

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

GÜBRE FABRİKALARI TÜRK ANONİM ŞİRKETİ

Consolidated statement of cash flows for the period ended June 30, 2024

(Amounts expressed in Turkish Lira ("TL") in terms of the purchasing power of the TL unless otherwise indicated.)

	Notes	Current Period Reviewed January 1, – June 30, 2024	Prior Period Reviewed January 1, – June 30, 2023
Cash flows from operating activities			
Net loss for the year		(2.376.462.838)	(2.270.750.371)
Adjustments to reconcile net profit for the period			
Adjustments related to depreciation and amortization expense	9-10	564.472.934	576.345.484
Adjustments related to gain from investments accounted by equity method		(179.590.537)	(112.837.533)
Adjustments related to provisions for employee benefits	18	319.262.370	617.566.424
Adjustments related to intetest expense		70.601.524	254.443.860
Adjustments related to impairment of inventories	8	(36.228.306)	121.307.014
Adjustments related to impairment of receivables	6	2.340.231	(3.702.737)
Deferred financial (income) / expense		8.692.434	11.862.418
Adjustments related to lawsuit provisions	12	10.125.309	6.650.887
Adjustments related to current year tax expense	21	(382.231.158)	(247.251.428)
Adjustments related to losses on sale of property, plant and equipments		1.453.052	(2.169.835)
Adjustments related to fair value gains on derivative financial instruments	23	(4.345.744)	11.160.586
Adjustments related to monetary (gain) loss, net		1.549.541.923	4.824.087.848
Cash flows from the operating activities before changes in the assets and liabilities		(452.368.806)	3.786.712.617
Change in working capital (net):			
Adjustments related to increase in trade receivables		2.407.889.435	27.660.529
Adjustments related to increase in other receivables		(453.829.618)	(211.182.763)
Adjustments related to decrease in inventories		2.143.763.278	9.868.182.191
Adjustments related to increase in trade payables		(2.109.951.852)	(8.165.480.632)
Increase / (decrease) in employee benefit obligations		(43.472.615)	(70.844.668)
Increase / (decrease) in deferred income		(191.442.951)	58.339.638
Increase / (decrease) in prepaid expenses		1.377.376.136	159.421.779
Increase / (decrease) in other payables		(48.574.529)	(778.910.261)
Adjustments related to other decrease in working capital		463.643.560	(1.007.193.717)
Cash flows from the operations after the changes in working capital		3.093.032.038	3.666.704.713
Taxes payments	21	(205.370.473)	(157.726.992)
Payments related to provision for employee benefits	18	(212.650.762)	(247.530.412)
Cash flow regarding investment activities		2.675.010.803	3.261.447.309
Cash flows from investment activities			
Cash outflows from the purchases of property, plant and equipment and intangible assets	9-10	(1.043.987.559)	(791.020.967)
Cash inflows from the purchases of property, plant and equipment and intangible assets	9-10	11.151.931	458.199
Cash outflows from the purchases of Investments properties		124.905.615	--
Other cash inflows		78.231.689	70.792.305
Cash flows from investment activities		(829.698.324)	(719.770.463)
Cash flows from financing activities			
Cash inflows from financial borrowings		6.103.500.825	4.761.796.018
Cash outflows from financial borrowings payments		(6.893.332.159)	(5.826.510.035)
Interest paid		(699.496.785)	(689.392.796)
Cash flows from financing activities		(1.489.328.119)	(1.754.106.813)
Net change in cash and cash equivalents before effect of foreign currency translation difference		355.984.360	787.570.033
Cash and cash equivalents as of January 1		2.833.322.295	2.215.067.580
Effects of currency translation differences on cash and cash equivalents		370.873.477	1.061.002.132
Effect of monetary loss on cash and cash equivalents		(553.906.113)	(1.156.056.400)
Cash and cash equivalents as of June 30	4	3.006.274.019	2.907.583.345

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