

EGE SERAMİK SANAYİ VE TİCARET A.Ş.
FINANCIAL STATEMENTS
AS OF JUNE 30, 2020
(Currency – in TRL (Unless otherwise indicated))

		Current Period Audited	Previous Period Audited
ASSETS	Notes	June 30, 2020	December 31, 2019
Current Assets			
Cash and cash equivalents	53	74.320.140	17.925.355
Trade receivables	7	178.929.881	127.417.362
<i>Trade receivables from related parties</i>	6	117.241.035	80.077.447
<i>Trade receivables from third parties</i>	7	61.688.846	47.339.915
Other receivables	9	14.224.592	9.848.446
<i>Other receivables from related parties</i>	6	140.421	-
<i>Other receivables from third parties</i>	9	14.084.171	9.848.446
Inventories	10	115.984.363	123.745.864
Prepaid expenses	12	9.500.291	4.684.361
Other current assets	28	4.449.625	12.509.774
TOTAL CURRENT ASSETS		397.408.892	296.131.162
Non-current Assets			
Financial Investments	4	16.000	16.000
Other receivables	9	295.338	397.072
<i>Other receivables from related parties</i>	6	-	-
<i>Other receivables from third parties</i>	9	295.338	397.072
Tangible fixed assets	14	144.514.690	145.568.787
Intangible fixed assets	17	8.518.245	6.773.089
<i>Other intangible fixed assets</i>	17	8.518.245	6.773.089
Prepaid expenses	12	194.013	55.125
Deferred tax assets	40	34.936.848	35.535.944
TOTAL NON-CURRENT ASSETS		188.475.134	188.346.017
TOTAL ASSETS		585.884.026	484.477.179

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

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FINANCIAL STATEMENTS
AS OF JUNE 30, 2020
(Currency – in TRL (Unless otherwise indicated))

		Current Period Audited	Previous Period Audited
LIABILITIES	Notes	June 30, 2020	December 31, 2019
Short Term Liabilities			
Short term financial liabilities	47	52.230.590	16.050.850
Other Financial Liabilities	44	1.034.527	850.138
Trade payables	7	122.415.555	84.066.795
<i>Trade payables to related parties</i>	6	-	-
<i>Trade payables to third parties</i>	7	122.415.555	84.066.795
Employee benefit obligations	27	8.312.165	7.596.547
Other payables	9	1.843.772	1.613.018
<i>Other payables to related parties</i>	6	10.133	225
<i>Other payables to third parties</i>	9	1.833.639	1.612.793
Deferred income	12	6.311.897	5.355.564
Provisions for corporate taxes	25	1.478.459	-
Short term provisions	25-27	6.704.301	4.058.202
<i>Provisions for short term employee benefit obligations</i>	27	1.158.566	1.009.707
<i>Other short term provisions</i>	25	5.545.735	3.048.495
Other short term liabilities	28	741.278	596.948
OTHER SHORT TERM LIABILITIES		201.072.544	120.188.062
Long Term Liabilities			
Long term financial liabilities	47	-	-
<i>Payables to related parties</i>	47	-	-
<i>Payables to third parties</i>	47	-	-
<i>Other Financial Liabilities</i>	47	3.940.753	2.637.895
Trade Payables	7	-	-
<i>Trade payables to related parties</i>	6	-	-
<i>Trade payables to third parties</i>	7	-	-
Deferred income	12	215.904	215.904
Long term provisions		37.766.818	34.234.197
<i>Provisions for long term employee benefit obligations</i>	27	37.766.818	34.234.197
TOTAL SHORT TERM LIABILITIES		41.923.475	37.087.996
EQUITY			
Equity of main company		342.888.007	327.201.121
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			
Defined benefit pension plan remeasurement gains/(losses)	29	9.332.979	9.826.651
Restricted Reserves from Profit	29	26.441.082	25.649.348
Retained Earnings	29	149.270.240	131.362.453
Net Profit /(Loss) for the Period	41	22.227.103	24.746.066
TOTAL EQUITY		342.888.007	327.201.121
TOTAL LIABILITIES		585.884.026	484.477.179

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

EGE SERAMİK SANAYİ VE TİCARET A.Ş.
JANUARY, I AND JUNE ,30 2020 PERIOD
(Currency – in TRY (Unless otherwise indicated)
(Currency - TRY, unless otherwise indicated)

