

**DEMİSAŞ DÖKÜM EMAYE MAMÜLLERİ SANAYİ A.Ş.**  
**Financial Report**  
**Unconsolidated**  
**2018 - 3. 3 Monthly Notification**

General Information About Financial Statements

# Statement of Financial Position (Balance Sheet)

|                                |                |
|--------------------------------|----------------|
| Presentation Currency          | TL             |
| Nature of Financial Statements | Unconsolidated |

|   | Footnote Reference | Current Period<br>30.09.2018 | Previous Period<br>31.12.2017 |
|---|--------------------|------------------------------|-------------------------------|
| <b>Statement of Financial Position (Balance Sheet)</b>  |                    |                              |                               |
| <b>Assets [abstract]</b>  |                    |                              |                               |
| <b>CURRENT ASSETS</b>   |                    |                              |                               |
| Cash and cash equivalents   | 6                  | 42.086.545                   | 19.145.460                    |
| Trade Receivables   | 10                 | 89.491.112                   | 75.986.659                    |
| Trade Receivables Due From Related Parties  | 37                 | 0                            | 0                             |
| Trade Receivables Due From Unrelated Parties  | 10                 | 89.491.112                   | 75.986.659                    |
| Other Receivables   | 11                 | 3.767.913                    | 780.845                       |
| Other Receivables Due From Related Parties  |                    | 0                            | 0                             |
| Other Receivables Due From Unrelated Parties  | 11                 | 3.767.913                    | 780.845                       |
| Derivative Financial Assets   | 14                 | 0                            | 0                             |
| Inventories   | 13                 | 52.254.939                   | 31.866.101                    |
| Prepayments   | 26                 | 2.353.661                    | 1.345.269                     |
| Current Tax Assets  | 35                 | 23.170                       | 45.573                        |
| Other current assets  | 26                 | 297.432                      | 413.525                       |
| <b>SUB-TOTAL</b>  |                    | <b>190.274.772</b>           | <b>129.583.432</b>            |
| <b>Total current assets</b>   |                    | <b>190.274.772</b>           | <b>129.583.432</b>            |
| <b>NON-CURRENT ASSETS</b>   |                    |                              |                               |
| Financial Investments   | 7                  | 526.535                      | 94.910                        |
| Property, plant and equipment   | 18                 | 109.419.125                  | 96.402.357                    |
| Intangible assets and goodwill  |                    | 453.293                      | 307.486                       |
| Goodwill  | 20                 | 0                            | 0                             |
| Other intangible assets   | 19                 | 453.293                      | 307.486                       |
| Prepayments   | 26                 | 0                            | 0                             |
| Deferred Tax Asset  | 35                 | 3.740.108                    | 3.020.408                     |
| <b>Total non-current assets</b>   |                    | <b>114.139.061</b>           | <b>99.825.161</b>             |
| <b>Total assets</b>   |                    | <b>304.413.833</b>           | <b>229.408.593</b>            |
| <b>LIABILITIES AND EQUITY</b>   |                    |                              |                               |
| <b>CURRENT LIABILITIES</b>  |                    |                              |                               |
| Current Borrowings  | 8                  | 22.079.954                   | 47.327.887                    |
| Current Portion of Non-current Borrowings   | 8                  | 20.289.074                   | 19.403.290                    |
| Trade Payables  | 10                 | 59.439.218                   | 33.401.371                    |
| Trade Payables to Related Parties   | 10,37              | 1.810.911                    | 1.349.763                     |
| Trade Payables to Unrelated Parties   | 10                 | 57.628.307                   | 32.051.608                    |
| Employee Benefit Obligations  | 12                 | 4.490.068                    | 3.061.679                     |
| Other Payables  | 11                 | 715.072                      | 1.056.548                     |
| Other Payables to Related Parties   | 11,37              | 4.345                        | 4.345                         |
| Other Payables to Unrelated Parties   | 11                 | 710.727                      | 1.052.203                     |
| Derivative Financial Liabilities  | 14                 | 0                            | 706.775                       |
| Deferred Income   | 26                 | 40                           | 18.068                        |
| Current tax liabilities, current  | 35                 | 5.512.586                    | 0                             |
| Current provisions  | 22                 | 3.763.343                    | 5.357.301                     |
| Current provisions for employee benefits  |                    | 2.219.490                    | 3.673.410                     |
| Other current provisions  |                    | 1.543.853                    | 1.683.891                     |
| Other Current Liabilities   | 26                 | 99.715                       | 93.456                        |
| <b>SUB-TOTAL</b>  |                    | <b>116.389.070</b>           | <b>110.426.375</b>            |
| <b>Total current liabilities</b>  |                    | <b>116.389.070</b>           | <b>110.426.375</b>            |
| <b>NON-CURRENT LIABILITIES</b>  |                    |                              |                               |
| Long Term Borrowings  | 8                  | 58.105.544                   | 43.449.252                    |
| Non-current provisions  | 24                 | 17.672.946                   | 14.471.434                    |
| Non-current provisions for employee benefits  | 24                 | 17.672.946                   | 14.471.434                    |
| Deferred Tax Liabilities  | 35                 | 0                            | 0                             |
| <b>Total non-current liabilities</b>  |                    | <b>75.778.490</b>            | <b>57.920.686</b>             |
| <b>Total liabilities</b>  |                    | <b>192.167.560</b>           | <b>168.347.061</b>            |
| <b>EQUITY</b>   |                    |                              |                               |
| Equity attributable to owners of parent   | 27                 | 112.246.273                  | 61.061.532                    |
| Issued capital  |                    | 52.500.000                   | 35.000.000                    |
| Inflation Adjustments on Capital  |                    | 12.875.847                   | 12.875.847                    |
| Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss |                    | 10.222.923                   | 2.341.389                     |
|   |                    |                              |                               |

