

**DESA DERİ SANAYİ VE TİCARET A.Ş.**  
**Financial Report**  
**Unconsolidated**  
**2018 - 2. 3 Monthly Notification**

**General Information About Financial Statements**

Independent Audit Company	BİRLEŞİM BAĞIMSIZ DENETİM ve YMM A.Ş.
Audit Type	Limited
Audit Result	Partial Positive

## ARA DÖNEM FİNANSAL BİLGİLERE İLİŞKİN SINIRLI DENETİM RAPORU

Desa Deri Sanayi ve Ticaret Anonim Şirketi  
Yönetim Kurulu'na

### Giriş

Desa Deri Sanayi ve Ticaret Anonim Şirketi'nin ("Şirket") 30 Haziran 2018 tarihli ilişikteki finansal durum tablosunun, aynı tarihte sona eren altı aylık hesap dönemine ait kar veya zarar ve diğer kapsamlı gelir tablosunun, özkaynak değişim tablosunun ve nakit akış tablosunun sınırlı denetimini yürütmüş bulunuyoruz. Şirket yönetimi, söz konusu ara dönem finansal bilgilerin Kamu Gözetimi Muhasebe ve Denetim Standartları Kurumu ("KGK") tarafından yayımlanan Türkiye Muhasebe Standardı 34 "Ara Dönem Finansal Raporlama" Standardı'na ("TMS 34") uygun olarak hazırlanmasından ve sunumundan sorumludur. Sorumluluğumuz, yaptığımız sınırlı denetime dayanarak söz konusu ara dönem finansal bilgilere ilişkin bir sonuç bildirmektir.

### Sınırlı Denetimin Kapsamı

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 Standartları'na 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.

### Şartlı Sonucun Dayanağı

Şirket, Finansal Yatırımlar dipnotunda (Not:4) detayları açıklandığı üzere, TFRS 9 gereği gerçeğe uygun değer değişimi kâr veya zarara yansıtılarak ölçülmesi gereken iştirakini ve TFRS 10 gereği finansal tablolarında konsolide ederek sunulması zorunlu kontrol etmiş olduğu bağlı ortaklıklarını maliyet bedelleri üzerinden finansal varlık olarak göstermektedir. Şirket tarafından yıl sonunda bu finansal varlıklar için değer düşüklüğü çalışması yapılamamıştır. Bu bilgi, söz konusu yükümlülüklerin 30 Haziran 2018 tarihli finansal tablosunda

muhasebeleştirilmiş olması durumunda finansal durum tablosu kalemleri üzerindeki etkisi ile ilgili olarak düzeltme yapılması gereken bir durum olup olmadığı konusunda kanaat belirtemiyoruz.

#### ***Diğer Hususlar***

Şirketin 31 Aralık 2017 tarihinde sona eren hesap dönemine ait finansal tabloları başka bir bağımsız denetçi tarafından denetlenmiş ve 01 Mart 2018 tarihinde bu finansal tablolara ilişkin Sınırlı olumlu görüş verilmiştir.

#### ***Şartlı Sonuç***

Sınırlı denetimimize göre, Şartlı Sonucun Dayanağı paragrafında belirtilen husus hariç olmak üzere, ilişikteki ara dönem finansal bilgilerin, tüm yönleriyle TMS 34 " Ara Dönem Finansal Raporlama Standardı'na uygun olarak hazırlanmadığı kanaatine varmamıza sebep olacak herhangi bir husus dikkatimizi çekmemiştir.

İstanbul, 09 Ağustos 2018

BİRLEŞİM BAĞIMSIZ DENETİM VE YMM A.Ş.

