

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

		Current Period Not Audited	Previous Period Audited
ASSETS	Notes	September 30, 2020	December 31, 2019
Current Assets			
Cash and cash equivalents	53	123,387,904	17,925,355
Trade receivables	7	167,069,443	127,417,362
<i>Trade receivables from related parties</i>	6	110,266,450	80,077,447
<i>Trade receivables from third parties</i>	7	56,802,993	47,339,915
Other receivables	9	17,952,911	9,848,446
<i>Other receivables from related parties</i>	6	-	-
<i>Other receivables from third parties</i>	9	17,952,911	9,848,446
Inventories	10	126,849,236	123,745,864
Prepaid expenses	12	3,954,382	4,684,361
Other current assets	28	1,032,474	12,509,774
TOTAL CURRENT ASSETS		440,246,350	296,131,162
Non-current Assets			
Financial Investments	4	16,000	16,000
Other receivables	9	295,922	397,072
<i>Other receivables from related parties</i>	6	-	-
<i>Other receivables from third parties</i>	9	295,922	397,072
Tangible fixed assets	14	150,066,884	145,568,787
Intangible fixed assets	17	7,965,432	6,773,089
<i>Other intangible fixed assets</i>	17	7,965,432	6,773,089
Prepaid expenses	12	201,318	55,125
Deferred tax assets	40	31,626,586	35,535,944
TOTAL NON-CURRENT ASSETS		190,172,142	188,346,017
TOTAL ASSETS		630,418,492	484,477,179

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

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

		Current Period Not Audited	Previous Period Audited
LIABILITIES	Notes	September 30, 2020	December 31, 2019
Short Term Liabilities			
Short term financial liabilities	47	55,153,707	16,050,850
Other Financial Liabilities	44	326,179	850,138
Trade payables	7	130,686,248	84,066,795
<i>Trade payables to related parties</i>	6	93,615	-
<i>Trade payables to third parties</i>	7	130,592,633	84,066,795
Employee benefit obligations	27	6,530,587	7,596,547
Other payables	9	1,071,998	1,613,018
<i>Other payables to related parties</i>	6	236	225
<i>Other payables to third parties</i>	9	1,071,762	1,612,793
Deferred income	12	4,492,621	5,355,564
Provisions for corporate taxes	25	4,349,882	-
Short term provisions	25-27	8,463,996	4,058,202
<i>Provisions for short term employee benefit obligations</i>	27	1,129,148	1,009,707
<i>Other short term provisions</i>	25	7,334,848	3,048,495
Other short term liabilities	28	898,522	596,948
OTHER SHORT TERM LIABILITIES		211,973,740	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		39,420,850	34,234,197
<i>Provisions for long term employee benefit obligations</i>	27	39,420,850	34,234,197
TOTAL SHORT TERM LIABILITIES		43,577,507	37,087,996
EQUITY			
Equity of main company		374,867,245	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	29	10,743,125	9,826,651
Defined benefit pension plan remeasurement gains/(losses)	29	10,743,125	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	52,796,195	24,746,066
TOTAL EQUITY		374,867,245	327,201,121
TOTAL LIABILITIES		630,418,492	484,477,179

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

EGE SERAMİK SANAYİ VE TİCARET A.Ş.
JANUARY,1 AND SEPTEMBER ,30 2020 PERIOD
(Currency – in USD (Unless otherwise indicated)
(Currency - USD, unless otherwise indicated)

