

TURKCELL İLETİŞİM HİZMETLERİ A.Ş.

Holding Financial Report

Consolidated

2018 - 2. 3 Monthly Notification

General Information About Financial Statements

Independent Audit Company	PwC BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Audit Type	Continuous
Audit Result	Positive

ARA DÖNEM ÖZET KONSOLİDE FİNANSAL BİLGİLERE İLİŞKİN

SINIRLI DENETİM RAPORU

Turkcell İletişim Hizmetleri Anonim Şirketi Genel Kurulu'na

Giriş

1. Turkcell İletişim Hizmetleri Anonim Şirketi'nin ve bağlı ortaklıklarının (hep birlikte "Grup" olarak anılacaktır) 30 Haziran 2018 tarihli ilişikteki özet konsolide finansal durum tablosunun ve aynı tarihte sona eren altı aylık döneme ait ilgili özet konsolide kar veya zarar tablosunun, özet konsolide diğer kapsamlı gelir tablosunun, özet konsolide özkaynak değişim tablosunun ve özet konsolide nakit akış tablosunun sınırlı denetimini yürütmüş bulunuyoruz. Grup yönetimi, söz konusu ara dönem özet konsolide finansal bilgilerin Türkiye Muhasebe Standardı 34'e ("TMS 34") "Ara Dönem Finansal Raporlama" uygun olarak hazırlanmasından ve gerçeğe uygun bir biçimde sunumundan sorumludur. Sorumluluğumuz, yaptığımız sınırlı denetime dayanarak söz konusu ara dönem özet konsolide finansal bilgilere ilişkin bir sonuç bildirmektir.

Sınırlı Denetimin Kapsamı

2. Yaptığımız sınırlı denetim, Sınırlı Bağımsız Denetim Standardı ("SBDS") 2410 "Ara Dönem Finansal Bilgilerin, İşletmenin Yıllık Finansal Tablolarının Bağımsız Denetimini Yürüten Denetçi Tarafından Sınırlı Bağımsız Denetimi"ne uygun olarak yürütülmüştür. Ara dönem finansal bilgilere ilişkin sınırlı denetim, başta finans ve muhasebe konularından sorumlu kişiler olmak üzere ilgili kişilerin sorgulanması ve analitik prosedürler ile diğer sınırlı denetim prosedürlerinin uygulanmasından oluşur. Ara dönem finansal bilgilerin sınırlı denetiminin kapsamı; Bağımsız Denetim Standartlarına uygun olarak yapılan ve amacı finansal tablolar hakkında bir görüş bildirmek olan bağımsız denetimin kapsamına kıyasla önemli ölçüde dardır. Sonuç olarak ara dönem finansal bilgilerin sınırlı denetimi, denetim şirketinin, bir bağımsız denetimde belirlenebilecek tüm önemli hususlara vâkıf olabileceğine ilişkin bir güvence sağlamamaktadır. Bu sebeple, bir bağımsız denetim görüşü bildirmemekteyiz.

Sonuç

3. Sınırlı denetimimize göre ilişikteki ara dönem özet konsolide finansal bilgilerin, tüm önemli yönleriyle, TMS 34'e uygun olarak hazırlanmadığı kanaatine varmamıza sebep olacak herhangi bir husus dikkatimizi çekmemiştir.

PwC Bağımsız Denetim ve

Serbest Muhasebeci Mali Müşavirlik A.Ş.

Gökhan Yüksel, SMMM

Sorumlu Denetçi

İstanbul, 25 Temmuz 2018



Statement of Financial Position (Balance Sheet)

