11	6
- Decline in value (-)	-	(5.730.221)	-	-	10-11	6
- The part of net value secured by guarantee etc.	-	-	-	-	10-11	6
- Undue (gross book value)	-	-	-	-	10-11	6
- Decline in value (-)	-	-	-	-	10-11	6
- The part of net value secured by guarantee etc.	-	-	-	-	10-11	6
E. Elements containing credit risk off the balance sheet (5)	-	-	-	-	10-11	6

PREVIOUS PERIOD

PREVIOUS PERIOD	Receivables			Bank Deposits and Repos		
	Related Party	Trade Receivables	Other Receivables	Foot Note	Foot Note	Foot Note
Maximum credit risk incurred as of the date of reporting (A+B+C+D+E) (*)	2.859.230	400.314.916	162.812	214.160	65.063.969	
- The part of maximum risk secured by guarantee etc.	-	30.810.485	-	-	-	-
A. Net book value of financial assets which are undue or which did not decline in value (2)	2.859.230	399.602.383	162.812	214.160	65.063.969	6
B. Book value of financial assets which conditions are renegotiated, and which otherwise would be counted as overdue or declined in value (3)	-	537.009	-	-	10-11	6
C. Net book value of assets, overdue but did not decline in value. (6)	-	175.523	-	-	-	-
- The part secured by guarantee etc.	-	175.523	-	-	10-11	6
D. Net book values of assets declined in value (4)	-	-	-	-	-	-
- Overdue (gross book value)	-	5.942.549	-	-	10-11	6
- Decline in value (-)	-	(5.942.549)	-	-	10-11	6
- The part of net value secured by guarantee etc.	-	-	-	-	10-11	6
- Undue (gross book value)	-	-	-	-	10-11	6
- Decline in value (-)	-	-	-	-	10-11	6
- The part of net value secured by guarantee etc.	-	-	-	-	10-11	6
E. Elements containing credit risk off the balance sheet (5)	-	-	-	-	10-11	6

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During the assessment, the elements such as guarantees received which can increase the creditability are not taken into consideration.

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Current Period (December 31, 2012)	Receivables	
	Trade Receivables	Other Receivables
1-30 Days Overdue	845.756	-
1-3 Months Overdue	341.604	-
More than 3 Months Overdue	493.889	-
The part of net value secured by guarantee etc.	327.482	-

Previous Period (December 31, 2011)	Receivables	
	Trade Receivables	Trade Receivables
1-30 Days Overdue	626.919	-
1-3 Months Overdue	58.638	-
More than 3 Months Overdue	26.975	-
The part of net value secured by guarantee etc.	175.523	-

Guarantees received and other elements, which increase the credibility, mortgages received, bill sureties and guarantee letters are taken into consideration.

The Group's credit risk management exposed from trade receivables. Trade receivables mostly consist from receivables from dealers. The Group has set up an effective control system over its dealers and the risk is monitorized by credit risk management team and Group Management. The Group has set limits for every dealer and these limits are revised if it is necessary. The taking adequate guarantees from dealers are another method for the risk management. There is no significant trade receivable risk for the Group, because the Group has receivables from a wide range of customers instead of a small number customers and significant amounts. Trade receivables are evaluated by taking into consideration of Group's past experience and current economic situation and these receivables are presented with their net values in the balance sheet after the proper provisions for doubtful receivables are made. The low profit margin by force of the sectoral conditions makes collection and credit risk management policies important and the Group management show sensivity in these situations. The detailed information about the collection and risk management policies are as follows;

The Group starts executive proceedings and / or litigate for the receivables overdue for a few months. The Group can configure terms for dealers in difficult situations. The low profit margin by effects of the sectoral conditions makes collection of receivables important. There is a risk management team to minimize the risk of collections and the sales are realized by making credibility evaluations. The sales to new or risky dealers are made in cash.