		Current Period	Previous Period	Current Period	Previous Period
		Not Audited	Not Audited	Partially Not Audited	Partially Not Audited
	Notes	01.01-30.09.2020	01.01-30.09.2019	01.07-30.09.2020	01.07-30.09.2019
PROFIT AND LOSS					
Sales	31	423,527,388	287,220,845	165,725,028	93,102,025
Cost of sales	31	(295,880,988)	(220,645,446)	(108,234,598)	(71,686,373)
Gross profit from trading activities		127,646,400	66,575,399	57,490,430	21,415,652
GROSS PROFIT/(LOSS)		127,646,400	66,575,399	57,490,430	21,415,652
General administration expenses (-)	33	(29,574,130)	(30,749,189)	(11,504,591)	(11,621,761)
Marketing expenses (-)	33	(25,761,261)	(23,415,366)	(8,520,266)	(9,155,679)
Research and development expenses (-)	33	(3,399,954)	(2,933,247)	(1,162,024)	(976,338)
Other operational income	34	34,787,670	26,268,710	9,436,226	12,369,375
Other operational expenses	34	(37,412,888)	(28,206,541)	(11,169,134)	(9,941,162)
OPERATIONAL INCOME/(LOSS)		66,285,837	7,539,766	34,570,641	2,090,087
Income from investment activities	35	120,974	53,961	8,910	925
Expenses from investment activities(-)	35	(2,242,817)	(138,093)	(1,311,219)	(52,959)
OPERATIONAL INCOME/(LOSS) BEFORE FINANCIAL INCOME/(EXPENSES)		64,163,994	7,455,634	33,268,332	2,038,053
Financial income	37	19,281,489	9,501,396	14,660,927	2,350,728
Financial expenses(-)	37	(17,987,331)	(6,232,392)	(10,053,628)	(2,340,363)
PROFIT/(LOSS) FROM CONTINUING OPERATIONS		65,458,152	10,724,638	37,875,631	2,048,418
Continuing operations tax income/(expenses)		(12,661,957)	474,756	(7,306,539)	519,443
Period Tax Expense / Income	40	(9,011,092)	(1,976,253)	(4,394,011)	1,303,252
Deferred Tax Expense / Income	40	(3,650,865)	2,451,009	(2,912,528)	(783,809)
PERIOD PROFIT/(LOSS) FROM CONTINUING OPERATIONS		52,796,195	11,199,394	30,569,092	2,567,861
CURRENT PROFIT/(LOSS) FROM DISCONTINUED OPERATIONS		-	-	-	-
PERIOD PROFIT/(LOSS)		52,796,195	11,199,394	30,569,092	2,567,861
SHARING OF PERIOD PROFIT/(LOSS)		52,796,195	11,199,394	30,569,092	2,567,861
Non-controlling interest		-	-	-	-
Parent company shares		52,796,195	11,199,394	30,569,092	2,567,861
OTHER COMPREHENSIVE INCOME/(EXPENSE)					
Not to classified in profit / (loss)					
Calculated Actuarial Gains and Losses on the basis of Employee	38	1,174,967	1,178,168	1,807,879	2,439,782
Tax Effect	38-40	(258,493)	(259,197)	(397,734)	(536,752)
Other comprehensive income / (loss) (After tax)		916,474	918,971	1,410,145	1,903,030
TOTAL COMPREHENSIVE INCOME		53,712,669	12,118,365	31,979,237	4,470,891
SHARING OF TOTAL COMPREHENSIVE INCOME		53,712,669	12,118,365	31,979,237	4,470,891
Non-controlling interest		-	-	-	-
Parent company shares		53,712,669	12,118,365	31,979,237	4,470,891
Earning Per Share		0.007039	0.001493	0.004076	0.000342
Earnings per share from continuing operations	41	0.007039	0.001493	0.004076	0.000342

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

EGE SERAMİK SANAYİ VE TİCARET A.Ş.
 INDEPENDENT NOT AUDITED
 STATEMENT OF CHANGES IN EQUITY WITH PERIOD OF SEPTEMBER 30, 2020
 (Currency - TRY, unless otherwise indicated)

	Note	Differences off		Share	Restricted	Not to be Reclassified to	Minority	Accumulated Gains/(Losses)		Total
		Capital	Capital			Share		Restricted	Defined benefit	
		Capital	Adjustment	Premiums	Reserves	Income/ Expense in Profit/(Loss)	Interest	Earnings/(Losses)	For the Period	
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	-	-	-	-	918,971	-	-	11,199,394	12,118,365
Other comprehensive income/(loss)	29	-	-	-	-	918,971	-	-	-	918,971
Net income / (loss) for the period		-	-	-	-	-	-	-	11,199,394	11,199,394
Dividend	29	-	-	-	-	-	-	(31,000,000)	-	(31,000,000)
Transfer	29	-	-	-	5,235,866	-	-	55,118,415	(60,354,281)	-
Balances as of September 30, 2019		75,000,000	24,778,008	35,838,595	25,649,348	8,127,185	-	131,421,052	11,199,394	312,013,582
Balances as of January 01, 2020		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	-	-	-	-	916,474	-	-	52,796,195	53,712,669
Other comprehensive income/(loss)	29	-	-	-	-	916,474	-	-	-	916,474
Net income / (loss) for the period		-	-	-	-	-	-	-	52,796,195	52,796,195
Dividend	29	-	-	-	-	-	-	(6,046,545)	-	(6,046,545)
Transfer	29	-	-	-	791,734	-	-	23,954,332	(24,746,066)	-
Balances as of September 30, 2020		75,000,000	24,778,008	35,838,595	26,441,082	10,743,125	-	149,270,240	52,796,195	374,867,245

(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 SEPTEMBER 30,2020
(Currency - USD, unless otherwise indicated)

