

EGE SERAMİK SANAYİ VE TİCARET A.Ş.
FINANCIAL STATEMENTS
AS OF JUNE 30, 2019
(Currency – in TRL (Unless otherwise indicated))

		Current Period Not Audited	Previous Period Audited
ASSETS	Notes	June 30, 2019	December 31, 2018
Current Assets			
Cash and cash equivalents	53	32.908.916	42.679.280
Trade receivables	7	113.340.112	109.277.799
<i>Trade receivables from related parties</i>	6	61.262.193	47.793.642
<i>Trade receivables from third parties</i>	7	52.077.919	61.484.157
Other receivables	9	6.688.024	6.506.078
<i>Other receivables from related parties</i>	6	5.403	-
<i>Other receivables from third parties</i>	9	6.682.621	6.506.078
Inventories	10	104.209.147	100.057.635
Prepaid expenses	12	3.293.038	2.648.966
Other current assets	28	4.742.461	9.654.081
TOTAL CURRENT ASSETS		265.181.698	270.823.839
Non-current Assets			
Financial Investments	4	4.000	4.000
Other receivables	9	558.856	503.653
<i>Other receivables from related parties</i>	6	-	-
<i>Other receivables from third parties</i>	9	558.856	503.653
Tangible fixed assets	14	143.343.108	149.052.844
Intangible fixed assets	17	6.455.546	2.790.397
<i>Other intangible fixed assets</i>	17	6.455.546	2.790.397
Prepaid expenses	12	16.269	15.362
Deferred tax assets	40	31.559.080	28.046.707
TOTAL NON-CURRENT ASSETS		181.936.859	180.412.963
TOTAL ASSETS		447.118.557	451.236.802

(The accompanying notes are an integral part of financial statements)

EGE SERAMİK SANAYİ VE TİCARET A.Ş.
FINANCIAL STATEMENTS
AS OF JUNE 30, 2019
(Currency – in TRL (Unless otherwise indicated))

		Current Period Not Audited	Previous Period Audited
LIABILITIES	Notes	June 30, 2018	December 31, 2018
Short Term Liabilities			
Short term financial liabilities	47	17.281.190	11.608.233
Other Financial Liabilities	44	409.936	-
Trade payables	7	59.460.169	58.378.333
<i>Trade payables to related parties</i>	6	-	-
<i>Trade payables to third parties</i>	7	59.460.169	58.378.333
Employee benefit obligations	27	6.302.935	4.438.061
Other payables	9	1.264.274	1.573.948
<i>Other payables to related parties</i>	6	390	322
<i>Other payables to third parties</i>	9	1.263.884	1.573.626
Deferred income	12	6.473.977	6.681.375
Provisions for corporate taxes	25	1.512.656	-
Short term provisions	25-27	5.440.128	3.768.797
<i>Provisions for short term employee benefit obligations</i>	27	1.284.647	753.492
<i>Other short term provisions</i>	25	4.155.481	3.015.305
Other short term liabilities	28	770.126	5.728.229
OTHER SHORT TERM LIABILITIES		98.915.391	92.176.976
Long Term Liabilities			
Long term financial liabilities	47	4.376.067	-
<i>Payables to related parties</i>	47	-	-
<i>Payables to third parties</i>	47	4.376.067	-
<i>Other Financial Liabilities</i>	47	2.728.529	-
Trade Payables	7	-	-
<i>Trade payables to related parties</i>	6	-	-
<i>Trade payables to third parties</i>	7	-	-
Deferred income	12	432.400	-
Long term provisions		33.123.479	28.164.608
<i>Provisions for long term employee benefit obligations</i>	27	33.123.479	28.164.608
TOTAL SHORT TERM LIABILITIES		40.660.475	28.164.608
EQUITY			
Equity of main company		307.542.691	330.895.218
Paid in share capital	29	75.000.000	75.000.000
Differences of capital adjustment	29	24.778.008	24.778.008
Premiums and discounts for shares	29	35.838.595	35.838.595
Reclassification to Profit or Loss Accumulated Other Comprehensive Income or Expenses	29	6.224.155	7.208.214
Defined benefit pension plan remeasurement gains/(losses)	29	6.224.155	7.208.214
Restricted Reserves from Profit	29	25.649.348	20.413.482
Retained Earnings	29	131.421.052	107.302.638
Net Profit /(Loss) for the Period	41	8.631.533	60.354.281
TOTAL EQUITY		307.542.691	330.895.218
TOTAL LIABILITIES		447.118.557	451.236.802

