

NETAŞ TELEKOMÜNİKASYON A.Ş.
Financial Report
Consolidated
2019 - 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 Özet Finansal Tablolara İlişkin Sınırlı Denetim Raporu

Netaş Telekomünikasyon A.Ş. Yönetim Kurulu'na;

Giriş

Netaş Telekomünikasyon Anonim Şirketi'nin ("Şirket") ile bağlı ortaklıklarının (hep birlikte "Grup" olarak anılacaktır) 30 Haziran 2019 tarihli ilişikteki ara dönem özet konsolide finansal durum tablosunun ve aynı tarihte sona eren altı aylık ara hesap dönemine ait özet konsolide kar veya zarar ve diğer kapsamlı gelir tablosunun, özkaynak değişim tablosunun ve nakit akış tablosu ile önemli muhasebe politikalarının özetinin ve diğer açıklayıcı dipnotlarının sınırlı denetimini yürütmüş bulunuyoruz. Şirket yönetimi, söz konusu ara dönem özet konsolide finansal tabloların Türkiye Muhasebe Standardı 34 ("TMS 34"), Ara Dönem Finansal Raporlama Standardı'na uygun olarak hazırlanmasından ve gerçeğe uygun bir biçimde sunumundan sorumludur. Sorumluluğumuz, yaptığımız sınırlı denetime dayanarak söz konusu ara dönem özet konsolide finansal tablolara 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 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

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

Diğer Hususlar

Grup'un Türkiye Muhasebe Standartları'na uygun olarak 31 Aralık 2018 tarihi itibarıyla düzenlenmiş konsolide finansal tablolarının denetimi ve 30 Haziran 2018 tarihi itibarıyla düzenlenmiş ara dönem özet konsolide finansal tablolarının sınırlı denetimi bir başka denetim şirketi tarafından gerçekleştirilmiştir. Söz konusu denetim şirketi hem 8 Mart 2019 tarihli denetim raporunda ve hem de 15 Ağustos 2018 tarihli sınırlı denetim raporunda olumlu görüş beyan etmiştir.

Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi

A member firm of Ernst & Young Global Limited

Sinem Arı Öz, SMMM

Sorumlu Denetçi

8 Ağustos 2019

İstanbul, Türkiye

Statement of Financial Position (Balance Sheet)

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 30.06.2019	Previous Period 31.12.2018
Statement of Financial Position (Balance Sheet)			
Assets [abstract]			
CURRENT ASSETS			
Cash and cash equivalents	5	294.168.461	192.787.683
Trade Receivables		924.168.714	916.704.334
Trade Receivables Due From Related Parties	25	178.729	7.142
Trade Receivables Due From Unrelated Parties	7	923.989.985	916.697.192
Other Receivables		433.791	1.728.286
Other Receivables Due From Unrelated Parties	8	433.791	1.728.286
Contract Assets		347.938.306	305.680.684
Contract Assets from Sale of Goods and Service Contracts	4	347.938.306	305.680.684
Inventories	9	119.774.443	89.377.544
Prepayments	10	7.589.955	13.361.876
Other current assets	18	58.439.808	44.113.644
SUB-TOTAL		1.752.513.478	1.563.754.051
Total current assets		1.752.513.478	1.563.754.051
NON-CURRENT ASSETS			
Financial Investments		5.293.683	4.733.887
Trade Receivables		60.264.672	54.296.299
Trade Receivables Due From Unrelated Parties	7	60.264.672	54.296.299
Investments accounted for using equity method	3	8.507.478	7.784.350
Property, plant and equipment	11	122.986.082	51.441.407
Right of Use Assets	12	57.604.914	0
Intangible assets and goodwill		140.978.695	129.450.068
Goodwill	13	105.480.094	96.422.343
Other intangible assets	13	35.498.601	33.027.725
Prepayments	10	290.923	554.765
Deferred Tax Asset	23	30.579.691	24.022.688
Other Non-current Assets	18	27.407.054	25.401.602
Total non-current assets		453.913.192	297.685.066
Total assets		2.206.426.670	1.861.439.117
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current Borrowings		693.617.729	487.836.269
Current Borrowings From Related Parties			0
Current Borrowings From Unrelated Parties		693.617.729	487.836.269
Bank Loans	6	673.146.110	487.836.269
Lease Liabilities	6	20.471.619	0
Trade Payables		311.575.147	298.956.476
Trade Payables to Related Parties	25	16.466.401	353.107
Trade Payables to Unrelated Parties	7	295.108.746	298.603.369
Employee Benefit Obligations	17	30.435.971	22.373.870
Other Payables		12.090.236	17.064.203
Other Payables to Unrelated Parties	8	12.090.236	17.064.203
Contract Liabilities		123.165.127	83.881.957
Contract Liabilities from Sale of Goods and Service Contracts	4	123.165.127	83.881.957
Current tax liabilities, current		0	5.064.848
Current provisions		34.129.686	34.856.887
Current provisions for employee benefits	15	26.010.971	28.613.313
Other current provisions	15	8.118.715	6.243.574
Other Current Liabilities	4	68.051.786	66.589.646
Other Current Liabilities to Unrelated Parties		68.051.786	66.589.646
SUB-TOTAL		1.273.065.682	1.016.624.156
Total current liabilities		1.273.065.682	1.016.624.156
NON-CURRENT LIABILITIES			
Long Term Borrowings		96.426.506	0
Long Term Borrowings From Unrelated Parties		96.426.506	0
Bank Loans	6	56.701.139	0
Lease Liabilities	6	39.725.367	0

