

**KALESERAMİK ÇANAKKALE KALEBODUR SERAMİK SANAYİ
A.Ş.
Financial Report
Consolidated
2018 - 2. 3 Monthly Notification**

General Information About Financial Statements

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

Ara Dönem Konsolide Finansal Bilgilere İlişkin Sınırlı Denetim Raporu

Kaleseramik Çanakkale Kalebodur Seramik Sanayi A.Ş. Yönetim Kurulu'na

Giriş

Kaleseramik Çanakkale Kalebodur Seramik Sanayi Anonim Şirketinin ("Şirket") ile bağlı ortaklıklarının "Grup" 30 Haziran 2018 tarihli ilişikteki özet konsolide finansal durum tablosunun ve aynı tarihte sona eren altı aylık dönemine ait özet konsolide kâr veya zarar ve diğer kapsamlı gelir tablosunun, konsolide özkaynak değişim tablosunun ve konsolide nakit akış tablosunun sınırlı denetimini yürütmüş bulunuyoruz. Şirket Grup yönetimi, söz konusu ara dönem konsolide finansal bilgilerin 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 konsolide 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 konsolide 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 konsolide finansal bilgilerin sınırlı denetiminin kapsamı; Bağımsız Denetim Standartlarına uygun olarak yapılan ve amacı konsolide finansal tablolar hakkında bir görüş bildirmek olan bağımsız denetimin kapsamına kıyasla önemli ölçüde dardır. Sonuç olarak ara dönem konsolide 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

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

Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi

A member firm of Ernst & Young Global Limited

Ethem Kutucular, SMMM

Sorumlu Denetçi

16 Ağustos 2018

İstanbul, Türkiye

Statement of Financial Position (Balance Sheet)

Presentation Currency	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	5	23.644.772	19.464.297
Trade Receivables		608.059.030	400.424.177
Trade Receivables Due From Related Parties	6	5.651.963	7.210.107
Trade Receivables Due From Unrelated Parties	7	602.407.067	393.214.070
Other Receivables		5.691.374	5.698.308
Other Receivables Due From Unrelated Parties		5.691.374	5.698.308
Derivative Financial Assets	21	15.196.567	0
Inventories	8	288.087.603	254.372.707
Prepayments		23.842.341	9.876.339
Current Tax Assets		6.460	5.656
Other current assets		2.523.464	5.639.931
SUB-TOTAL		967.051.611	695.481.415
Total current assets		967.051.611	695.481.415
NON-CURRENT ASSETS			
Financial Investments	3	2.995.348	2.844.098
Financial Assets Available-for-Sale	3	2.336.037	2.293.127
Financial Assets at Fair Value Through Profit or Loss	3	659.311	550.971
Investment property		32.944.339	31.323.555
Property, plant and equipment	9	434.660.933	417.386.059
Intangible assets and goodwill	10	31.657.740	32.252.839
Prepayments		796.827	4.901.021
Deferred Tax Asset	19	16.662.859	8.600.301
Other Non-current Assets		322.133	211.926
Total non-current assets		520.040.179	497.519.799
Total assets		1.487.091.790	1.193.001.214
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current Borrowings	11	454.069.383	293.545.636
Current Portion of Non-current Borrowings	11	19.996.509	65.980.487
Trade Payables		315.003.367	265.433.139
Trade Payables to Related Parties	6	35.329.001	33.558.780
Trade Payables to Unrelated Parties	7	279.674.366	231.874.359
Employee Benefit Obligations		8.413.130	7.431.653
Other Payables		877.055	298.436
Other Payables to Unrelated Parties		877.055	298.436
Government Grants		555.408	615.935
Deferred Income		88.375.069	44.400.990
Current tax liabilities, current		4.811.220	3.245.983
Current provisions		21.757.242	16.083.624
Current provisions for employee benefits	14	14.055.021	9.090.508
Other current provisions	12	7.702.221	6.993.116
Other Current Liabilities		2.294.365	1.969.934
SUB-TOTAL		916.152.748	699.005.817
Total current liabilities		916.152.748	699.005.817
NON-CURRENT LIABILITIES			
Long Term Borrowings	11	204.922.298	132.751.232
Trade Payables		8.098.179	6.894.296
Trade Payables To Unrelated Parties	7	8.098.179	6.894.296
Non-current provisions		37.608.491	28.608.791
Non-current provisions for employee benefits	14	37.608.491	28.608.791
Deferred Tax Liabilities	19	2.787.474	2.671.472
Total non-current liabilities		253.416.442	170.925.791
Total liabilities		1.169.569.190	869.931.608
EQUITY			
Equity attributable to owners of parent		317.522.600	323.069.606
Issued capital	15	331.388.196	331.388.196
Inflation Adjustments on Capital	15	45.060.719	45.060.719

Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		-24.988.305	-17.036.478
Gains (Losses) on Revaluation and Remeasurement		-24.988.305	-17.036.478
Gains (Losses) on Remeasurements of Defined Benefit Plans		-24.988.305	-17.036.478
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		21.199.005	16.912.138
Exchange Differences on Translation		19.567.901	15.315.361
Gains (Losses) on Revaluation and Reclassification		1.631.104	1.596.777
Gains (Losses) on Remeasuring and/or Reclassification of Available-for-sale Financial Assets		1.631.104	1.596.777
Restricted Reserves Appropriated From Profits	15	10.867.455	10.744.814
Other reserves		1.889.304	1.889.304
Prior Years' Profits or Losses		-66.011.728	-49.098.057
Current Period Net Profit Or Loss		-1.882.046	-16.791.030
Total equity		317.522.600	323.069.606
Total Liabilities and Equity		1.487.091.790	1.193.001.214

Statement of Profit or Loss and Other Comprehensive Income

Presentation Currency	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 Profit or Loss and Other Comprehensive Income					
PROFIT (LOSS)					
Revenue		678.067.708	554.723.296		
Cost of sales		-492.463.515	-397.031.360		
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		185.604.193	157.691.936		
GROSS PROFIT (LOSS)		185.604.193	157.691.936		
General Administrative Expenses		-39.847.230	-33.909.305		
Marketing Expenses		-101.579.957	-85.172.542		
Research and development expense		-6.882.114	-5.788.412		
Other Income from Operating Activities	17	54.934.751	44.102.606		
Other Expenses from Operating Activities	17	-37.571.695	-43.848.263		
PROFIT (LOSS) FROM OPERATING ACTIVITIES		54.657.948	33.076.020		
Investment Activity Income		77.699	1.352.315		
Share of Profit (Loss) from Investments Accounted for Using Equity Method	3	101.510	80.026		
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		54.837.157	34.508.361		
Finance income	18	16.230.756	8.653.822		
Finance costs	18	-74.606.602	-39.046.124		
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		-3.538.689	4.116.059		
Tax (Expense) Income, Continuing Operations		1.656.643	-1.370.467		
Current Period Tax (Expense) Income	19	-4.938.575	-7.825.224		
Deferred Tax (Expense) Income	19	6.595.218	6.454.757		
PROFIT (LOSS) FROM CONTINUING OPERATIONS		-1.882.046	2.745.592		
PROFIT (LOSS)		-1.882.046	2.745.592		
Profit (loss), attributable to [abstract]					
Non-controlling Interests		0	0		
Owners of Parent		-1.882.046	2.745.592		
Earnings per share [abstract]					
Earnings per share [line items]					
Basic earnings per share					
Diluted Earnings Per Share					
OTHER COMPREHENSIVE INCOME					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		-7.951.827	-1.801.112		
Gains (Losses) on Remeasurements of Defined Benefit Plans	14	-9.917.617	-2.223.758		
Share of Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will not be Reclassified to Profit or Loss		6.830	-17.658		
Gains (Losses) on Remeasurements of Defined Benefit Plans of Associates and Joint Ventures Accounted for Using Equity Method	3	6.830	-17.658		
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss		1.958.960	440.304		
Taxes Relating to Remeasurements of Defined Benefit Plans		1.958.960	440.304		
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		4.286.867	1.978.449		
Exchange Differences on Translation		4.252.540	1.688.475		
Gains (Losses) on Exchange Differences on Translation		4.252.540	1.688.475		
Gains (Losses) on Remeasuring or Reclassification Adjustments on Available-for-sale Financial Assets		42.910	362.467		
Gains (losses) on Remeasuring Available-for-sale Financial Assets	3	42.910	362.467		
Taxes Relating to Components of Other Comprehensive Income that will be Reclassified to Profit or Loss		-8.583	-72.493		
Taxes Relating to Gains (Losses) on Remeasuring or Reclassification Adjustments on Available-for-sale Financial Assets		-8.583	-72.493		
OTHER COMPREHENSIVE INCOME (LOSS)		-3.664.960	177.337		
TOTAL COMPREHENSIVE INCOME (LOSS)		-5.547.006	2.922.929		

Total Comprehensive Income Attributable to					
Non-controlling Interests		0	0		
Owners of Parent		-5.547.006	2.922.929		

Statement of cash flows (Indirect Method)

