

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

Consolidated Balance Sheet at March 31, 2019

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

	Current Period	Previous Period
	31-03-19	31-12-18
ASSETS		
CURRENT ASSETS	1,612,200,999	1,608,984,747
Cash and Cash Equivalents	42,648,113	38,017,127
Financial Investments	-	-
Trade Receivables	760,822,682	764,959,966
- Related parties	1,202,873	1,351,928
- Non-related parties	759,619,809	763,608,038
Receivables from Financial Sector Operations	-	-
- Related parties	-	-
- Non-related parties	-	-
Other Receivables	9,859,802	7,409,488
- Related parties	26,831	26,831
- Non-related parties	9,832,971	7,382,657
Derivative Financial Instruments	-	-
Inventories	593,222,926	587,748,895
Biological Assets	-	-
Prepaid Expenses	139,702,788	146,677,751
Assets related with Current Tax	478,437	378,432
Other Current Assets	65,466,251	63,793,088
SUBTOTAL	1,612,200,999	1,608,984,747
Assets Held for Sale	-	-
NON-CURRENT ASSETS	882,402,226	867,013,818
Financial Investments	914,306	914,306
Trade Receivables	137,227,955	166,574,308
- Related parties	-	-
- Non-related parties	137,227,955	166,574,308
Receivables from Financial Sector Operations	-	-
- Related parties	-	-
- Non-related parties	-	-
Other Receivables	4,049,339	3,820,048
- Related parties	-	-
- Non-related parties	4,049,339	3,820,048
Derivative Financial Instruments	-	-
Investments Accounted with Equity Method	63,045,496	22,486,685
Biological Assets	-	-
Investment Properties	216,369,796	215,543,853
Property, Plant and Equipment	254,503,920	252,502,692
Intangible Assets	16,311,150	16,223,300
- Goodwill	6,975,245	6,975,245
- Other Intangible Assets	9,335,905	9,248,055
Prepaid Expenses	119,536,584	118,338,188
Deferred Tax Asset	70,443,680	70,610,438
Other Non-Current Assets	-	-
TOTAL ASSETS	2,494,603,225	2,475,998,565

LIABILITIES AND SHAREHOLDERS' EQUITY		
SHORT TERM LIABILITIES	981,441,394	979,948,395
Short-Term Liabilities	85,740,095	82,378,081
Short-Term Portion of Long-Term Liabilities	83,216,396	64,591,990
Other Financial Liabilities	-	-
Trade Payables	281,644,893	281,276,024
- Related parties	6,919,198	9,614,951
- Non-related parties	274,725,695	271,661,073
Liabilities for employee benefits	30,050,944	26,103,107
Payables from Financial Sector Operations	-	-
- Related parties	-	-
- Non-related parties	-	-
Other Payables	9,487,306	10,402,624
- Related parties	1,375,279	1,129,136
- Non-related parties	8,112,027	9,273,488
Derivative Financial Instruments	-	-
Government Grants and Incentives	-	-
Deferred Income	422,699,676	450,731,435
Current Income Tax Liabilities	1,338,030	6,864,430
Short-Term Provisions	14,114,906	12,131,547
- Short-Term Provisions for employee benefits	4,559,665	2,934,207
- Other Short-Term Provisions	9,555,241	9,197,340
Other Current Liabilities	53,149,148	45,469,157
SUBTOTAL	981,441,394	979,948,395
Liabilities From Assets Held for Sale	-	-
LONG TERM LIABILITIES	697,325,303	682,441,614
Long-Term Liabilities	240,347,167	249,666,903
Other Financial Liabilities	-	-
Trade Payables	-	-
- Related parties	-	-
- Non-related parties	-	-
Payables from Financial Sector Operations	-	-
- Related parties	-	-
- Non-related parties	-	-
Other Payables	30,594	30,594
- Related parties	-	-
- Non-related parties	30,594	30,594
Derivative Financial Instruments	-	-
Government Grants and Incentives	-	-
Deferred Income	349,763,859	324,603,190
Long-Term Provisions	51,768,502	49,463,069
- Long-Term Provisions for employee benefits	50,761,395	48,432,196
- Other Long-Term Provisions	1,007,107	1,030,873
Current Tax Liability	-	-
Deferred Tax Liability	45,143,296	44,624,039
Other Long Term Liabilities	10,271,885	14,053,819
EQUITY	815,836,528	813,608,556
PARENT COMPANY EQUITY	520,542,867	520,005,741
Paid-in Capital	790,400,000	790,400,000
Adjustment to Paid-in Capital	-	-
Share Buyback (-)	-	-
Capital Adjustments due to Cross-Ownership	-	-
Equity Share Premiums	7,261,711	7,260,265
Other Comprehensive Income not to be Reclassified as Profit or Loss	-	-
- Profit/Loss on Revaluation Funds	85,263,460	86,004,462
- Other Profit/Loss	92,827,143	92,827,143
Non-Classifiable Other Comprehensive Income of Investment Accounted with Equity Method	(7,508,636)	(6,754,993)
Other Reserves	(55,047)	(67,688)
Other Comprehensive Income to be Reclassified as Profit or Loss	(44,598,745)	(44,598,745)
Restricted Reserves	21,196,531	21,196,531
Prior Years' Earnings/Loss	(340,256,772)	(301,665,632)
Profit/Loss for the period	1,276,682	(38,591,140)
Non-controlling Interests	295,293,661	293,602,815
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	2,494,603,225	2,475,998,565