The Group is selling products to a wide range of institutions which are selling or buying computer and its equipments. The capital structure of the dealers classified as "classic dealers" in the distribution channel is low. It is estimated that there are about 5.000 dealers in this group in Turkey and in terms of risk management to minimize the receivable risk of Datagate by taking steps and establishing its own organisation and working system. The measures taken by the Group is as follows;

The sales to new customers which have no experience more than 1 year: The sales to new customers which have no experience more than 1 year are made in cash.

The information team involved in receivable and risk management department is monitoring the dealers continuously.

Credit Committee: The information about the customers which has experience more than 1 year in the sector and the customers which are demanding an increase for the credit limit are prepared by the information team and presented to credit committee every week. Credit committee consist of Senior Vice President of Finance, Finance Manager, Accounting Manager, information team staff and the Sale Manager of related Customer. Credit Committee establish credit limits to related customers by taking into consideration the information gained from the information team, past payments and sale performances. The Credit Committee determines the conditions and if it is needed they demand for guarantees, mortgages, etc.

Group sales are widespread on Turkey, therefore it reduces the concentration risk.

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Trade receivables are evaluated by taking into consideration the Group policies and procedures and the trade receivables are shown with their net value after the provisions for doubtful receivables are made in the financial statements. (Note: 10)

(c3) Management of interest rate risk

Group's fixed interest financial instruments liabilities are stated in Note: 8. Group's fixed interest assets (deposit etc.) are stated in Note: 6.

Table of Interest Position

	Current Period	Previous Period
Fixed Interest Financial Instruments		
Financial Assets	23.132.941	26.308.719
Financial Liabilities	28.081.123	46.321.406
Floating Rate Financial Instruments		
Financial Assets	-	-
Financial Liabilities	-	-

If there is a %1 increase on TL interest rate and other variables are fixed as of December 31, 2012, profit before tax will be less with the amount of TL 49.482. (December 31, 2011: TL 200.126) Important part of Group's financial assets and liabilities with fixed interest rate are short-term. Consequently the financial assets and liabilities with fixed interest rate are taken into consideration. There is no interest rate risk if only financial assets and liabilities with floating rate are taken into consideration.

(c4) Liquidity risk management

The Group tries to manage the liquidity risk by maintaining the continuation of sufficient funds and loan reserves by means of matching the financial instruments and terms of liabilities by following the cash flow regularly.

Liquidity Risk Tables

Prudent liquidity risk management signifies maintaining sufficient cash, the utility of fund sources by sufficient credit transactions and the ability to close out market positions.

Risk of existing or future possible debt requirements being fundable is managed by maintaining the continuation of availability of sufficient numbers and high quality credit providers.

The table below indicates the term divisions of derivative and non-derivative financial liabilities of the Group in TL currency.

December 31, 2012

Contract Terms	Book Value	Cash Outflows				
		Total As Per the Agreement	Less than 3 Months	3-12 Months	1-5 Years	More than 5 Years
Non-derivative Financial Liabilities	497.322.311	501.733.697	484.044.159	11.428.973	6.260.565	-
Bank Loans	29.353.452	30.776.571	13.087.033	11.428.973	6.260.565	-
Debt Instrument Issue	-	-	-	-	-	-
Financial Lease Liabilities	-	-	-	-	-	-
Trade Payables	455.861.882	458.850.149	458.850.149	-	-	-
Other Payables	12.106.977	12.106.977	12.106.977	-	-	-
Other	-	-	-	-	-	-

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Contract Terms	Book Value	Cash Outflows Total As Per the Agreement	Less than 3 Months	3-12 Months	1-5 Years	More than 5 Years
Derivative Financial Liabilities	(185.611)	(311.719)	(202.839)	(108.880)	-	-
<i>Derivative Cash Inflows</i>	26.294.836	26.294.836	21.219.811	5.075.024	-	-
<i>Derivative Cash Outflows</i>	(26.480.445)	(26.606.555)	(21.422.651)	(5.183.904)	-	-

(*)The amount of forward transactions consists of **14.750.833 USD**. In liability calculation, derivative cash outflow is calculated using exchange rates valid at the end of term. Derivative cash inflow is calculated using the exchange rate valid on December 31, 2012. Actual profit or loss will arise at the end of term.