|   |  |             |             |
|---|--|-------------|-------------|
| Gains (Losses) on Revaluation and Remeasurement   |  | 10.222.923  | 2.341.389   |
| Other Gains (Losses)  |  | 0           | 0           |
| Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss |  | 0           | 0           |
| Restricted Reserves Appropriated From Profits   |  | 3.257.717   | 3.257.717   |
| Prior Years' Profits or Losses  |  | 7.024.670   | 2.248.600   |
| Current Period Net Profit Or Loss   |  | 26.365.116  | 5.337.979   |
| Non-controlling interests   |  | 0           | 0           |
| Total equity  |  | 112.246.273 | 61.061.532  |
| Total Liabilities and Equity  |  | 304.413.833 | 229.408.593 |

# Profit or loss [abstract]

|                                |                |
|--------------------------------|----------------|
| Presentation Currency          | TL             |
| Nature of Financial Statements | Unconsolidated |

|  | Footnote Reference | Current Period<br>01.01.2018 -<br>30.09.2018 | Previous Period<br>01.01.2017 -<br>30.09.2017 | Current Period 3<br>Months<br>01.07.2018 -<br>30.09.2018 | Previous Period<br>3 Months<br>01.07.2017 -<br>30.09.2017 |
|--|--------------------|--|---|--|---|
| Profit or loss [abstract]                                  |                    |  |   |  |   |
| PROFIT (LOSS)  |                    |  |   |  |   |
| Revenue  | 28                 | 267.658.995                                  | 195.590.271                                   | 98.447.694   | 63.826.884  |
| Cost of sales  | 28                 | -212.176.514                                 | -168.432.011                                  | -72.814.073  | -54.644.595   |
| GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS             |                    | 55.482.481                                   | 27.158.260                                    | 25.633.621   | 9.182.289   |
| GROSS PROFIT (LOSS)  |                    | 55.482.481                                   | 27.158.260                                    | 25.633.621   | 9.182.289   |
| General Administrative Expenses                            | 29                 | -5.819.284                                   | -5.075.302                                    | -2.116.477   | -1.592.362  |
| Marketing Expenses   | 29                 | -9.542.702                                   | -7.313.784                                    | -3.414.442   | -2.427.474  |
| Research and development expense                           | 29                 | -57.801                                      | -46.779                                       | -20.404  | -16.686   |
| Other Income from Operating Activities                     | 31                 | 41.385.515                                   | 12.357.382                                    | 26.042.664   | 3.049.063   |
| Other Expenses from Operating Activities                   | 31                 | -32.952.346                                  | -11.597.813                                   | -23.144.252  | -2.013.317  |
| PROFIT (LOSS) FROM OPERATING ACTIVITIES                    |                    | 48.495.863                                   | 15.481.964                                    | 22.980.710   | 6.181.513   |
| Investment Activity Income                                 | 32                 | 56.978                                       | 81.569  | 27.077   | 0   |
| Investment Activity Expenses                               | 32                 | 0  | 0   | 0  | 0   |
| PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)            |                    | 48.552.841                                   | 15.563.533                                    | 23.007.787   | 6.181.513   |
| Finance income   | 33                 | 13.273.734                                   | 4.497.781                                     | 11.330.058   | 901.628   |
| Finance costs  | 33                 | -31.009.661                                  | -18.133.849                                   | -20.347.043  | -5.255.150  |
| PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX       |                    | 30.816.914                                   | 1.927.465                                     | 13.990.802   | 1.827.991   |
| Tax (Expense) Income, Continuing Operations                | 35                 | -4.451.798                                   | -402.499                                      | -2.943.706   | -338.927  |
| Current Period Tax (Expense) Income                        |                    | -5.627.122                                   | 0   | -2.653.696   | 0   |