		Current Period Audited	Previous Period Audited	Current Period Partially Audited	Previous Period Partially Audited
	Notes	01.01-30.06.2020	01.01-30.06.2019	01.04-30.06.2020	01.04-30.06.2019
PROFIT AND LOSS					
Sales	31	257.802.360	194.118.820	140.193.797	102.265.495
Cost of sales	31	(187.646.390)	(148.959.073)	(98.481.895)	(73.626.013)
Gross profit from trading activities		70.155.970	45.159.747	41.711.902	28.639.482
GROSS PROFIT/(LOSS)		70.155.970	45.159.747	41.711.902	28.639.482
General administration expenses (-)	33	(18.069.539)	(19.127.428)	(9.744.477)	(11.162.593)
Marketing expenses (-)	33	(17.240.995)	(14.259.687)	(7.522.312)	(7.642.873)
Research and development expenses (-)	33	(2.237.930)	(1.956.909)	(1.133.187)	(1.026.435)
Other operational income	34	25.351.444	13.899.335	12.672.600	1.595.956
Other operational expenses	34	(26.243.754)	(18.265.379)	(17.042.232)	(6.190.574)
OPERATIONAL INCOME/(LOSS)		31.715.196	5.449.679	18.942.294	4.212.963
Income from investment activities	35	112.064	53.036	21.964	-
Expenses from investment activities(-)	35	(931.598)	(85.134)	(867.329)	(43.479)
OPERATIONAL INCOME/(LOSS) BEFORE FINANCIAL INCOME/(EXPENSES)		30.895.662	5.417.581	18.096.929	4.169.484
Financial income	37	4.620.562	7.150.668	1.928.338	3.887.732
Financial expenses(-)	37	(7.933.703)	(3.892.029)	(3.955.635)	(2.947.263)
PROFIT/(LOSS) FROM CONTINUING OPERATIONS		27.582.521	8.676.220	16.069.632	5.109.953
Continuing operations tax income/(expenses)		(5.355.418)	(44.687)	(3.638.525)	205.434
Period Tax Expense / Income	40	(4.617.081)	(3.279.505)	(1.493.078)	(1.589.762)
Deferred Tax Expense / Income	40	(738.337)	3.234.818	(2.145.447)	1.795.196
PERIOD PROFIT/(LOSS) FROM CONTINUING OPERATIONS		22.227.103	8.631.533	12.431.107	5.315.387
CURRENT PROFIT/(LOSS) FROM DISCONTINUED OPERATIONS		-	-	-	-
PERIOD PROFIT/(LOSS)		22.227.103	8.631.533	12.431.107	5.315.387
SHARING OF PERIOD PROFIT/(LOSS)		22.227.103	8.631.533	12.431.107	5.315.387
Non-controlling interest		-	-	-	-
Parent company shares		22.227.103	8.631.533	12.431.107	5.315.387
OTHER COMPREHENSIVE INCOME/(EXPENSE)					
Not to classified in profit / (loss)					
Calculated Actuarial Gains and Losses on the basis of Employee	38	(632.912)	(1.261.614)	1.357.714	(264.118)
Tax Effect	38-40	139.241	277.555	(298.697)	58.106
Other comprehensive income / (loss) (After tax)		(493.671)	(984.059)	1.059.017	(206.012)
TOTAL COMPREHENSIVE INCOME		21.733.432	7.647.474	13.490.124	5.109.375
SHARING OF TOTAL COMPREHENSIVE INCOME		21.733.432	7.647.474	13.490.124	5.109.375
Non-controlling interest		-	-	-	-
Parent company shares		21.733.432	7.647.474	13.490.124	5.109.375
Earning Per Share		0,002964	0,001151	0,001657	0,000709
Earnings per share from continuing operations	41	0,002964	0,001151	0,001657	0,000709

EGE SERAMİK SANAYİ VE TİCARET A.Ş.
 INDEPENDENT AUDITED
 STATEMENT OF CHANGES IN EQUITY WITH PERIOD OF JUNE 30, 2020
 (Currency - TRY, unless otherwise indicated)

	Note	Differences off		Share	Restricted	Not to be Reclassified to		Minority	Accumulated Gains/(Losses)		Total
		Capital	Adjustment			Premiums	Reserves		Accumulated Other Comprehensive	Income/ Expense in Profit/(Loss)	
		Capital	Adjustment	Premiums	Reserves	remeasurement gains/(losses)	pension plan	Interest	Earnings/(Losses)	For the Period	Equity
Balances as of January 01, 2019	Note	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	-	-	-	55.118.415	(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
Balances as of January 01, 2020	Note	75.000.000	24.778.008	35.838.595	25.649.348	9.826.651	-	-	131.362.453	24.746.066	327.201.121
Adjustments Related to Accounting Policy											
Changes											
Total Comprehensive Income/(Expense)	29	-	-	-	-	(493.672)	-	-	-	22.227.103	21.733.431
Other comprehensive income/(loss)	29	-	-	-	-	(493.672)	-	-	-	-	(493.672)
Net income / (loss) for the period		-	-	-	-	-	-	-	-	22.227.103	22.227.103
Dividend	29	-	-	-	-	-	-	-	(6.046.545)	-	(6.046.545)
Transfer	29	-	-	-	791.734	-	-	-	23.954.332	(24.746.066)	-
Balances as of June 30, 2020		75.000.000	24.778.008	35.838.595	26.441.082	9.332.979	-	-	149.270.240	22.227.103	342.888.007

(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 30,2020
(Currency - TRY, unless otherwise indicated)