Presentation Currency	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		-63.287.464	-41.827.497
Profit (Loss)		-1.882.046	2.745.592
Adjustments to Reconcile Profit (Loss)		110.702.197	73.633.472
Adjustments for depreciation and amortisation expense	16	30.501.263	28.445.207
Adjustments for Impairment Loss (Reversal of Impairment Loss)		6.259.485	6.617.387
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables	7	2.534.330	1.874.708
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories		3.725.155	4.742.679
Adjustments for provisions		13.205.322	10.243.713
Adjustments for (Reversal of) Provisions Related with Employee Benefits	14	7.033.253	4.942.841
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions	17	0	1.384.723
Adjustments for (Reversal of) Other Provisions	14	6.172.069	3.916.149
Adjustments for Interest (Income) Expenses		33.196.155	25.655.814
Adjustments for interest expense	18	33.196.155	25.655.814
Adjustments for Losses (Gains) on Barter Transactions		-15.196.567	0
Adjustments for unrealised foreign exchange losses (gains)		43.863.286	3.192.911
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method	3	-101.510	-80.026
Adjustments for Tax (Income) Expenses		-1.656.643	1.370.467
Adjustments for losses (gains) on disposal of non-current assets		-77.699	-1.352.315
Other adjustments to reconcile profit (loss)		709.105	-459.686
Changes in Working Capital		-158.255.609	-108.259.914
Adjustments for decrease (increase) in trade accounts receivable		-210.510.919	-109.254.481
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		6.934	626.532
Adjustments for decrease (increase) in inventories		-37.468.266	-7.608.573
Adjustments for increase (decrease) in trade accounts payable		50.774.111	16.516.371
Adjustments for increase (decrease) in other operating payables		1.824.000	-520.638
Other Adjustments for Other Increase (Decrease) in Working Capital		37.118.531	-8.019.125
Cash Flows from (used in) Operations		-49.435.458	-31.880.850
Payments Related with Provisions for Employee Benefits	14	-4.780.981	-3.368.685
Payments Related with Other Provisions		-5.696.882	-1.625.136
Income taxes refund (paid)		-3.374.143	-835.649
Other inflows (outflows) of cash			-4.117.177
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		-45.272.388	-13.534.299
Cash Receipts from Sales of Equity or Debt Instruments of Other Entities			459.686
Proceeds from sales of property, plant, equipment and intangible assets		805.309	3.721.525
Purchase of Property, Plant, Equipment and Intangible Assets		-46.077.697	-17.715.510
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		112.740.327	52.048.667
Proceeds from borrowings		538.992.105	433.636.656
Repayments of borrowings		-398.166.847	-359.921.704
Interest paid		-28.084.931	-21.666.285
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		4.180.475	-3.313.129
Net increase (decrease) in cash and cash equivalents		4.180.475	-3.313.129
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5	19.464.297	34.470.256
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	23.644.772	31.157.127

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		331.388.196	45.060.719	-12.226.019	11.092.751		1.323.836	10.392.407	1.889.304	-39.197.871	-9.547.778	-48.745.649	340.175.545	0	340.175.545
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								352.407		-9.900.185	9.547.778	-352.407	0	0	0
Total Comprehensive Income (Loss)				-1.801.112	1.688.475		289.974				2.745.592	2.745.592	2.922.929		2.922.929
Profit (loss)											2.745.592	2.745.592	2.745.592		2.745.592
Other Comprehensive Income (Loss)				-1.801.112	1.688.475		289.974						177.337		177.337
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		331.388.196	45.060.719	-14.027.131	12.781.226		1.613.810	10.744.814	1.889.304	-49.098.056	2.745.592	-46.352.464	343.098.474	0	343.098.474

Statement of changes in equity (abstract)

Statement of changes in equity (line items)

Equity at beginning of period		331.388.196	45.060.719	-17.036.478	15.315.361		1.596.777	10.744.814	1.889.304	-49.098.057	-16.791.030	-65.889.087	323.069.606	0	323.069.606
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							34.327	122.641		-16.913.671	16.791.030	-122.641	0	0	0
Total Comprehensive Income (Loss)				-7.951.827	4.252.540		34.327				-1.882.046	-1.882.046	-5.547.006	0	-5.547.006
Profit (loss)											-1.882.046	-1.882.046	-1.882.046	0	-1.882.046
Other Comprehensive Income (Loss)				-7.951.827	4.252.540		34.327						-3.664.960	0	-3.664.960
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															

Current Period 01.01.2018 - 30.06.2018																
	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															
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	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		331.388.196	45.060.719	-24.988.305	19.567.901		1.631.104	10.867.455	1.889.304	-66.011.728	-1.882.046	-67.893.774	317.522.600	0	317.522.600