Ergun Şenlik, YMM

Sorumlu Denetçi

# Statement of Financial Position (Balance Sheet)

Presentation Currency	TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 30.06.2018	Previous Period 31.12.2017
<b>Statement of Financial Position (Balance Sheet)</b>			
<b>Assets [abstract]</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	42	1.563.564	8.888.394
Trade Receivables	7	23.099.789	12.155.786
Trade Receivables Due From Related Parties	6	18.490.431	6.108.401
Trade Receivables Due From Unrelated Parties	7	4.609.358	6.047.385
Other Receivables	9	2.650.245	844.681
Other Receivables Due From Related Parties	6	2.479.200	723.812
Other Receivables Due From Unrelated Parties	9	171.045	120.869
Inventories	10	157.322.757	152.297.658
Prepayments		3.282.047	1.603.248
Prepayments to Unrelated Parties	12	3.282.047	1.603.248
Current Tax Assets	33	13.470	10.272
Other current assets	25	1.584.751	1.508.352
Other Current Assets Due From Unrelated Parties	25	1.584.751	1.508.352
<b>SUB-TOTAL</b>		<b>189.516.623</b>	<b>177.308.391</b>
Non-current Assets or Disposal Groups Classified as Held for Sale	32	2.772.277	2.772.277
<b>Total current assets</b>		<b>192.288.900</b>	<b>180.080.668</b>
<b>NON-CURRENT ASSETS</b>			
Financial Investments	4	7.724.212	7.724.212
Other Receivables	9	204.990	202.384
Other Receivables Due From Unrelated Parties	9	204.990	202.384
Investments accounted for using equity method	4	9.401.429	8.796.352
Property, plant and equipment	14	53.582.085	53.436.694
Intangible assets and goodwill	15	893.897	655.959
Deferred Tax Asset	33	4.711.045	1.768.246
<b>Total non-current assets</b>		<b>76.517.658</b>	<b>72.583.847</b>
<b>Total assets</b>		<b>268.806.558</b>	<b>252.664.515</b>
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Current Borrowings	36	8.188.278	45.092.956
Current Portion of Non-current Borrowings	36	33.326.783	19.744.830
Trade Payables	7	94.837.680	76.784.648
Trade Payables to Related Parties	6	15.056.352	12.076.678
Trade Payables to Unrelated Parties	7	79.781.328	64.707.970
Employee Benefit Obligations	23	5.073.549	4.506.976
Other Payables	9	4.535.747	5.425.464
Other Payables to Unrelated Parties	9	4.535.747	5.425.464
Deferred Income	12	7.705.939	1.065.231
Deferred Income From Related Parties	6	2.125.220	941.972
Deferred Income from Unrelated Parties	12	5.580.719	123.259
Current provisions	21	5.224.345	5.227.887
Current provisions for employee benefits	21	2.206.129	2.103.962
Other current provisions	21	3.018.216	3.123.925
<b>SUB-TOTAL</b>		<b>158.892.321</b>	<b>157.847.992</b>
<b>Total current liabilities</b>		<b>158.892.321</b>	<b>157.847.992</b>
<b>NON-CURRENT LIABILITIES</b>			
Long Term Borrowings	36	34.395.805	21.097.433
Trade Payables	7	0	20.279
Trade Payables To Unrelated Parties	7	0	20.279
Other Payables	9	6.150	15.375
Other Payables to Unrelated parties	9	6.150	15.375
Non-current provisions	21	2.209.423	3.766.804
Non-current provisions for employee benefits	21	2.209.423	3.766.804
Deferred Tax Liabilities		3.750.295	0
<b>Total non-current liabilities</b>		<b>40.361.673</b>	<b>24.899.891</b>
<b>Total liabilities</b>		<b>199.253.994</b>	<b>182.747.883</b>
<b>EQUITY</b>			

Equity attributable to owners of parent		69.552.564	69.916.632
Issued capital	26	49.221.970	49.221.970
Inflation Adjustments on Capital	26	5.500.255	5.500.255
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		27.190.400	27.983.510
Gains (Losses) on Revaluation and Remeasurement	26	28.593.165	29.122.123
Other Gains (Losses)	26	-1.402.765	-1.138.613
Restricted Reserves Appropriated From Profits	26	960.423	960.423
Prior Years' Profits or Losses	26	-13.749.526	-13.563.380
Current Period Net Profit Or Loss	26	429.042	-186.146
Total equity		69.552.564	69.916.632
Total Liabilities and Equity		268.806.558	252.664.515