| Deferred Tax (Expense) Income                              |                    | 1.175.324                                    | -402.499                                      | -290.010   | -338.927  |
| PROFIT (LOSS) FROM CONTINUING OPERATIONS                   |                    | 26.365.116                                   | 1.524.966                                     | 11.047.096   | 1.489.064   |
| PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS            |                    | 0  | 0   | 0  | 0   |
| PROFIT (LOSS)  |                    | 26.365.116                                   | 1.524.966                                     | 11.047.096   | 1.489.064   |
| Profit (loss), attributable to [abstract]                  |                    |  |   |  |   |
| Non-controlling Interests                                  |                    | 0  | 0   | 0  | 0   |
| Owners of Parent   |                    | 26.365.116                                   | 1.524.966                                     | 11.047.096   | 1.489.064   |
| Earnings per share [abstract]                              |                    |  |   |  |   |
| Earnings per share [line items]                            |                    |  |   |  |   |
| Basic earnings per share                                   |                    |  |   |  |   |
| Basic Earnings (Loss) Per Share from Continuing Operations |                    |  |   |  |   |
| Pay Başına Kazanç  | 36                 | 0,50220000                                   | 0,04360000                                    | 0,21040000   | 0,04250000  |
| Diluted Earnings Per Share                                 |                    |  |   |  |   |

# Statement of Other Comprehensive Income

|                                |                |
|--------------------------------|----------------|
| Presentation Currency          | TL             |
| Nature of Financial Statements | Unconsolidated |

|  | Footnote Reference | Current Period<br>01.01.2018 -<br>30.09.2018 | Previous Period<br>01.01.2017 -<br>30.09.2017 | Current Period 3<br>Months<br>01.07.2018 -<br>30.09.2018 | Previous Period<br>3 Months<br>01.07.2017 -<br>30.09.2017 |
|--|--------------------|--|---|--|---|
| Statement of Other Comprehensive Income  |                    |  |   |  |   |
| PROFIT (LOSS)  |                    | 26.365.116                                   | 1.524.966                                     | 11.047.096   | 1.489.064   |
| OTHER COMPREHENSIVE INCOME   |                    |  |   |  |   |
| Other Comprehensive Income that will not be Reclassified to Profit or Loss                                 |                    | 7.881.534                                    | -930.689                                      | 15.906   | 215.333   |
| Gains (Losses) on Revaluation of Property, Plant and Equipment   | 18                 | 10.765.946                                   | 0   | 110.989  | 0   |
| Gains (Losses) on Remeasurements of Defined Benefit Plans  | 24                 | -2.259.771                                   | -1.163.361                                    | -104.980   | 269.167   |
| Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss |                    | -624.641                                     | 232.672                                       | 9.897  | -53.834   |
| Taxes Relating to Gains (Losses) on Revaluation of Property, Plant and Equipment                           | 18                 | -1.076.595                                   | 0   | -11.099  | 0   |
| Taxes Relating to Remeasurements of Defined Benefit Plans  | 24                 | 451.954                                      | 232.672                                       | 20.996   | -53.834   |
| Other Comprehensive Income That Will Be Reclassified to Profit or Loss                                     |                    | 0  | 0   | 0  | 0   |
| OTHER COMPREHENSIVE INCOME (LOSS)  |                    | 7.881.534                                    | -930.689                                      | 15.906   | 215.333   |
| TOTAL COMPREHENSIVE INCOME (LOSS)  |                    | 34.246.650                                   | 594.277                                       | 11.063.002   | 1.704.397   |
| Total Comprehensive Income Attributable to   |                    |  |   |  |   |
| Non-controlling Interests  |                    | 0  | 0   | 0  | 0   |
| Owners of Parent   |                    | 34.246.650                                   | 594.277                                       | 11.063.002   | 1.704.397   |

