

(Convenience translation to English of Consolidated Financial Statements Originally Issued in Turkish)
İhlas Holding A.Ş.

Consolidated Statement of Financial Positions at December 31, 2019 and 2018

(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

	Audited 31.12.2019	Audited 31.12.2018
ASSETS	2.072.431.825	1.608.984.747
CURRENT ASSETS		
Cash and Cash Equivalents	45.748.985	38.017.127
Financial Investments	-	-
Trade Receivables	919.530.623	764.959.966
- <i>Related parties</i>	14.784.537	1.351.928
- <i>Non-related parties</i>	904.746.086	763.608.038
Other Receivables	9.427.418	7.409.488
Inventories	786.230.751	587.748.895
Prepaid Expenses	258.575.532	146.677.751
Assets related with Current Tax	1.262.972	378.432
Other Current Assets	51.655.544	63.793.088
SUBTOTAL	2.072.431.825	1.608.984.747
Assets Held for Sale	-	-
	977.662.663	867.013.818
NON-CURRENT ASSETS		
Financial Investments	-	914.306
Trade Receivables	125.153.355	166.574.308
Other Receivables	4.469.404	3.820.048
Investments Accounted with Equity Method	2.021	22.486.685
Right of Use of Assets	32.604.640	-
Investment Properties	222.910.688	215.543.853
Property, Plant and Equipment	266.823.455	252.502.692
Intangible Assets	19.367.217	16.223.300
- <i>Goodwill</i>	938.274	6.975.245
- <i>Other Intangible Assets</i>	18.428.943	9.248.055
Prepaid Expenses	248.358.682	118.338.188
Deferred Tax Asset	57.973.201	70.610.438
TOTAL ASSETS	3.050.094.488	2.475.998.565

	Audited 31.12.2019	Audited 31.12.2018
LIABILITIES AND SHAREHOLDERS' EQUITY		
SHORT TERM LIABILITIES	1.009.916.933	979.948.395
Short-Term Liabilities	108.286.377	81.270.828
Short-Term Portion of Long-Term Liabilities	118.236.574	65.699.243
Trade Payables	282.690.052	281.276.024
- <i>Related parties</i>	2.201.340	9.614.951
- <i>Non-related parties</i>	280.488.712	271.661.073
Liabilities for employee benefits	25.972.968	26.103.107
Other Payables	8.700.960	10.402.624
- <i>Related parties</i>	723.883	1.129.136
- <i>Non-related parties</i>	7.977.077	9.273.488
Deferred Income	416.706.570	450.731.435
Current Income Tax Liabilities	2.107.034	6.864.430
Short-Term Provisions	16.963.065	12.131.547
Other Current Liabilities	30.253.333	45.469.157
	797.888.942	682.441.614
LONG TERM LIABILITIES		
Long-Term Liabilities	210.049.497	249.666.903
Other Payables	2.564.468	30.594
Deferred Income	462.593.620	324.603.190
Long-Term Provisions	63.499.747	49.463.069
- <i>Long-Term Provisions for employee benefits</i>	62.440.694	48.432.196
- <i>Other Long-Term Provisions</i>	1.059.053	1.030.873
Deferred Tax Liability	52.950.887	44.624.039
Other Long Term Liabilities	6.230.723	14.053.819
	1.242.288.613	813.608.556
EQUITY		
PARENT COMPANY EQUITY	453.737.406	520.005.741
Paid-in Capital	790.400.000	790.400.000
Equity Share Premiums	8.802.391	7.260.265
Other Comprehensive Income not to be Reclassified as Profit or Loss	82.733.880	86.004.462
<i>Change in Revaluation of Property, Plant and Equipment</i>	93.298.219	92.827.143
<i>Gains/Losses on Remeasurement of Defined Benefit Plans</i>	(10.564.339)	(6.754.993)
<i>Non-Classifiable Other Comprehensive Income of Investment Accounted with Equity Method</i>	-	-67.688
Restricted Reserves	10.393.176	21.196.531
Other Reserves	(3.867.670)	(44.598.745)
Prior Years' Earnings/Loss	(419.183.205)	(301.665.632)
Profit/Loss for the period	(15.541.166)	(38.591.140)
Non-controlling Interests	788.551.207	293.602.815
	3.050.094.488	2.475.998.565
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		

Income Statement

	Audited 01.01.2019- 31.12.2019	Audited 01.01.2018- 31.12.2018
Revenue	715,883,401	1,273,608,432
Cost of Sales	(554,831,538)	(1,029,319,771)
GROSS PROFIT/LOSS	161,051,863	244,288,661
General Administrative Expenses (-)	(120,985,005)	(119,263,425)
Marketing Expenses (-)	(25,707,725)	(29,514,584)
Research and Development Expenses (-)	(1,344,558)	-504,537
Other Operating Income	162,427,353	74,568,509
Other Operating Expenses (-)	(39,170,306)	(114,413,914)
OPERATING PROFIT/LOSS	136,271,622	55,160,710
Revenue from Investing Activities	17,434,773	47,278,812
Expenses of Investing Activities (-)	(20,102,339)	(14,205,926)
Shares in Profit/Loss of Investments Accounted with Equity Method	1,987,212	-398,427
PROFIT/LOSS BEFORE FINANCIAL EXPENSES	135,591,268	87,835,169
Financial Income	16,757,387	34,293,628
Financial Expenses (-)	(115,372,975)	(136,979,706)
PROFIT/LOSS BEFORE TAX FROM CONTINUING OPERATIONS	36,975,680	(14,850,909)
Tax Income/Expense from Continuing Operations	(31,714,115)	(17,751,376)
- Current Tax Income/Expense	(3,836,938)	(9,292,029)
- Deferred Tax Income/Expense	(27,877,177)	(8,459,347)
PROFIT/LOSS FOR THE PERIOD FROM CONTINUING OPERATIONS	5,261,565	(32,602,285)
PROFIT/LOSS FOR THE PERIOD FROM DISCONTINUED OPERATIONS	-	-
CURRENT YEAR PROFIT / LOSS	5,261,565	(32,602,285)
Profit/Loss of the Period Attributable to:		
- Non-controlling Interests	20,802,731	5,988,855
- Equityholders of the Parent	(15,541,166)	(38,591,140)
Earnings Per Share	0,0067	(0,0412)
- Earnings Per Share from Continuing Operations	0,0067	(0,0412)
- Earnings Per Share from Discontinued Operations	-	-
Diluted Earnings Per Share	-	-

Comprehensive Income Statement (IFRS CONSOLIDATED)

	Audited 01.01.2019- 31.12.2019	Audited 01.01.2018- 31.12.2018
CURRENT YEAR PROFIT / LOSS	5,261,565	(32,602,285)
OTHER COMPREHENSIVE INCOME		
Non-Classifiable Items to Profit/ (Loss)		
Gains/Losses on Remeasurement of Defined Benefit Plans	(6,327,324)	(2,408,271)
Change in Revaluation of Property, Plant and Equipment	7,419,547	13,980,437
Non-Classifiable Other Comprehensive Income of Investment Accounted with Equity Method	67,688	-125,528
OTHER COMPREHENSIVE INCOME	1,159,911	11,446,638
TOTAL COMPREHENSIVE INCOME	6,421,476	(21,155,647)
Total Comprehensive Income Attributable to:		
- Non-controlling Interests	25,437,194	7,758,997
- Equityholders of the Parent	(19,015,718)	(28,914,644)