# Statement of Profit or Loss and Other Comprehensive Income

Presentation Currency	TL
Nature of Financial Statements	Unconsolidated

	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
<b>Statement of Profit or Loss and Other Comprehensive Income</b>					
<b>PROFIT (LOSS)</b>					
Revenue	27	156.345.362	82.510.889	81.835.684	46.594.313
Cost of sales	27	-89.082.865	-38.588.505	-47.069.651	-22.153.400
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		67.262.497	43.922.384	34.766.033	24.440.913
GROSS PROFIT (LOSS)		67.262.497	43.922.384	34.766.033	24.440.913
General Administrative Expenses	28	-6.603.265	-6.283.764	-4.193.618	-3.231.609
Marketing Expenses	28	-50.488.097	-38.433.688	-26.589.834	-20.345.458
Research and development expense	28	-1.127.802	-856.547	-702.415	-401.323
Other Income from Operating Activities	29	17.374.687	9.047.820	9.738.954	4.404.726
Other Expenses from Operating Activities	29	-8.278.479	-4.059.719	-3.755.705	-1.580.307
PROFIT (LOSS) FROM OPERATING ACTIVITIES		18.139.541	3.336.486	9.263.415	3.286.942
Investment Activity Income	30	0	12.090	0	0
Share of Profit (Loss) from Investments Accounted for Using Equity Method	4	605.077	792.476	339.219	609.002
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		18.744.618	4.141.052	9.602.634	3.895.944
Finance income		745.192	0	336.367	0
Finance costs	31	-18.126.237	-7.541.292	-9.990.586	-2.404.301
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		1.363.573	-3.400.240	-51.585	1.491.643
Tax (Expense) Income, Continuing Operations		-934.531	126.791	-621.873	39.877
Deferred Tax (Expense) Income	33	-934.531	126.791	-621.873	39.877
PROFIT (LOSS) FROM CONTINUING OPERATIONS		429.042	-3.273.449	-673.458	1.531.520
PROFIT (LOSS)		429.042	-3.273.449	-673.458	1.531.520
<b>Profit (loss), attributable to [abstract]</b>					
Non-controlling Interests		0	0	0	0
Owners of Parent		429.042	-3.273.449	-673.458	1.531.520
<b>Earnings per share [abstract]</b>					
<b>Earnings per share [line items]</b>					
<b>Basic earnings per share</b>					
<b>Diluted Earnings Per Share</b>					
<b>OTHER COMPREHENSIVE INCOME</b>					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		-793.110	-143.220	-450.604	-39.705
Gains (Losses) on Revaluation of Property, Plant and Equipment	26	-581.490	-85.636	-386.009	-42.818
Gains (Losses) on Remeasurements of Defined Benefit Plans	21	-338.656	0	-122.596	0
Other Components of Other Comprehensive Income That Will Not Be Reclassified to Profit Or Loss		0	-57.584	0	3.113
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss		127.036	0	58.001	0
Taxes Relating to Gains (Losses) on Revaluation of Property, Plant and Equipment	26	52.532	0	31.030	0
Taxes Relating to Remeasurements of Defined Benefit Plans	33	74.504	0	26.971	0
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		0	0	0	0
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>		<b>-793.110</b>	<b>-143.220</b>	<b>-450.604</b>	<b>-39.705</b>
<b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>		<b>-364.068</b>	<b>-3.416.669</b>	<b>-1.124.062</b>	<b>1.491.815</b>
<b>Total Comprehensive Income Attributable to</b>					
Non-controlling Interests		0	0	0	0
Owners of Parent		-364.068	-3.416.669	-1.124.062	1.491.815