Trade Payables		62.326	57.416
Trade Payables To Unrelated Parties	7	62.326	57.416
Non-current provisions		24.667.468	29.265.838
Non-current provisions for employee benefits	17	24.667.468	29.265.838
Deferred Tax Liabilities	23	8.707.685	1.826.769
Total non-current liabilities		129.863.985	31.150.023
Total liabilities		1.402.929.667	1.047.774.179
EQUITY			
Equity attributable to owners of parent		803.032.554	813.664.938
Issued capital	19	64.864.800	64.864.800
Inflation Adjustments on Capital		41.612.160	41.612.160
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		551.130.592	487.612.954
Gains (Losses) on Revaluation and Remeasurement		-7.862.007	-7.862.007
Gains (Losses) on Remeasurements of Defined Benefit Plans		-7.862.007	-7.862.007
Exchange Differences on Translation		558.992.599	495.474.961
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		46.582.405	28.564.108
Exchange Differences on Translation		46.582.405	28.564.108
Restricted Reserves Appropriated From Profits		34.897.360	34.897.360
Prior Years' Profits or Losses		156.113.556	175.927.647
Current Period Net Profit Or Loss		-92.168.319	-19.814.091
Non-controlling interests		464.449	
Total equity		803.497.003	813.664.938
Total Liabilities and Equity		2.206.426.670	1.861.439.117