Notes	Current Period Not Audited September 30, 2020	Previous Period Not Audited September 30, 2019
(Currency – in USD (Unless otherwise indicated))		
A. CASH FLOW FROM OPERATIONS	95,978,314	16,125,657
Period profit/(loss)	52,796,195	11,199,394
Adjustments Related to Net Profit / (Loss) For the Period	35,532,043	18,772,832
Adjustments Related to Amortization and Depreciations	14-17-36 14,065,115	11,963,579
Adjustments Related to Impairment / Reversal	(7,643)	9,797
Provision for impairment on inventories	10 (7,643)	9,797
Adjustments Related to Provisions	8,692,371	7,176,556
Adjustments Related to Employee Benefit Obligations (Cancellations)	25-27 7,205,109	6,947,343
Adjustments Related to Other Provisions (Cancellations)	7-10-31-40 98,597	(32,926)
Adjustments Related to Law Cases or Penalty Provisions (Cancellations)	25 1,053,295	197,450
Adjustments Related to Possible Risks Provisions (Cancellations)	7 -	(27,283)
Adjustments Related to Guarantee Provisions (Cancellations)	25 335,370	91,972
Adjustments Related to Interest Income / (Loss)	(10,832)	128,969
- Interest Income / Loss of Income Accruals	28 (712,469)	(439,493)
- Expense Accruals (Interest and Other)	28 701,637	568,462
Adjustments Related to Tax Income / (Loss)	40 12,661,957	(474,756)
Adjustments Related To Gain / (Loss) Arising From Disposal of Non-Current Assets	609,376	(31,314)
Adjustments Related To Gain / (Loss) Arising From Disposal of Fixed Assets	35 609,376	(31,314)
Other Adjustments Regarding Profit / Loss Reconciliation	(478,301)	-
Actual Changes in Business Capital	7,650,076	(13,846,569)
Adjustments of Inventory Increases/Decreases	10 3,250,992	(25,204,260)
Adjustments Related to Trade Receivables Increases / Decreases	7 (39,764,989)	(3,941,054)
Increase/Decrease in Trade Receivables from Related Parties	6 (30,230,985)	(19,488,888)
Increase/Decrease in Trade Receivables from Third Parties	7 (9,534,004)	15,547,834
Adjustments of Other Payables' Increases/Decreases	9 (8,003,315)	(813,136)
Increase/Decrease in Other Receivables from Related Parties	6 (4,674)	(7,990)
Increase/Decrease in Other Receivables from Third Parties	9 (7,998,641)	(805,146)
Adjustments of Trade Payables' Increases/Decreases	7 47,569,164	24,491,873
Increase/Decrease in Trade Payables to Related Parties	6 93,615	476
Increase/Decrease in Trade Payables to Third Parties	7 47,475,549	24,491,397
Adjustments of Other Payables' Increases/Decreases	9 (541,020)	(560,992)
Increase/Decrease in Other Payables to Related Parties	6 11	(97)
Increase/Decrease in Other Payables to Third Parties	9 (541,031)	(560,895)
Increase/Decrease in Prepaid Expenses	12 (114,959)	(108,642)
Increase/Decrease in Debts from Employee Benefit Obligations	27-29 (149,486)	3,253,158
Increase/Decrease in Deferred Income	12 (3,408,460)	(4,086,873)
Adjustments of Other Payables Related to Increases/Decreases of the Entity's Capital	8,812,149	(6,876,643)
Increase/Decrease in Other Assets Related to Operations	28 15,906,256	(189,347)
Increase/Decrease in Other Liabilities Related to Operations	25-28 (7,094,107)	(6,687,296)
Cash Flows From Operating Activities	95,978,314	16,125,657
B. CASH FLOWS FROM INVESTING ACTIVITIES	(23,395,861)	(12,076,716)
Cash Flows From Purchasing Tangible and Intangible Fixed Assets	(24,559,576)	(12,409,849)
Cash Flows From Purchasing Tangible Fixed Assets	14 (21,241,665)	(11,486,028)
Cash Flows From Purchasing Intangible Fixed Assets	17 (3,317,911)	(923,821)
Cash Flows From Selling Tangible and Intangible Fixed Assets	1,163,716	333,133
Cash Flows From Selling Tangible Fixed Assets	1,163,716	333,133
Cash Flows From Selling Intangible Fixed Assets	-	-
C. CASH FLOWS FROM FINANCIAL ACTIVITIES	32,880,096	(25,121,965)
Dividend payments	29 (6,046,545)	(31,000,000)
Cash from financial liabilities	47 38,742,458	6,052,107
Cash from loans	47 38,742,458	6,052,107
Cash Outflows on Debt Payments	47 -	-
Cash Outflows Due to Debt Payments from Lease Agreements	47 184,182	(174,072)
CASH AND CASH EQUIVALENTS INCREASE / DECREASE, NET BEFORE THE EFFECT OR FOREIGN CURRENCY TRANSLATION DIFFERENCES	105,462,549	(21,073,024)
D. IMPACT OF FOREIGN CURRENCY TRANSLATION DIFFERENCES ON CASH AND CASH EQUIVALENTS		
INCREASE / DECREASE ON CASH AND CASH EQUIVALENTS	105,462,549	(21,073,024)
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	123,387,904	21,606,256

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