

(Convenience translation of interim condensed consolidated financial statements originally issued in Turkish)

GÜBRE FABRİKALARI TÜRK ANONİM ŞİRKETİ

Interim consolidated statement of cash flows as of March 31, 2021

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

	Notes	January 1, – March 31, 2021	January 1, – March 31, 2020
Cash flows from operating activities			
Period income /loss		94.661.179	126.576.176
Adjustments to reconcile net profit/(loss) for the period			
Adjustments related to depreciation and amortization expense	9-10	34.564.845	17.637.318
Adjustments for undistributed profits of investments valued by equity method		(1.341.105)	(64.740)
Adjustments related to provisions for employee benefits		6.693.848	14.656.335
Adjustments related to interest expenses		36.714.502	43.359.830
Adjustments related to impairment of inventories	8	4.039.490	352.916
Adjustments related to impairment of receivables	6	118.104	(2.026.027)
Deferred financial income		(2.421.572)	1.704.072
Adjustments related to lawsuit provision	12	(323.579)	(179.033)
Adjustments related to tax income		66.448.822	4.960.859
Adjustments related to gains on sale of property, plant and equipments	9-10	(4.970.741)	(340.386)
Adjustments related to fair value gains on derivative financial instruments		--	(4.711.850)
Adjustments related to fair value losses (gains) on investment properties		85.785	(388.024)
Cash flows from the operating activities before changes in the assets and liabilities		234.269.578	201.537.446
Change in working capital			
Increase in trade receivables		(116.259.757)	(186.281.624)
Increase in other receivables		(61.321.055)	(78.084.901)
Decrease in inventories		409.000.069	511.009.698
Increase in trade payables		23.638.856	84.989.406
Increase / (decrease) in employee benefit obligations		437.626	(4.101.382)
Increase / (decrease) in deferred income		43.455.844	51.344.276
Increase / (decrease) in prepaid expenses		(109.425.342)	(85.463.797)
Increase / (decrease) in other payables		10.187.358	30.484.656
Adjustments related to other decrease in working capital		79.188.337	(24.126.723)
Cash flows from the operations after the changes in working capital		513.171.514	501.307.055
Interest paid		(7.146.055)	(9.329.161)
Taxes refunds/ (payments)		(6.246.882)	(6.394.618)
Payments related to provision for employee benefits		(13.773.803)	(9.944.233)
Cash flow regarding investment activities		486.004.774	475.639.043
Cash flow from investment activities			
Cash outflows from the purchases of property, plant and equipment and intangible assets	9-10	(56.510.250)	(21.904.081)
Cash inflows from the sales of property, plant and equipment and intangible assets	9-10	25.291.830	--
Other inflows (outflows) of cash		(75.168.110)	4.661.251
Cash flow from discontinued operations, net		--	(15.260.028)
Cash flow from investment activities		(106.386.530)	(32.502.858)
Cash flow from financing activities			
Cash inflows from financing borrowings		300.000.000	920.966.144
Cash outflows from financing borrowings payments		(769.135.163)	(990.460.798)
Cash flow from financing activities		(469.135.163)	(69.494.654)
Net change in cash cash equivalents before affect of foreign currency translation differences		(89.516.919)	373.641.531
Cash and cash equivalents as of January 1		657.508.102	174.457.909
Foreign currency translation difference		122.676.277	(21.014.218)
Cash and cash equivalents as of March 31		690.667.460	527.085.222

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