Presentation Currency	1.000 TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 30.06.2018	Previous Period 31.12.2017
Statement of Financial Position (Balance Sheet)			
Assets [abstract]			
CURRENT ASSETS			
Cash and cash equivalents		7.080.853	4.712.333
Financial Investments		14.364	11.338
Financial Investments Held To Maturity		14.364	11.338
Trade Receivables		3.140.908	2.900.576
Trade Receivables Due From Related Parties		11.987	5.299
Trade Receivables Due From Unrelated Parties		3.128.921	2.895.277
Receivables From Financial Sector Operations		3.258.229	2.950.523
Receivables From Financial Sector Operations Due From Unrelated Parties		3.258.229	2.950.523
Other Receivables		655.718	489.333
Other Receivables Due From Related Parties		0	0
Other Receivables Due From Unrelated Parties		655.718	489.333
Derivative Financial Assets		1.255.815	981.396
Inventories		267.569	104.102
Prepayments		413.861	537.213
Current Tax Assets		19.937	25.679
Other current assets		63.277	61.675
SUB-TOTAL		16.170.531	12.774.168
Non-current Assets or Disposal Groups Classified as Held for Sale		1.520.275	1.294.938
Total current assets		17.690.806	14.069.106
NON-CURRENT ASSETS			
Financial Investments		406	654
Financial Investments Held To Maturity		406	654
Trade Receivables		148.863	155.634
Trade Receivables Due From Unrelated Parties		148.863	155.634
Receivables From Financial Sector Operations		1.471.509	1.297.597
Receivables From Financial Sector Operations Due From Unrelated Parties		1.471.509	1.297.597
Other Receivables		98.572	96.847
Other Receivables Due From Unrelated Parties		98.572	96.847
Investments accounted for using equity method	1	950	0
Investment property		16.853	980
Property, plant and equipment	5	11.617.578	9.665.408
Machinery And Equipments		8.592.406	8.153.569
Other property, plant and equipment		3.025.172	1.511.839
Intangible assets and goodwill	6	9.657.160	8.340.410
Goodwill		32.834	32.834
Licenses		5.886.339	5.720.398
Computer Softwares		2.513.902	2.346.236
Other intangible assets		1.224.085	240.942
Prepayments		187.992	248.241
Deferred Tax Asset		132.648	96.060
Other Non-current Assets		2.821	11.532
Total non-current assets		23.335.352	19.913.363
Total assets		41.026.158	33.982.469
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current Borrowings	15	4.527.361	2.643.112
Current Borrowings From Unrelated Parties	15	4.527.361	2.643.112
Bank Loans		3.904.738	2.643.112
Issued Debt Instruments		124.952	0
Other short-term borrowings		497.671	0
Current Portion of Non-current Borrowings	15	2.160.943	1.635.042
Current Portion of Non-current Borrowings from Unrelated Parties	15	2.160.943	1.635.042
Bank Loans		1.892.414	1.515.447
Leasing Debts		16.908	14.556
Issued Debt Instruments		251.621	105.039

Trade Payables		2.525.930	2.822.061
Trade Payables to Related Parties		6.780	6.980
Trade Payables to Unrelated Parties		2.519.150	2.815.081
Employee Benefit Obligations		98.733	91.538
Other Payables		2.384.169	746.170
Other Payables to Related Parties		1.225.984	0
Other Payables to Unrelated Parties		1.158.185	746.170
Derivative Financial Liabilities		147.000	110.108
Deferred Income		269.769	230.457
Current tax liabilities, current		154.020	103.105
Current provisions		174.409	835.199
Current provisions for employee benefits		146.468	229.520
Other current provisions		27.941	605.679
Other Current Liabilities		8.678	7.051
SUB-TOTAL		12.451.012	9.223.843
Total current liabilities		12.451.012	9.223.843
NON-CURRENT LIABILITIES			
Long Term Borrowings	15	11.760.322	8.257.995
Long Term Borrowings From Unrelated Parties	15	11.760.322	8.257.995
Bank Loans		6.802.189	6.379.349
Leasing Debts		115.285	108.164
Issued Debt Instruments		4.204.110	1.770.482
Other long-term borrowings		638.738	0
Other Payables		0	0
Other Payables to Unrelated parties		0	0
Deferred Income		110.964	85.646
Non-current provisions		444.383	395.084
Non-current provisions for employee benefits		226.915	197.666
Other non-current provisions		217.468	197.418
Deferred Tax Liabilities		926.625	651.122
Other non-current liabilities		380.566	323.691
Total non-current liabilities		13.622.860	9.713.538
Total liabilities		26.073.872	18.937.381
EQUITY			
Equity attributable to owners of parent		14.902.996	14.989.161
Issued capital		2.200.000	2.200.000
Additional Capital Contribution of Shareholders		35.026	35.026
Treasury Shares (-)		-50.427	-56.313
Share Premium (Discount)		269	269
Put Option Revaluation Fund Related with Non-controlling Interests		-683.155	-540.045
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		-44.776	-44.776
Gains (Losses) on Revaluation and Remeasurement		-44.776	-44.776
Gains (Losses) on Remeasurements of Defined Benefit Plans		-44.776	-44.776
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		939.948	439.700
Exchange Differences on Translation		939.948	439.700
Restricted Reserves Appropriated From Profits		1.959.211	1.643.024
Prior Years' Profits or Losses		9.631.065	9.333.147
Current Period Net Profit Or Loss		915.835	1.979.129
Non-controlling interests		49.290	55.927
Total equity		14.952.286	15.045.088
Total Liabilities and Equity		41.026.158	33.982.469