(The accompanying notes are an integral part of financial statements)

EGE SERAMİK SANAYİ VE TİCARET A.Ş.
 JANUARY, I AND JUNE ,30 2019 PERIOD
 (Currency – in TRY. Unless otherwise indicated)
 (Currency - TRY, unless otherwise indicated)

		Current Period Audited	Previous Period Audited	Current Period Partially Not Audited	Previous Period Partially Not Audited
PROFIT AND LOSS	Notes	01.01-30.06.2019	01.01-30.06.2018	01.04-30.06.2019	01.04-30.06.2018
Sales	31	194.118.820	218.183.560	102.265.495	118.594.080
Cost of sales	31	(148.959.073)	(149.043.589)	(73.626.013)	(76.183.633)
Gross profit from trading activities		45.159.747	69.139.971	28.639.482	42.410.447
GROSS PROFIT/(LOSS)		45.159.747	69.139.971	28.639.482	42.410.447
General administration expenses (-)	33	(19.127.428)	(15.768.434)	(11.162.593)	(8.324.764)
Marketing expenses (-)	33	(14.259.687)	(13.103.202)	(7.642.873)	(6.516.200)
Research and development expenses (-)	33	(1.956.909)	(1.863.354)	(1.026.435)	(966.312)
Other operational income	34	13.899.335	19.176.154	1.595.956	7.807.416
Other operational expenses	34	(18.265.379)	(22.728.946)	(6.190.574)	(9.760.107)
OPERATIONAL INCOME/(LOSS)		5.449.679	34.852.189	4.212.963	24.650.480
Income from investment activities	35	53.036	47.217	-	4.426
Expenses from investment activities(-)	35	(85.134)	(22.367)	(43.479)	(13.739)
OPERATIONAL INCOME/(LOSS) BEFORE FINANCIAL INCOME/(EXPENSES)		5.417.581	34.877.039	4.169.484	24.641.167
Financial income	37	7.150.668	2.951.488	3.887.732	1.974.302
Financial expenses(-)	37	(3.892.029)	(2.667.957)	(2.947.263)	(1.355.963)
PROFIT/(LOSS) FROM CONTINUING OPERATIONS		8.676.220	35.160.570	5.109.953	25.259.506
Continuing operations tax income/(expenses)		(44.687)	(2.396.123)	205.434	(3.036.907)
Period Tax Expense / Income	40	(3.279.505)	(4.033.127)	(1.589.762)	(1.762.273)
Deferred Tax Expense / Income	40	3.234.818	1.637.004	1.795.196	(1.274.634)
PERIOD PROFIT/(LOSS) FROM CONTINUING OPERATIONS		8.631.533	32.764.447	5.315.387	22.222.599
CURRENT PROFIT/(LOSS) FROM DISCONTINUED OPERATIONS		-	-	-	-
PERIOD PROFIT/(LOSS)		8.631.533	32.764.447	5.315.387	22.222.599
SHARING OF PERIOD PROFIT/(LOSS)		8.631.533	32.764.447	5.315.387	22.222.599
Non-controlling interest		-	-	-	-
Parent company shares		8.631.533	32.764.447	5.315.387	22.222.599
OTHER COMPREHENSIVE INCOME/(EXPENSE)					
Not to classified in profit / (loss)					
Calculated Actuarial Gains and Losses on the basis of Employee	38	(1.261.614)	(3.793.157)	(264.118)	1.186.631
Tax Effect	38-40	277.555	834.495	58.106	(261.058)
Other comprehensive income / (loss) (After tax)		(984.059)	(2.958.662)	(206.012)	925.573
TOTAL COMPREHENSIVE INCOME		7.647.474	29.805.785	5.109.375	23.148.172
SHARING OF TOTAL COMPREHENSIVE INCOME		7.647.474	29.805.785	5.109.375	23.148.172
Non-controlling interest		-	-	-	-
Parent company shares		7.647.474	29.805.785	5.109.375	23.148.172
Earning Per Share		0,001151	0,004369	0,000709	0,002963
Earnings per share from continuing operations	41	0,001151	0,004369	0,000709	0,002963