INCOME STATEMENT	01.01.2019- 31.03.2019	01.01.2018- 31.03.2018
CONTINUING OPERATIONS		
Revenue	180,219,788	193,312,711
Cost of Sales	(143,400,243)	(150,790,894)
Gross Profit (Loss) from Commercial Operations	36,819,545	42,521,817
Revenue from Financial Operations	-	-
Cost of Financial Operations (-)	-	-
Gross Profit (Loss) from Financial Sector Operations	-	-
GROSS PROFIT/LOSS	36,819,545	42,521,817
General Administrative Expenses (-)	(30,476,240)	(30,316,235)
Marketing Expenses (-)	(5,907,372)	(7,794,547)
Research and Development Expenses (-)	(392,983)	(343,431)
Other Operating Income	40,964,935	28,517,462
Other Operating Expenses (-)	(12,576,745)	(15,243,129)
OPERATING PROFIT/LOSS	28,431,140	17,341,937
Revenue from Investing Activities	171,158	4,019,749
Expenses of Investing Activities (-)	(34,288)	(449,470)
Shares in Profit/Loss of Investments Accounted with Equity Method	711,393	(40,765)
PROFIT/LOSS BEFORE FINANCIAL EXPENSES	29,279,403	20,871,451
Financial Income	2,506,029	550,362
Financial Expenses (-)	(25,719,607)	(21,406,018)
PROFIT/LOSS BEFORE TAX FROM CONTINUING OPERATIONS	6,065,825	15,795
Tax Income/Expense from Continuing Operations	(2,567,845)	1,205,004
- Current Tax Income/Expense	(1,558,393)	(1,434,149)
- Deferred Tax Income/Expense	(1,009,452)	2,639,153
PROFIT/LOSS FOR THE PERIOD FROM CONTINUING OPERATIONS	3,497,980	1,220,799
DISCONTINUED OPERATIONS		
Profit/Loss for the period from Discontinued Operations	-	-
CURRENT YEAR PROFIT / LOSS	3,497,980	1,220,799
Profit/Loss of the Period Attributable to:		
- Non-controlling Interests	2,221,298	(1,381,392)
- Equityholders of the Parent	1,276,682	2,602,191
Earnings Per Share	0.0044	0.0015
- Earnings Per Share from Continuing Operations	0.0044	0.0015
- Earnings Per Share from Discontinued Operations		
Diluted Earnings Per Share		
- Diluted Earnings Per Share from Continuing Operations		
- Diluted Earnings Per Share from Discontinued Operations		
Weighted Avg Share Amount	790,400,000	790,400,000
COMPREHENSIVE INCOME STATEMENT (IFRS CONSOLIDATED)		
CURRENT YEAR PROFIT / LOSS	3,497,980	1,220,799
Non-Classifiable Items to Profit/ (Loss)		
Change in Revaluation of Property, Plant and Equipment	-	-
Change in Revaluation of Intangible Assets	-	-
Gains/Losses on Remeasurement of Defined Benefit Plans	(1,293,745)	(2,118,035)
Non-Classifiable Other Comprehensive Income of Investment Accounted with Equity Method	21,298	(10,337)
Non-Classifiable Items of Other Comprehensive Income as Other Profit/(Loss)	-	-
Tax due to Non-Classifiable Items of Other Comprehensive Income as Profit/(Loss)	-	-
Classifiable Items to Profit/ (Loss)		
Foreign Currency Translation Differences	-	-
Gain/(Loss) on Revaluation or Reclassification of Available for Sale Financial Assets	-	-
Gain/(Loss) on Cash Flow Hedges	-	-
Gain/(Loss) on Hedge of Net Investment in a Foreign Operation	-	-
Classifiable Other Comprehensive Income of Investment Accounted with Equity Method	-	-
Classifiable Items of Other Comprehensive Income as Other Profit/(Loss)	-	-
OTHER COMPREHENSIVE INCOME (AFTER TAXES)	(1,272,447)	(2,128,372)
TOTAL COMPREHENSIVE INCOME	2,225,533	(907,573)
Total Comprehensive Income Attributable to:		
- Non-controlling Interests	1,689,853	(1,901,838)
- Equityholders of the Parent	535,680	994,265