# Statement of cash flows (Indirect Method)

|                                |                |
|--------------------------------|----------------|
| Presentation Currency          | TL             |
| Nature of Financial Statements | Unconsolidated |

|  | Footnote Reference | Current Period<br>01.01.2018 - 30.09.2018 | Previous Period<br>01.01.2017 - 30.09.2017 |
|--|--------------------|---|--|
| <b>Statement of cash flows (Indirect Method)</b>   |                    |   |  |
| <b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>  |                    | <b>52.131.014</b>                         | <b>23.186.417</b>                          |
| Profit (Loss)  |                    | 26.365.116                                | 1.524.966                                  |
| <b>Adjustments to Reconcile Profit (Loss)</b>  |                    | <b>37.114.169</b>                         | <b>28.967.633</b>                          |
| Adjustments for depreciation and amortisation expense  | 18,19              | 8.812.963                                 | 8.584.477                                  |
| Adjustments for Impairment Loss (Reversal of Impairment Loss)                                  |                    | -343.153                                  | -676.892                                   |
| Adjustments for Impairment Loss (Reversal of Impairment Loss ) of Receivables                  | 10                 | 0   | 0  |
| Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories                   | 13                 | -228.726                                  | -676.892                                   |
| Adjustments for Impairment Loss (Reversal of Impairment Loss) of Property, Plant and Equipment |                    | -114.427                                  | 0  |
| Adjustments for provisions   |                    | 1.121.185                                 | 2.783.269                                  |
| Adjustments for (Reversal of) Provisions Related with Employee Benefits                        | 24                 | 1.261.223                                 | 2.480.948                                  |
| Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions                                | 22                 | -91.095                                   | 308.381                                    |
| Adjustments for (Reversal of) Other Provisions   | 22                 | -48.943                                   | -6.060                                     |
| Adjustments for Interest (Income) Expenses   |                    | 4.215.738                                 | 6.744.809                                  |
| Adjustments for Interest Income  | 33                 | -880.398                                  | -182.652                                   |
| Adjustments for interest expense   | 33                 | 7.192.438                                 | 6.607.564                                  |
| Deferred Financial Expense from Credit Purchases   | 10                 | -2.271.406                                | 300.825                                    |
| Unearned Financial Income from Credit Sales  | 10                 | 175.104                                   | 19.072                                     |
| Adjustments for unrealised foreign exchange losses (gains)                                     | 8,33               | 19.492.486                                | 4.630.002                                  |
| Adjustments for fair value losses (gains)  |                    | -596.100                                  | 6.571.300                                  |
| Adjustments for Fair Value (Gains) Losses on Derivative Financial Instruments                  | 13                 | -596.100                                  | 6.571.300                                  |
| Adjustments for Tax (Income) Expenses  | 35                 | 4.451.798                                 | 402.499                                    |
| Adjustments for losses (gains) on disposal of non-current assets                               | 32                 | -40.748                                   | -71.831                                    |
| <b>Changes in Working Capital</b>  |                    | <b>-9.497.189</b>                         | <b>-5.208.889</b>                          |
| Decrease (Increase) in Financial Investments   | 7                  | -20.937                                   | 0  |
| Adjustments for decrease (increase) in trade accounts receivable                               | 10                 | -14.821.170                               | -6.592.840                                 |
| Decrease (Increase) in Trade Accounts Receivables from Related Parties                         |                    | 0   | 0  |
| Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties                       |                    | -14.821.170                               | -6.592.840                                 |
| Adjustments for Decrease (Increase) in Other Receivables Related with Operations               | 11                 | -2.987.068                                | 305.726                                    |
| Decrease (Increase) in Other Related Party Receivables Related with Operations                 |                    | 0   | 0  |
| Decrease (Increase) in Other Unrelated Party Receivables Related with Operations               |                    | -2.987.068                                | 305.726                                    |
| Decrease (Increase) in Derivative Financial Assets   | 14                 | 0   | 129.080                                    |
| Adjustments for decrease (increase) in inventories   | 13                 | -20.160.112                               | -6.206.334                                 |
| Decrease (Increase) in Prepaid Expenses  | 26                 | -1.008.392                                | 1.037.723                                  |
| Adjustments for increase (decrease) in trade accounts payable                                  | 10                 | 28.309.253                                | 3.332.031                                  |
| Increase (Decrease) in Trade Accounts Payables to Related Parties                              |                    | 461.148                                   | -1.004.210                                 |
| Increase (Decrease) in Trade Accounts Payables to Unrelated Parties                            |                    | 27.848.105                                | 4.336.241                                  |
| Increase (Decrease) in Employee Benefit Liabilities  | 12                 | 1.428.388                                 | 2.134.673                                  |
| Adjustments for increase (decrease) in other operating payables                                | 11                 | -341.476                                  | 26.690                                     |
| Increase (Decrease) in Other Operating Payables to Related Parties                             |                    | 0   | 0  |
| Increase (Decrease) in Other Operating Payables to Unrelated Parties                           |                    | -341.476                                  | 26.690                                     |
| Increase (Decrease) in Deferred Income   | 26                 | -18.028                                   | 4.966                                      |
| Other Adjustments for Other Increase (Decrease) in Working Capital                             |                    | 122.353                                   | 619.396                                    |
| <b>Cash Flows from (used in) Operations</b>  |                    | <b>53.982.096</b>                         | <b>25.283.710</b>                          |
| Payments Related with Provisions for Employee Benefits   | 24                 | -1.773.402                                | -2.095.753                                 |
| Income taxes refund (paid)   | 35                 | -77.680                                   | -1.540                                     |
| <b>CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES</b>  |                    | <b>-11.133.490</b>                        | <b>-4.111.653</b>                          |
| Proceeds from sales of property, plant, equipment and intangible assets                        | 18,19              | 177.228                                   | 79.858                                     |
| Purchase of Property, Plant, Equipment and Intangible Assets                                   | 18,19,32           | -11.310.718                               | -4.191.511                                 |