December 31, 2011

Contract Terms	Book Value	Cash Outflows Total As Per the Agreement	Less than 3 Months	3-12 Months	1-5 Years	More than 5 Years
Non-derivative Financial Liabilities	457.593.105	463.346.131	441.292.565	8.734.507	13.319.059	-
<i>Bank Loans</i>	46.323.157	47.659.127	25.605.561	8.734.507	13.319.059	-
<i>Debt Instrument Issue</i>	-	-	-	-	-	-
<i>Financial Lease Liabilities</i>	-	-	-	-	-	-
<i>Trade Payables</i>	395.944.108	400.361.164	400.361.164	-	-	-
<i>Other Payables</i>	15.325.840	15.325.840	15.325.840	-	-	-
<i>Other</i>	-	-	-	-	-	-

Contract Terms	Book Value	Cash Outflows Total As Per the Agreement	Less than 3 Months	3-12 Months	1-5 Years	More than 5 Years
Derivative Financial Liabilities	444.154	235.764	233.554	2.211	-	-
<i>Derivative Cash Inflows</i>	26.296.577	26.296.577	22.798.021	3.498.555	-	-
<i>Derivative Cash Outflows</i>	(25.852.423)	(26.060.812)	(22.564.468)	(3.496.344)	-	-

(*)The amount of forward transactions consists of **13.921.635 USD**. In liability calculation, derivative cash outflow is calculated using exchange rates valid at the end of term. Derivative cash inflow is calculated using the exchange rate valid on December 31, 2011. Actual profit or loss will arise at the end of term.

c5 Analyses of other Risks**Risks Related to Financial Instruments, Stocks Etc.**

Group has no stocks or similar marketable securities evaluated by fair value in the current period.

39 FINANCIAL INSTRUMENTS (DECLARATIONS WITHIN THE CONTEXT OF FAIR VALUE AND HEDGING)

Aims at financial risk management

The finance department of the Group is responsible for maintaining the access to financial markets regularly and observing and managing the financial risks incurred in relation with the activities of the Group. The said risks include market risk (including foreign exchange risk, fair interest rate risk and price risk), credit risk, liquidity risk and cash receiving risk.

Fair Value of Financial Instruments

Fair value is the amount for which a financial instrument could be exchanged except compulsory sale or liquidation process between willing parties and it is determined with its market value if there is a quoted price.

The Group has determined the estimated values of financial instruments by taking into consideration the present market information and proper valuation methods. But determination of market information and estimation of fair value require interpretation and discernment. Consequently the estimations presented are not always the indicators of the values could be realized from a current market transaction.

The methods and assumptions used for the determination of the fair value of the financial instruments are as follows;

Monetary Assets

Balances denominated in foreign currencies are converted into Turkish Lira by the exchange rate ruling at the balance sheet date. It is predicted that these balances are considered to approximate to their net book value.

Financial instruments in which cash and cash equivalents are included are carried by their cost value and it is predicted that their net book value are considered to approximate to their fair values due to their short-term maturity.

It is predicted that the net book value of trade receivables with provisions made for doubtful receivables present their fair values.

Monetary Liabilities

Balances denominated in foreign currencies are converted into Turkish Lira by the exchange rate ruling at the balance sheet date. It is predicted that these balances are considered to approximate to their net book value.

It is predicted that net book value of bank loans and other monetary liabilities are considered to approximate their fair values due to their short-term maturity.

It is predicted that the net book value of trade payables present their fair values due to their short-term maturity.

Fair Value Assessment:

The Group has applied the amendments in IFRS 7 related with the financial instruments evaluated by fair value in the balance sheet effective from the date of January 1, 2009. The amendment in fair value calculations is disclosed in accordance with the steps of hierarchy for fair value mentioned below;

Level 1: Quoted prices in active markets for identical assets and liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Inputs for the asset or liability that is not based on observable market data.