Profit or loss [abstract]

Presentation Currency	1.000 TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2018 - 30.06.2018	Previous Period 01.01.2017 - 30.06.2017	Current Period 3 Months 01.04.2018 - 30.06.2018	Previous Period 3 Months 01.04.2017 - 30.06.2017
Profit or loss [abstract]					
PROFIT (LOSS)					
Revenue	14	9.424.336	8.111.536	4.874.686	4.174.904
Revenue from Finance Sector Operations	14	442.580	257.084	230.635	141.114
TOTAL REVENUE		9.866.916	8.368.620	5.105.321	4.316.018
Cost of sales		-6.353.644	-5.268.211	-3.313.767	-2.710.357
Cost of Finance Sector Operations		-152.866	-132.362	-77.984	-73.579
TOTAL COSTS		-6.506.510	-5.400.573	-3.391.751	-2.783.936
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		3.070.692	2.843.325	1.560.919	1.464.547
GROSS PROFIT (LOSS) FROM FINANCE SECTOR OPERATIONS		289.714	124.722	152.651	67.535
GROSS PROFIT (LOSS)		3.360.406	2.968.047	1.713.570	1.532.082
General Administrative Expenses		-408.748	-383.603	-193.865	-183.771
Marketing Expenses		-821.321	-972.930	-431.519	-508.314
Other Income from Operating Activities	11	860.996	356.194	683.092	47.769
Other Expenses from Operating Activities	11	-137.228	-82.585	-59.881	-33.363
PROFIT (LOSS) FROM OPERATING ACTIVITIES		2.854.105	1.885.123	1.711.397	854.403
Investment Activity Income		16.372	10.544	7.678	-283
Investment Activity Expenses		-56.875	-15.959	-42.641	4.632
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		2.813.602	1.879.708	1.676.434	858.752
Finance income	10	1.054.841	202.417	656.753	141.095
Finance costs	10	-2.601.597	-554.531	-1.761.551	-100.868
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		1.266.846	1.527.594	571.636	898.979
Tax (Expense) Income, Continuing Operations		-312.372	-341.157	-142.177	-183.943
Current Period Tax (Expense) Income		-361.744	-233.008	-181.567	-136.900
Deferred Tax (Expense) Income		49.372	-108.149	39.390	-47.043
PROFIT (LOSS) FROM CONTINUING OPERATIONS		954.474	1.186.437	429.459	715.036
PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS		0	0	0	0
PROFIT (LOSS)		954.474	1.186.437	429.459	715.036
Profit (loss), attributable to [abstract]					
Non-controlling Interests		38.639	23.792	14.404	10.963
Owners of Parent		915.835	1.162.645	415.055	704.073
Earnings per share [abstract]					
Earnings per share [line items]					
Basic earnings per share					
Basic Earnings (Loss) Per Share from Continuing Operations					
Sürdürülen Faaliyetlerden Pay Başına Kazanç (Zarar)		0,42000000	0,53000000	0,19000000	0,32000000
Basic Earnings (Loss) Per Share from Discontinued Operations					
Durdurulan Faaliyetlerden Pay Başına Kazanç (Zarar)		0,00000000	0,00000000	0,00000000	0,00000000
Diluted Earnings Per Share					