EGE SERAMİK SANAYİ VE TİCARET A.Ş.
 INDEPENDENT NOT AUDITED
 STATEMENT OF CHANGES IN EQUITY WITH PERIOD OF JUNE 30, 2019
 (Currency - TRY, unless otherwise indicated)

	Note	Differences off		Share	Restricted	Not to be Reclassified to Accumulated Other Comprehensive Income/ Expense in Profit/(Loss)	Minority	Accumulated Gains/(Losses)		Total
		Capital	Capital Adjustment					Premiums	Reserves	
Balances as of January 01, 2018		75.000.000	24.778.008	35.838.595	17.093.487	5.325.705	-	79.081.000	47.941.127	285.057.922
Total Comprehensive Income/(Expense)	29	-	-	-	-	(2.958.662)	-	-	32.764.447	29.805.785
Other comprehensive income/(loss)	29	-	-	-	-	(2.958.662)	-	-	-	(2.958.662)
Net income / (loss) for the period		-	-	-	-	-	-	-	32.764.447	32.764.447
Dividend	29	-	-	-	-	-	-	(16.260.708)	-	(16.260.708)
Transfer	29	-	-	-	3.319.996	-	-	44.621.131	(47.941.127)	-
Balances as of June 30, 2018		75.000.000	24.778.008	35.838.595	20.413.482	2.367.043	-	107.441.423	32.764.447	298.602.998
Balances as of January 01, 2019		75.000.000	24.778.008	35.838.595	20.413.482	7.208.214	-	107.302.638	60.354.281	330.895.218
Adjustments Related to Accounting Policy										
Changes		-	-	-	-	-	-	-	-	-
Total Comprehensive Income/(Expense)	29	-	-	-	-	(984.059)	-	-	8.631.533	7.647.474
Other comprehensive income/(loss)	29	-	-	-	-	(984.059)	-	-	-	(984.059)
Net income / (loss) for the period		-	-	-	-	-	-	-	8.631.533	8.631.533
Dividend	29	-	-	-	-	-	-	(31.000.000)	-	(31.000.000)
Transfer	29	-	-	-	5.235.866	-	-	55.118.414	(60.354.281)	-
Balances as of June 30, 2019		75.000.000	24.778.008	35.838.595	25.649.348	6.224.155	-	131.421.052	8.631.533	307.542.691

(The accompanying notes are an integral part of financial statements)

EGE SERAMİK SANAYİ VE TİCARET A.Ş.
STATEMENT OF CASH FLOW FOR THE PERIOD
AS AT BETWEEN JANUARY 1 AND JUNE 30,2019
(Currency - TRY, unless otherwise indicated)