It is predicted that net book value of foreign currency balances which are converted to TL at the end of the year are considered to approximate to their fair values.

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The Group presents its financial investments with their fair values in the financial statements as of December 31, 2012. (Level 2) (Note: 7)

It is accepted that the discounted net book value of financial assets such as cash and cash equivalents present their fair values due to their short-term maturity.

Trade receivables and payables are measured at their discounted cost using the effective interest method and it is accepted that the net book value of these balances are considered to approximate their fair values.

40 SUBSEQUENT EVENTS

i)The company made the following declaration on PDP (Public Disclosure Platform) on March 19, 2013 relating to the agreement signed between subsidiary Teklos A.Ş and Seba Vadi İnşaat Sanayi A.Ş.

"We have announced earlier with the declaration dated June 14,2012 that Chairman of the Board of Directors N. Erol Bilecik was authorized for developing projects and utilizing the immovable, located in Sisli district Cendere Road No:13 with an area of 40.000 m2, belonging to Teklos A.Ş., which is a participation of Index Bilgisayar A.Ş in 99,99%.

With this context, Teklos A.Ş signed a share-based construction agreement with Seba Vadi İnşaat Sanayi A.Ş, which included the following conditions.

-The construction licence for the main immovable will be granted by the contractor Seba İnşaat A.Ş. at the latest as of September 30, 2013 in line with the Construction Law No. 3194 Article 18.

-The share percentages will be 46,5 % for participation Teklos A.Ş. and 53,5 for the contractor Seba İnşaat A.Ş.

-The duration of the construction process was determined as 36 months, starting with the grant of licence.

-Contractor Seba İnşaat A.Ş committed the minimum sales price per m2 as USD 3.806 (incl. VAT) for the project. Seba İnşaat A.Ş. will pay the total sales share of Teklos A.Ş. with an amount of USD 3.806 (incl. VAT) per m2 at the end of construction period even though the project sales are not completed.

-The estimated revenue of participation, Teklos A.Ş., will be at a minimum of circa 88,5 million USD (incl. VAT) as a result of revenue share.

ii)The below statement was made by Nevres Erol, who is chairman of the company's Executive Board and also shareholder, on date March 19, 2013 at Public Disclosure Platform (PDP):

"I declared on date March 14,2013 as special case statement, that I had been started meeting with MCI Management S.A for sales of some of my shares, which I chairman and shareholder have from Indeks Bilgisayar Sistemleri Mühendislik Sanayi ve Ticaret A.Ş. Based on meetings with MCI Management of SA was agreed to present our company as a long-term investor. Established in 1989, MCI Management S.A. is a company in Central and Eastern Europe, especially in the field of IT companies who partner with a long-term investor. The Warsaw Stock Exchange as a public company, as well as Poland's largest IT distributor and ABC Data SA is listed on the Warsaw Stock Exchange's a 60% partner. MCI Management SA markets, investments in new technology highlights of companies is common, Indeks Bilgisayar A.Ş's information technologies in the global market, the logistics sector to co-operate in the IT field as much as planned.

Agreement was reached in accordance with the following conditions.

1 - Owner at which the indeks A.Ş (İNDES) closed to the public share of the 11.2 million units will be sold.

2 - Retail price of \$ 4.35 a share, respectively.

3 - Final sales, the permissions will be performed at the Competition Board. "

After granting of required permissions by the related organizations in line with the aforementioned statements, the following changes will occur in the company's shareholding structure.

Nevres Erol Bilecik's share in the amount of TL 37.070.552 (66,20 %) will be reduced to TL 25.870552 (46,19 %) in the total nominal capital of TL 56.000.000. MCI Management S.A. will be one of the shareholders with a share

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amount of TL 11.200.000 (20%). There will not be a change in the shareholder group which holds the control of the Group when the current shareholding structure is taken into consideration.

41 OTHER ISSUES

None.