Statement of Other Comprehensive Income

Presentation Currency	1.000 TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2018 - 30.06.2018	Previous Period 01.01.2017 - 30.06.2017	Current Period 3 Months 01.04.2018 - 30.06.2018	Previous Period 3 Months 01.04.2017 - 30.06.2017
Statement of Other Comprehensive Income					
PROFIT (LOSS)		954.474	1.186.437	429.459	715.036
OTHER COMPREHENSIVE INCOME					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		0	0	0	0
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		357.881	-18.750	265.852	-54.914
Exchange Differences on Translation		477.176	21.796	328.875	-49.593
Gains (Losses) on Exchange Differences on Translation		477.176	21.796	328.875	-49.593
Taxes Relating to Components of Other Comprehensive Income that will be Reclassified to Profit or Loss		-119.295	-40.546	-63.023	-5.321
Taxes Relating to Exchange Differences on Translation		-119.295	-40.546	-63.023	-5.321
OTHER COMPREHENSIVE INCOME (LOSS)		357.881	-18.750	265.852	-54.914
TOTAL COMPREHENSIVE INCOME (LOSS)		1.312.355	1.167.687	695.311	660.122
Total Comprehensive Income Attributable to					
Non-controlling Interests		39.925	26.735	15.465	11.137
Owners of Parent		1.272.430	1.140.952	679.846	648.985

Statement of cash flows (Indirect Method)

Presentation Currency	1.000 TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2018 - 30.06.2018	Previous Period 01.01.2017 - 30.06.2017
Statement of cash flows (Indirect Method)			
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		2.586.044	189.390
Profit (Loss)		954.474	1.186.437
Profit (Loss) from Continuing Operations		954.474	1.186.437
Adjustments to Reconcile Profit (Loss)		4.085.664	1.942.927
Adjustments for depreciation and amortisation expense		2.010.539	1.234.624
Adjustments for Impairment Loss (Reversal of Impairment Loss)	5	15.358	10.769
Adjustments for provisions		277.323	93.577
Adjustments for Interest (Income) Expenses		411.030	65.688
Adjustments for unrealised foreign exchange losses (gains)		2.076.464	326.571
Adjustments for fair value losses (gains)	16	-1.001.050	-119.604
Adjustments for Fair Value (Gains) Losses on Derivative Financial Instruments		-1.001.050	-119.604
Adjustments for Tax (Income) Expenses		312.372	341.157
Adjustments for losses (gains) on disposal of non-current assets		-16.372	-9.855
Changes in Working Capital		-1.817.116	-2.663.175
Adjustments for decrease (increase) in trade accounts receivable		-175.720	457.530
Decrease (increase) in Financial Sector Receivables		-587.695	-1.056.707
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		-25.615	-78.779
Adjustments for decrease (increase) in inventories		-163.467	-10.827
Decrease (Increase) in Prepaid Expenses		109.277	-544.151
Adjustments for increase (decrease) in trade accounts payable		-524.872	-1.603.689
Adjustments for increase (decrease) in other operating payables		77.369	49.700
Increase (Decrease) in Deferred Income		66.384	174.574
Other Adjustments for Other Increase (Decrease) in Working Capital		-592.777	-50.826
Decrease (Increase) in Other Assets Related with Operations		5.605	-14.428
Increase (Decrease) in Other Payables Related with Operations		-598.382	-36.398
Cash Flows from (used in) Operations		3.223.022	466.189
Interest paid		-516.613	-351.876
Interest received		291.623	299.462
Income taxes refund (paid)		-411.988	-224.385
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		-2.224.452	-1.306.496
Cash Receipts from Sales of Equity or Debt Instruments of Other Entities		-2.784	-4.723
Proceeds from sales of property, plant, equipment and intangible assets		32.041	41.227
Purchase of Property, Plant, Equipment and Intangible Assets		-2.195.347	-1.344.245
Purchase of property, plant and equipment	5	-1.131.756	-910.510
Purchase of intangible assets	6	-1.063.591	-433.735
Cash advances and loans made to other parties		-58.362	1.245
Other Cash Advances and Loans Made to Other Parties		-58.362	1.245
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		1.912.930	-7.498
Proceeds from borrowings		27.116.360	9.845.287
Proceeds from Loans		25.003.047	9.666.015
Proceeds From Issue of Debt Instruments		2.113.313	179.272
Repayments of borrowings		-24.062.197	-8.877.658
Loan Repayments		-24.062.197	-8.639.793
Payments of Issued Debt Instruments			-237.865
Cash Receipts from Future Contracts, Forward Contracts, Option Contracts and Swap Contracts		316.827	
Cash Payments for Future Contracts, Forward Contracts, Option Contracts and Swap Contracts		-218.167	
Dividends Paid		-646.114	-978.225
Other inflows (outflows) of cash		-593.779	3.098

NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		2.274.522	-1.124.604
Effect of exchange rate changes on cash and cash equivalents		93.998	66.771
Net increase (decrease) in cash and cash equivalents		2.368.520	-1.057.833
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		4.712.333	6.052.352
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		7.080.853	4.994.519



Statement of changes in equity [abstract]

Presentation Currency	1.000 TL
Nature of Financial Statements	Consolidated

Footnote Reference	Equity																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																														
	Equity attributable to owners of parent (member)																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																														
	Issued Capital	Inflation Adjustments on Capital	Balancing Account for Merger Capital	Additional Capital Contribution of Shareholders	Capital Advance	Treasury Shares	Capital Adjustments due to Cross-Ownership	Share premiums or discounts	Effects of Combinations of Entities or Businesses Under Common Control	Put Option Revaluation Fund Related with Non-controlling Interests	Share Based Payments	Other Accumulated Comprehensive Income That Will Not Be Reclassified in Profit Or Loss										Other Accumulated Comprehensive Income That Will Be Reclassified in Profit Or Loss													Restricted Reserves Appropriated From Profits (member)	Other equity interest (member)	Other reserves (member)	Advance Dividend Payments (Net)	Retained Earnings		Non-controlling interests (member)																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																						
												Accumulated Gains (Losses) from Investments in Equity Instruments	Gains/Losses on Revaluation and Remeasurement (member)				Gains (Losses) Due to Change in Fair Value of Financial Liability Attributable to Change in Credit Risk of Liability	Gains (Losses) on Hedging Instruments that Hedge Investments in Equity Instruments	Share Of Other Comprehensive Income Of Associates And Joint Ventures Accounted for Using Equity Method that will not be Reclassified to Profit or Loss	Exchange Difference on Translation	Other Reserves Of Other Gains (Losses)	Exchange Difference on Translation	Reserve Of Gains or Losses on Hedge			Gains (Losses) on Revaluation and Reclassification			Change in Value of Time Value of Options	Change in Value of Forward Elements of Forward Contracts	Change in Value of Foreign Currency Basis Spreads	Share of Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will be Reclassified to Profit or Loss	Other Gains (Losses)	Prior Years' Profits or Losses					Net Profit or Loss																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																								
Increases (Decreases) on Revaluation of Property, Plant and Equipment	Increases (Decreases) on Revaluation of Intangible Assets	Gains (Losses) on Remeasurements of Defined Benefit Plans	Other Revaluation Increases (Decreases)	Cash Flow Hedges	Gains or Losses on Hedges of Net Investment in Foreign Operations	Other Gains or Losses on Hedge	Gains (Losses) on Remeasuring and/or Reclassification of Available-for-sale Financial Assets	Gains (Losses) from Financial Assets Measured at Fair Value through Other Comprehensive Income	Reserve of Other Remeasuring or Reclassification Adjustments																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																						

Previous Period
01.01.2017 - 30.06.2017

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