	Notes	Current Period Audited June 30, 2019	Previous Period Audited June 30, 2018
(Currency – in TRL (Unless otherwise indicated))			
A. CASH FLOW FROM OPERATIONS		16.342.418	16.517.289
Period profit/(loss)		8.631.533	32.764.447
Adjustments Related to Net Profit / (Loss) For the Period		17.686.050	20.259.296
Adjustments Related to Amortization and Depreciations	14-17	6.764.888	6.354.881
Adjustments Related to Impairment / Reversal		8.576	1.387
Provision for impairment on inventories	10	8.576	1.387
Adjustments Related to Provisions		10.603.369	16.258.041
Adjustments Related to Employee Benefit Obligations (Cancellations)	25-27	6.506.091	6.789.179
Adjustments Related to Possible Risks Provisions (Cancellations)	7	(27.283)	(95.953)
Adjustments Related to Guarantee Provisions (Cancellations)	25	204.112	93.112
Adjustments Related to Interest Income / (Loss)		294.920	159.276
- Interest Income / Loss of Income Accruals	28	(475.206)	36.786
- Expense Accruals (Interest and Other)	28	770.126	122.490
Adjustments Related to Tax Income / (Loss)	40	44.687	(2.471.498)
Adjustments Related To Gain / (Loss) Arising From Disposal of Non-Current Assets		(30.389)	(42.791)
Adjustments Related To Gain / (Loss) Arising From Disposal of Fixed Assets	35	(30.389)	(42.791)
Actual Changes in Business Capital		(9.975.165)	(36.506.453)
Adjustments of Inventory Increases/Decreases	10	(549.731)	7.368.808
Adjustments Related to Trade Receivables Increases / Decreases	7	(5.470.487)	(36.031.784)
Increase/Decrease in Trade Receivables from Related Parties	6	(13.682.696)	(14.704.025)
Increase/Decrease in Trade Receivables from Third Parties	7	8.212.209	(21.327.759)
Adjustments of Other Payables' Increases/Decreases	9	(237.149)	1.574.668
Increase/Decrease in Other Receivables from Related Parties	6	(5.403)	-
Increase/Decrease in Other Receivables from Third Parties	9	(231.746)	1.574.668
Adjustments of Trade Payables' Increases/Decreases	7	1.117.094	(2.595.310)
Increase/Decrease in Trade Payables to Third Parties	7	1.117.094	(2.651.539)
Adjustments of Other Payables' Increases/Decreases	9	(309.674)	783.611
Increase/Decrease in Other Payables to Related Parties	6	68	32
Increase/Decrease in Other Payables to Third Parties	9	(309.742)	783.579
Increase/Decrease in Prepaid Expenses	12	(644.979)	(4.658.370)
Increase/Decrease in Debts from Employee Benefit Obligations	27-29	603.260	(2.101.416)
Increase/Decrease in Deferred Income	12	(3.532.714)	1.585.523
Adjustments of Other Payables Related to Increases/Decreases of the Entity's Capital		(950.786)	(2.432.183)
Increase/Decrease in Other Assets Related to Operations	28	6.022.189	169.822
Increase/Decrease in Other Liabilities Related to Operations	25-28	(6.972.976)	(2.602.005)
Cash Flows From Operating Activities		16.342.418	16.517.289
B. CASH FLOWS FROM INVESTING ACTIVITIES		(5.080.252)	(12.350.169)
Cash Flows From Purchasing Tangible and Intangible Fixed Assets		(5.407.667)	(12.405.348)
Cash Flows From Purchasing Tangible Fixed Assets	14	(4.597.624)	(12.236.585)
Cash Flows From Purchasing Intangible Fixed Assets	17	(810.043)	(168.763)
Cash Flows From Selling Tangible and Intangible Fixed Assets		327.415	55.180
Cash Flows From Selling Tangible Fixed Assets		327.415	55.180
C. CASH FLOWS FROM FINANCIAL ACTIVITIES		(21.032.530)	(9.132.675)
Dividend payments	29	(31.000.000)	(16.260.708)
Cash from financial liabilities	47	10.049.023	7.128.033
Cash from loans	47	10.049.023	7.128.033
Cash Outflows on Debt Payments	47	(81.553)	-
Cash Outflows Due to Debt Payments from Lease Agreements	47	(81.553)	-
CASH AND CASH EQUIVALENTS INCREASE / DECREASE, NET BEFORE THE EFFECT OR FOREIGN CURRENCY TRANSLATION DIFFERENCES		(9.770.364)	(4.965.555)
D. IMPACT OF FOREIGN CURRENCY TRANSLATION DIFFERENCES ON CASH AND CASH EQUIVALENTS			
INCREASE / DECREASE ON CASH AND CASH EQUIVALENTS		(9.770.364)	(4.965.555)
E. CASH AND CASH EQUIVALENTS FOR THE BEGINNING OF PERIOD		42.679.280	29.091.984
CASH AND CASH EQUIVALENT FOR THE END OF PERIOD		32.908.916	24.126.429

(The accompanying notes are an integral part of financial statements)