|   |    |              |             |
|---|----|--------------|-------------|
| CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES  |    | -18.131.847  | -18.375.262 |
| Proceeds from Issuing Shares or Other Equity Instruments                                    |    | 17.500.000   | 0           |
| Proceeds from issuing shares  | 27 | 17.500.000   | 0           |
| Proceeds from borrowings  | 8  | 76.701.102   | 80.965.874  |
| Repayments of borrowings  | 8  | -105.153.829 | -84.467.104 |
| Cash Receipts from Future Contracts, Forward Contracts, Option Contracts and Swap Contracts | 14 | -110.675     | -4.082.195  |
| Interest paid   | 33 | -7.873.435   | -10.974.289 |
| Interest Received   |    | 804.990      | 182.452     |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES |    | 22.865.677   | 699.502     |
| Net increase (decrease) in cash and cash equivalents  |    | 22.865.677   | 699.502     |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD                                    | 6  | 19.145.460   | 8.583.224   |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD  | 6  | 42.011.137   | 9.282.726   |

[illegible]



|   |  |  |            |            |  |           |  |         |  |  |  |           |           |            |             |             |
|---|--|--|------------|------------|--|-----------|--|---------|--|--|--|-----------|-----------|------------|-------------|-------------|
| Current Period<br>01.01.2018 - 30.09.2018 |  |  |            |            |  |           |  |         |  |  |  |           |           |            |             |             |
|   | 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  |  |            |            |  |           |  |         |  |  |  |           |           |            |             |             |
|   | 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  |  | 52.500.000 | 12.875.847 |  | 9.689.351 |  | 533.572 |  |  |  | 3.257.717 | 7.024.670 | 26.365.116 | 112.246.273 | 112.246.273 |