Gübre Fabrikaları Türk Anonim Şirketi

Consolidated statement of cash flows as of 31 December 2016

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

	Notes	Audited 1 January – 31 December 2016	Audited 1 January – 31 December 2015
Cash flows from operating activities			
Profit from continuing operations		**(43.964.404)**	250.689.150
Adjustments to reconcile net profit/(loss) for the period			
Adjustments related to depreciation and amortization expense	12,13,23	**70.088.478**	54.531.437
Gain / (loss) on equity investments	3	**3.833.419**	1.888.847
Retirement pay provision, early retirement pay liability	17	**79.949.994**	64.514.038
Adjustements related to interest expense		**83.249.489**	16.284.025
Impairment of inventories	9	**539.074**	-
Deferred financial income		**2.384.246**	-
Lawsuit provision / cancellation	16	**1.598.160**	882.494
Allowance for / reversal of doubtful receivable		**-**	947.741
Current year tax income / (expense)	28	**50.204.789**	31.884.586
Adjustments related to losses (gains) on sale of property, plant and equipments	25	**(1.394.601)**	-
Adjustements related to fair value losses (gains) on investment property	25	**(942.000)**	(13.903.140)
Adjustements related to fair value losses (gains) on derivative financial instruments	20	**(16.743.178)**	-
Cash flows from the operating activities before changes in the assets and liabilities		**228.803.466**	407.719.178
Changes in working capital (net):			
Adjustements related to increase / (decrease) in trade receivables		**(709.191)**	44.693.656
Adjustements related to increase / (decrease) in other receivables		**34.907.424**	(33.267.253)
Adjustements related to increase / (decrease) in inventories		**107.885.336**	(220.013.171)
Adjustments related to increase / (decrease) in trade payables		**113.821.431**	(211.483.913)
Employee benefit obligations		**19.045.051**	10.021.240
İncrease / (decrease) in deferred income		**1.787.799**	(26.971.941)
Increase / (decrease) in prepaid expenses		**(42.632.321)**	8.872.693
Increase / (decrease) in other payables		**7.780.945**	(90.828.584)
Adjustments related to other increases / (decreases) in working capital		**88.394.432**	98.359.982
Cash flows from the operations after the changes in working capital		**559.084.372**	(12.898.113)
Interest paid		**(83.249.489)**	(16.284.025)
Taxes refunds/(payments)	28	**(43.216.291)**	(44.698.337)
Payment termination Indeminty	17	**(64.606.000)**	(48.813.605)
Cash flow regarding investment activities		**368.012.592**	(122.694.080)
Investment activities:			
Cash outflows from the purchases of property, plant and equipment and intangible assets	12,13	**(93.958.099)**	(77.967.443)
Proceeds from sales of property, plant and equipment	12,13	**2.286.390**	195.062
Cash outflows from the purchases of investment property	11	**(41.820.000)**	-
Other cash inflows / (outflows)	31	**(21.889.282)**	(36.796.981)
Cash flows from investment activities		**(155.380.991)**	(114.569.362)
Financing activities:			
Dividend paid		**(293.253.439)**	(67.434.940)
Cash inflows from financial borrowings		**2.703.251.617**	3.755.642.459
Cash outflows from financial borrowings payments		**(2.858.968.945)**	(3.489.235.679)
Cash flows from financing activities		**(448.970.767)**	198.971.840
Net change in cash and cash equivalents before effect of foreign currency translation difference		**(236.339.166)**	(38.291.602)
Cash and cash equivalents as of January 1	5	**364.409.394**	378.469.391
Foreign currency translation difference		**(2.550.801)**	24.231.605
Cash and cash equivalents as of December 31	5	**125.519.427**	364.409.394

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