## Statement of cash flows (Indirect Method)

Presentation Currency	TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 01.01.2018 - 30.06.2018	Previous Period 01.01.2017 - 30.06.2017
<b>Statement of cash flows (Indirect Method)</b>			
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		<b>6.110.286</b>	<b>-1.051.276</b>
Profit (Loss)		429.042	-3.273.449
<b>Adjustments to Reconcile Profit (Loss)</b>		<b>-994.829</b>	<b>2.062.455</b>
Adjustments for depreciation and amortisation expense	24-26	2.445.945	2.138.971
Adjustments for Impairment Loss (Reversal of Impairment Loss)		186.984	0
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Property, Plant and Equipment		0	0
Other Adjustments for Impairment Loss (Reversal of Impairment Loss)		186.984	0
Adjustments for provisions		-2.032.694	338.128
Adjustments for (Reversal of) Provisions Related with Employee Benefits	26	377.966	264.331
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions	21	260.435	73.797
Adjustments for (Reversal of) General Provisions	21	-2.359.320	0
Adjustments for (Reversal of) Other Provisions	21	-311.775	0
Adjustments for Interest (Income) Expenses		-1.841.192	372.033
Adjustments for Interest Income	36	-1.910.338	
Adjustments for interest expense	36	69.146	372.033
Deferred Financial Expense from Credit Purchases	7	0	0
Unearned Financial Income from Credit Sales	7	0	0
Adjustments for Income Arised from Government Grants	19	-43.840	132.590
Adjustments for unrealised foreign exchange losses (gains)	29-31	47.789	0
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method		-605.077	-792.476
Adjustments for undistributed profits of associates	4	-605.077	-792.476
Adjustments for Tax (Income) Expenses	33	807.496	-126.791
Other adjustments for non-cash items		-12.771	
Other adjustments to reconcile profit (loss)		52.531	
<b>Changes in Working Capital</b>		<b>6.676.073</b>	<b>159.756</b>
Adjustments for decrease (increase) in trade accounts receivable		-11.306.083	-3.365.567
Decrease (Increase) in Trade Accounts Receivables from Related Parties	6	-12.382.030	-4.207.453
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties	7	1.075.947	841.886
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		-1.763.451	-178.304
Decrease (Increase) in Other Related Party Receivables Related with Operations	6	-1.755.388	-206.359
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations	7	-8.063	28.055
Adjustments for decrease (increase) in inventories	10	-4.979.424	-13.184.635
Decrease (Increase) in Prepaid Expenses	12	-1.154.510	-283.205
Adjustments for increase (decrease) in trade accounts payable		19.895.302	14.674.986
Increase (Decrease) in Trade Accounts Payables to Related Parties	6	2.979.674	1.577.540
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties	7	16.915.628	13.097.446
Increase (Decrease) in Employee Benefit Liabilities	26	538.907	349.517
Adjustments for increase (decrease) in other operating payables		-898.942	803.291
Increase (Decrease) in Other Operating Payables to Unrelated Parties	9	-898.942	803.291
Increase (Decrease) in Deferred Income	12	7.470.852	1.646.935
Other Adjustments for Other Increase (Decrease) in Working Capital		-1.126.578	-303.262
Decrease (Increase) in Other Assets Related with Operations	29	-1.126.336	-303.262
Increase (Decrease) in Other Payables Related with Operations	29	-242	0
<b>Cash Flows from (used in) Operations</b>		<b>6.110.286</b>	<b>-1.051.238</b>
Income taxes refund (paid)		0	-38
<b>CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES</b>		<b>-3.410.763</b>	<b>-3.255.879</b>
Cash Inflows from Losing Control of Subsidiaries or Other Businesses			-59.896
Proceeds from sales of property, plant, equipment and intangible assets		0	11.280
Proceeds from sales of intangible assets	14	0	11.280

Purchase of Property, Plant, Equipment and Intangible Assets	14	-3.410.763	-3.207.263
Purchase of property, plant and equipment	14	-3.081.562	-3.207.263
Purchase of intangible assets		-329.201	
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		-10.024.353	5.600.692
Proceeds from borrowings		0	6.600.785
Proceeds from Loans			6.600.785
Repayments of borrowings		-10.024.353	0
Loan Repayments		-10.024.353	
Interest paid	29	0	-1.000.093
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		-7.324.830	1.293.537
Net increase (decrease) in cash and cash equivalents	41	-7.324.830	1.293.537
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	41	8.888.394	6.785.223
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	41	1.563.564	8.078.760