Statement of Profit or Loss and Other Comprehensive Income

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2019 - 30.06.2019	Previous Period 01.01.2018 - 30.06.2018	Current Period 3 Months 01.04.2019 - 30.06.2019	Previous Period 3 Months 01.04.2018 - 30.06.2018
Statement of Profit or Loss and Other Comprehensive Income					
PROFIT (LOSS)					
Revenue	20	565.521.166	407.900.763	346.106.901	218.691.981
Cost of sales	4	-530.377.874	-371.103.650	-320.167.838	-202.110.381
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		35.143.292	36.797.113	25.939.063	16.581.600
GROSS PROFIT (LOSS)		35.143.292	36.797.113	25.939.063	16.581.600
General Administrative Expenses		-34.469.738	-17.838.557	-17.862.325	-8.393.446
Marketing Expenses		-36.665.117	-28.249.062	-18.551.520	-15.035.153
Research and development expense		-3.781.287	-4.878.328	-781.833	0
Other Income from Operating Activities	21	22.091.468	3.655.221	5.380.515	1.430.344
Other Expenses from Operating Activities	21	-46.815.436	-41.949.393	-31.146.019	-37.377.248
PROFIT (LOSS) FROM OPERATING ACTIVITIES		-64.496.818	-52.463.006	-37.022.119	-42.793.903
Investment Activity Income		15.829	12.380	5.054	12.380
Investment Activity Expenses		-4.528	-15.850	-3.938	-7.484
Share of Profit (Loss) from Investments Accounted for Using Equity Method	3	281.231	135.768	196.510	339.555
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		-64.204.286	-52.330.708	-36.824.493	-42.449.452
Finance income	22	53.542.911	69.596.571	15.504.244	56.989.358
Finance costs	22	-80.922.456	-35.506.312	-39.377.306	-21.327.014
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		-91.583.831	-18.240.449	-60.697.555	-6.787.108
Tax (Expense) Income, Continuing Operations		-618.223	-4.778.987	-6.091.206	-13.521.635
Current Period Tax (Expense) Income	23	-88.692	-77.410	-88.692	-77.410
Deferred Tax (Expense) Income	23	-529.531	-4.701.577	-6.002.514	-13.444.225
PROFIT (LOSS) FROM CONTINUING OPERATIONS		-92.202.054	-23.019.436	-66.788.761	-20.308.743
PROFIT (LOSS)		-92.202.054	-23.019.436	-66.788.761	-20.308.743
Profit (loss), attributable to [abstract]					
Non-controlling Interests		-33.735	0	-33.735	0
Owners of Parent		-92.168.319	-23.019.436	-66.755.026	-20.308.743
Earnings per share [abstract]					
Earnings per share [line items]					
Basic earnings per share					
Basic Earnings (Loss) Per Share from Continuing Operations					
<i>Pay Başına Kazanç</i>		-1,42090000	-0,35490000	-1,02910000	-0,31310000
Diluted Earnings Per Share					
OTHER COMPREHENSIVE INCOME					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		15.321.298	120.933.367	-16.569.067	89.334.909
Exchange Differences on Translation		15.321.298	120.933.367	-16.569.067	89.334.909
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		66.214.637	4.953.261	32.257.814	-11.342.106
Exchange Differences on Translation		66.214.637	4.953.261	32.257.814	-11.342.106
OTHER COMPREHENSIVE INCOME (LOSS)		81.535.935	125.886.628	15.688.747	77.992.803
TOTAL COMPREHENSIVE INCOME (LOSS)		-10.666.119	102.867.192	-51.100.014	57.684.060
Total Comprehensive Income Attributable to					
Non-controlling Interests		-33.735	0	-33.735	0
Owners of Parent		-10.632.384	102.867.192	-51.066.279	57.684.060

Statement of cash flows (Indirect Method)