	Notes	Current Period Audited June 30, 2020	Previous Period Audited June 30, 2019
(Currency – in TRY (Unless otherwise indicated))			
A. CASH FLOW FROM OPERATIONS		37.877.164	16.342.418
Period profit/(loss)		22.227.103	8.631.533
Adjustments Related to Net Profit / (Loss) For the Period		23.553.645	17.686.050
Adjustments Related to Amortization and Depreciations	14-17-36	8.005.211	6.764.888
Adjustments Related to Impairment / Reversal		(7.057)	8.576
Provision for impairment on inventories	10	(7.057)	8.576
Adjustments Related to Provisions		7.548.909	10.603.369
Adjustments Related to Employee Benefit Obligations (Cancellations)	25-27	4.921.215	6.506.091
Adjustments Related to Other Provisions (Cancellations)	7-10-31-40	1.370.189	4.000.449
Adjustments Related to Law Cases or Penalty Provisions (Cancellations)	25	1.120.275	(80.000)
Adjustments Related to Possible Risks Provisions (Cancellations)	7	-	(27.283)
Adjustments Related to Guarantee Provisions (Cancellations)	25	137.231	204.112
Adjustments Related to Interest Income / (Loss)		453.809	294.920
- Interest Income / Loss of Income Accruals	28	(55.283)	(475.206)
- Expense Accruals (Interest and Other)	28	509.091	770.126
Adjustments Related to Tax Income / (Loss)	40	5.355.418	44.687
Adjustments Related To Gain / (Loss) Arising From Disposal of Non-Current Assets		554.241	(30.389)
Adjustments Related To Gain / (Loss) Arising From Disposal of Fixed Assets	35	554.241	(30.389)
Other Adjustments Regarding Profit / Loss Reconciliation		1.643.115	-
Actual Changes in Business Capital		(7.903.584)	(9.975.165)
Adjustments of Inventory Increases/Decreases	10	16.222.460	(549.731)
Adjustments Related to Trade Receivables Increases / Decreases	7	(51.064.580)	(5.470.487)
Increase/Decrease in Trade Receivables from Related Parties	6	(37.210.353)	(13.682.696)
Increase/Decrease in Trade Receivables from Third Parties	7	(13.854.226)	8.212.209
Adjustments of Other Payables' Increases/Decreases	9	(4.274.412)	(237.149)
Increase/Decrease in Other Receivables from Related Parties	6	(140.421)	(5.403)
Increase/Decrease in Other Receivables from Third Parties	9	(4.133.991)	(231.746)
Adjustments of Trade Payables' Increases/Decreases	7	38.191.114	1.117.094
Increase/Decrease in Trade Payables to Related Parties	6	-	-
Increase/Decrease in Trade Payables to Third Parties	7	38.191.114	1.117.094
Adjustments of Other Payables' Increases/Decreases	9	230.754	(309.674)
Increase/Decrease in Other Payables to Related Parties	6	9.908	68
Increase/Decrease in Other Payables to Third Parties	9	220.846	(309.742)
Increase/Decrease in Prepaid Expenses	12	(5.385.940)	(644.979)
Increase/Decrease in Debts from Employee Benefit Obligations	27-29	221.946	603.260
Increase/Decrease in Deferred Income	12	(6.505.337)	(3.532.714)
Adjustments of Other Payables Related to Increases/Decreases of the Entity's Capital		4.460.410	(950.786)
Increase/Decrease in Other Assets Related to Operations	28	8.975.195	6.022.189
Increase/Decrease in Other Liabilities Related to Operations	25-28	(4.514.784)	(6.972.976)
Cash Flows From Operating Activities		37.877.164	16.342.418
B. CASH FLOWS FROM INVESTING ACTIVITIES		(9.860.165)	(5.080.252)
Cash Flows From Purchasing Tangible and Intangible Fixed Assets		(10.914.092)	(5.407.667)
Cash Flows From Purchasing Tangible Fixed Assets	14	(10.385.027)	(4.597.624)
Cash Flows From Purchasing Intangible Fixed Assets	17	(529.065)	(810.043)
Cash Flows From Selling Tangible and Intangible Fixed Assets		1.053.927	327.415
Cash Flows From Selling Tangible Fixed Assets		1.053.927	327.415
Cash Flows From Selling Intangible Fixed Assets		-	-
C. CASH FLOWS FROM FINANCIAL ACTIVITIES		28.377.785	(21.032.530)
Dividend payments	29	(6.046.545)	(31.000.000)
Cash from financial liabilities	47	35.987.646	10.049.023
Cash from loans	47	35.987.646	10.049.023
Cash Outflows on Debt Payments	47	-	-
Cash Outflows Due to Debt Payments from Lease Agreements	47	(1.563.316)	(81.553)
CASH AND CASH EQUIVALENTS INCREASE / DECREASE, NET BEFORE THE EFFECT OF FOREIGN CURRENCY TRANSLATION DIFFERENCES		56.394.785	(9.770.364)
D. IMPACT OF FOREIGN CURRENCY TRANSLATION DIFFERENCES ON CASH AND CASH EQUIVALENTS			
INCREASE / DECREASE ON CASH AND CASH EQUIVALENTS		56.394.785	(9.770.364)
E. CASH AND CASH EQUIVALENTS FOR THE BEGINNING OF PERIOD		17.925.355	42.679.280
CASH AND CASH EQUIVALENT FOR THE END OF PERIOD		74.320.140	32.908.916

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