Previous Period 01.01.2017 – 30.06.2017	Statement of changes in equity [abstract]															
	Statement of changes in equity [line items]															
	Equity at beginning of period		49.221.970	5.500.255	8.680.465	-1.117.894				960.423	-263.260	-13.300.120	49.681.859	0	49.681.859	
	Adjustments Related to Accounting Policy Changes															
	Adjustments Related to Required Changes in Accounting Policies															
	Adjustments Related to Voluntary Changes in Accounting Policies															
	Adjustments Related to Errors															
	Other Restatements															
	Restated Balances															
	Transfers										-13.300.120	13.300.120				
	Total Comprehensive Income (Loss)				-85.636	-57.584							-143.220		-143.220	
	Profit (loss)											-3.273.449	-3.273.449		-3.273.449	
	Other Comprehensive Income (Loss)															
	Issue of equity															
	Capital Decrease															
	Capital Advance															
	Effect of Merger or Liquidation or Division															
	Effects of Business Combinations Under Common Control															
	Advance Dividend Payments															
	Dividends Paid															
	Decrease through Other Distributions to Owners															
	Increase (Decrease) through Treasury Share Transactions															
	Increase (Decrease) through Share-Based Payment Transactions															
	Acquisition or Disposal of a Subsidiary															
	Increase (decrease) through changes in ownership interests in subsidiaries that do not result in loss of control, equity															
	Transactions with noncontrolling shareholders															
	Increase through Other Contributions by Owners															
	Amount Removed from Reserve of Cash Flow Hedges and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied															
	Amount Removed from Reserve of Change in Value of Time Value of Options and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied															
	Amount Removed from Reserve of Change in Value of Forward Elements of Forward Contracts and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied															
	Amount Removed from Reserve of Change in Value of Foreign Currency Basis Spreads and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied															
	Increase (decrease) through other changes, equity															
	Equity at end of period		49.221.970	5.500.255	8.594.849	-1.175.478				960.423	-13.563.380	-3.273.449	46.265.190	0	46.265.190	
	Current Period 01.01.2018 – 30.06.2018	Statement of changes in equity [abstract]														
		Statement of changes in equity [line items]														
		Equity at beginning of period		49.221.970	5.500.255	29.122.123	-1.138.613				960.423	-13.563.380	-186.146	69.916.632	0	69.916.632
Adjustments Related to Accounting Policy Changes																
Adjustments Related to Required Changes in Accounting Policies																
Adjustments Related to Voluntary Changes in Accounting Policies																
Adjustments Related to Errors																
Other Restatements																
Restated Balances																
Transfers											-186.146	186.146				
Total Comprehensive Income (Loss)					-528.958	-264.152							-793.110		-793.110	
Profit (loss)													429.042	429.042	0	
Other Comprehensive Income (Loss)																
Issue of equity																
Capital Decrease																
Capital Advance																
Effect of Merger or Liquidation or Division																
Effects of Business Combinations Under Common Control																
Advance Dividend Payments																
Dividends Paid																
Decrease through Other Distributions to Owners																

	Increase (Decrease) through Treasury Share Transactions														
	Increase (Decrease) through Share-Based Payment Transactions														
	Acquisition or Disposal of a Subsidiary														
	Increase (decrease) through changes in ownership interests in subsidiaries that do not result in loss of control, equity														
	Transactions with noncontrolling shareholders														
	Increase through Other Contributions by Owners														
	Amount Removed from Reserve of Cash Flow Hedges and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied														
	Amount Removed from Reserve of Change in Value of Time Value of Options and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied														
	Amount Removed from Reserve of Change in Value of Forward Elements of Forward Contracts and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied														
	Amount Removed from Reserve of Change in Value of Foreign Currency Basis Spreads and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied														
	Increase (decrease) through other changes, equity														
	Equity at end of period		49,221,970	5,500,255	28,593,165	-1,402,765			960,423	-13,749,526	429,042	69,552,564		0	69,552,564