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2019 - 30.06.2019	Previous Period 01.01.2018 - 30.06.2018
Statement of cash flows (Indirect Method)			
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		-6.258.845	-192.580.026
Profit (Loss)		-92.202.054	-23.019.436
Profit (Loss) from Continuing Operations		-92.202.054	-23.019.436
Adjustments to Reconcile Profit (Loss)		104.246.283	30.778.456
Adjustments for depreciation and amortisation expense	11-12-13-18	28.814.859	13.834.296
Adjustments for Impairment Loss (Reversal of Impairment Loss)		-13.911.063	1.655.262
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables	7	-13.911.063	1.655.262
Adjustments for provisions		27.908.700	15.130.202
Adjustments for (Reversal of) Provisions Related with Employee Benefits		24.861.525	13.109.270
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions	15	1.455.104	1.599.159
Adjustments for (Reversal of) Other Provisions	15	1.592.071	421.773
Adjustments for Interest (Income) Expenses		66.012.013	27.870.215
Adjustments for Interest Income	22	-7.596.589	-3.263.473
Adjustments for interest expense	22	76.470.021	32.629.585
Unearned Financial Income from Credit Sales	21	-2.861.419	-1.495.897
Adjustments for unrealised foreign exchange losses (gains)	21-22	-4.903.917	-32.358.208
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method	3	-281.231	-135.768
Adjustments for Tax (Income) Expenses	23	618.223	4.778.987
Adjustments for losses (gains) on disposal of non-current assets		-11.301	3.470
Adjustments for Losses (Gains) Arised From Sale of Tangible Assets	11	-11.301	3.470
Changes in Working Capital		15.055.752	-177.801.452
Adjustments for decrease (increase) in trade accounts receivable		81.757.531	185.328.646
Decrease (Increase) in Trade Accounts Receivables from Related Parties	25	-166.633	-15.732
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties	7	81.924.164	185.344.378
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		-8.506.736	5.376.379
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations	8	-8.506.736	5.376.379
Adjustments for Decrease (Increase) in Contract Assets		-54.540.221	-108.049.411
Adjustments for decrease (increase) in inventories	9	-21.449.668	-7.736.243
Decrease (Increase) in Prepaid Expenses	10	7.159.082	-4.679.884
Adjustments for increase (decrease) in trade accounts payable		-15.077.779	-207.534.300
Increase (Decrease) in Trade Accounts Payables to Related Parties	25	15.677.219	-202.142
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties	7	-30.754.998	-207.332.158
Increase (Decrease) in Employee Benefit Liabilities	15	5.810.996	-1.199.736
Adjustments for Increase (Decrease) in Contract Liabilities		30.616.594	-30.868.422
Adjustments for increase (decrease) in other operating payables		-6.412.159	-3.130.722
Increase (Decrease) in Other Operating Payables to Unrelated Parties	8	-6.412.159	-3.130.722
Other Adjustments for Other Increase (Decrease) in Working Capital		-4.301.888	-5.307.759
Cash Flows from (used in) Operations		27.099.981	-170.042.432
Payments Related with Provisions for Employee Benefits		-32.062.237	-21.180.171
Other inflows (outflows) of cash	15	-1.296.589	-1.357.423
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		-7.111.306	-4.467.729
Proceeds from sales of property, plant, equipment and intangible assets		15.829	12.380
Proceeds from sales of property, plant and equipment	11	15.829	12.380
Purchase of Property, Plant, Equipment and Intangible Assets		-14.163.928	-6.857.449

Purchase of property, plant and equipment	11	-7.990.558	-6.168.964
Purchase of intangible assets	13	-6.173.370	-688.485
Interest received	22	7.596.589	3.263.473
Other inflows (outflows) of cash		-559.796	-886.133
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		153.789.625	278.148.350
Proceeds from borrowings	6	230.802.478	303.510.412
Payments of Lease Liabilities	6	-16.655.251	0
Interest paid		-60.357.602	-25.362.062
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		140.419.474	81.100.595
Effect of exchange rate changes on cash and cash equivalents		-39.038.696	-36.959.248
Net increase (decrease) in cash and cash equivalents		101.380.778	44.141.347
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5	192.787.683	187.212.070
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	294.168.461	231.353.417

Footnote Reference	Equity										Non-controlling interests [member]
	Equity attributable to owners of parent [member]										
	Issued Capital	Inflation Adjustments on Capital	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]	Retained Earnings		
			Gains/Losses on Revaluation and Remeasurement [member]	Exchange Differences on Translation	Exchange Differences on Translation	Reserve Of Gains or Losses on Hedge	Gains (Losses) on Revaluation and Reclassification		Prior Years' Profits or Losses	Net Profit or Loss	
			Gains (Losses) on Remeasurements of Defined Benefit Plans								

Previous Period
01.01.2018 - 30.06.2018

Current Period 01.01.2019 - 30.06.2019															
	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												498.184	498.184	
	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														0
	Increase (decrease) through other changes, equity														0
	Equity at end of period	64.864.800	41.612.160	-7.862.007	558.992.599	46.582.405			34.897.360	156.113.556	-92.168.319	803.032.554	464.449	803.497.003	