

# **TURKCELL İLETİŞİM HİZMETLERİ A.Ş.**

## **Holding Financial Report**

### **Consolidated**

### **2020 - 2. 3 Monthly Notification**

**General Information About Financial Statements**

## Independet Audit Comment

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

### Ara Dönem Özet Konsolide Finansal Bilgilere İlişkin Sınırlı Denetim Raporu

Turkcell İletişim Hizmetleri A.Ş. Genel Kurulu'na

#### Giriş

Turkcell İletişim Hizmetleri A.Ş.'nin ("Şirket") ve bağlı ortaklıklarının (hep birlikte "Grup" olarak anılacaktır) 30 Haziran 2020 tarihli ilişikteki özet konsolide finansal durum tablosunun ve aynı tarihte sona eren altı aylık dönemine ait ilgili özet konsolide kar veya zarar tablosunun, konsolide diğer kapsamlı gelir tablosunun, konsolide özkaynaklar değişim tablosunun ve 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

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 özet 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 özet konsolide 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 özet konsolide finansal bilgilerin sınırlı denetimi, denetim şirketinin, bir bağımsız denetimde belirlenebilecek tüm önemli hususlara vakıf olabileceğine ilişkin bir güvence sağlamamaktadır. Bu sebeple, bir bağımsız denetim görüşü bildirmemekteyiz.

#### Sonuç

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, 13 Ağustos 2020

# Statement of Financial Position (Balance Sheet)

Presentation Currency	1.000 TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 30.06.2020	Previous Period 31.12.2019
<b>Statement of Financial Position (Balance Sheet)</b>			
<b>Assets [abstract]</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		10.929.097	10.238.715
Financial Investments		493.501	350.970
Time Deposits		84.168	0
Financial Assets at Fair Value Through Other Comprehensive Income	18	408.309	345.602
Financial Assets Measured at Amortised Cost		1.024	5.368
Trade Receivables		3.821.547	3.138.452
Trade Receivables Due From Related Parties		2.988	4.477
Trade Receivables Due From Unrelated Parties		3.818.559	3.133.975
Receivables From Financial Sector Operations		1.768.745	2.319.122
Receivables From Financial Sector Operations Due From Unrelated Parties		1.768.745	2.319.122
Other Receivables		615.736	811.883
Other Receivables Due From Related Parties		0	0
Other Receivables Due From Unrelated Parties		615.736	811.883
Contract Assets		875.544	933.969
Contract Assets from Sale of Goods and Service Contracts		875.544	933.969
Derivative Financial Assets	15	845.006	845.513
Inventories		270.792	178.399
Prepayments		297.057	291.597
Current Tax Assets		21.201	87.438
Other current assets		92.943	136.086
<b>SUB-TOTAL</b>		<b>20.031.169</b>	<b>19.332.144</b>
<b>Total current assets</b>		<b>20.031.169</b>	<b>19.332.144</b>
<b>NON-CURRENT ASSETS</b>			
Trade Receivables		181.158	148.159
Trade Receivables Due From Unrelated Parties		181.158	148.159
Receivables From Financial Sector Operations		56.899	123.136
Receivables From Financial Sector Operations Due From Unrelated Parties		56.899	123.136
Other Receivables		108.458	107.450
Other Receivables Due From Unrelated Parties		108.458	107.450
Contract Assets		8.949	10.291
Contract Assets from Sale of Goods and Service Contracts		8.949	10.291
Investments accounted for using equity method		77.389	41.701
Investment property		12.742	16.283
Property, plant and equipment	5	12.774.937	12.458.491
Machinery And Equipments		10.581.301	10.640.178
Other property, plant and equipment		2.193.636	1.818.313
Right of Use Assets	7	1.776.121	1.783.096
Intangible assets and goodwill	6	11.652.883	11.308.062
Goodwill		111.661	32.834
Licenses		5.225.461	5.499.649
Computer Softwares		4.051.848	3.843.791
Other intangible assets		2.263.913	1.931.788
Prepayments		177.328	193.873
Deferred Tax Asset		179.508	189.342
Other Non-current Assets		4.428	2.947
<b>Total non-current assets</b>		<b>27.010.800</b>	<b>26.382.831</b>
<b>Total assets</b>		<b>47.041.969</b>	<b>45.714.975</b>
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Current Borrowings		3.026.144	3.073.254
Current Borrowings From Unrelated Parties	16	3.026.144	3.073.254
Bank Loans		2.509.617	2.486.701
Lease Liabilities		416.374	431.752
Issued Debt Instruments		100.153	154.801

Current Portion of Non-current Borrowings		2.387.884	4.555.079
Current Portion of Non-current Borrowings from Unrelated Parties	16	2.387.884	4.555.079
Bank Loans		2.013.098	4.228.011
Issued Debt Instruments		374.786	327.068
Trade Payables		3.236.221	2.953.351
Trade Payables to Related Parties		3.277	2.934
Trade Payables to Unrelated Parties		3.232.944	2.950.417
Employee Benefit Obligations		111.801	93.707
Other Payables		1.117.608	1.069.087
Other Payables to Related Parties		4.059	9.148
Other Payables to Unrelated Parties		1.113.549	1.059.939
Contract Liabilities		305.729	290.408
Contract Liabilities from Sale of Goods and Service Contracts		305.729	290.408
Derivative Financial Liabilities	15	81.905	86.617
Deferred Income Other Than Contract Liabilities		75.045	56.544
Current tax liabilities, current		178.883	121.258
Current provisions		132.421	342.812
Current provisions for employee benefits		114.976	324.972
Other current provisions		17.445	17.840
Other Current Liabilities		4.066	13.408
SUB-TOTAL		10.657.707	12.655.525
Total current liabilities		10.657.707	12.655.525
NON-CURRENT LIABILITIES			
Long Term Borrowings		14.361.939	12.677.394
Long Term Borrowings From Unrelated Parties	16	14.361.939	12.677.394
Bank Loans		7.001.661	6.092.170
Lease Liabilities		1.069.115	1.101.303
Issued Debt Instruments		6.291.163	5.483.921
Contract Liabilities		176.859	141.890
Contract Liabilities from Sale of Goods and Service Contracts		176.859	141.890
Deferred Income Other Than Contract Liabilities		33.620	303
Non-current provisions		681.398	631.735
Non-current provisions for employee benefits		328.809	294.331
Other non-current provisions		352.589	337.404
Deferred Tax Liabilities		1.207.155	1.165.630
Other non-current liabilities	17	385.141	359.554
Total non-current liabilities		16.846.112	14.976.506
Total liabilities		27.503.819	27.632.031
EQUITY			
Equity attributable to owners of parent		19.532.025	18.046.489
Issued capital		2.200.000	2.200.000
Additional Capital Contribution of Shareholders		35.026	35.026
Treasury Shares (-)		-154.146	-144.152
Share Premium (Discount)		269	269
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		-63.539	-63.539
Gains (Losses) on Revaluation and Remeasurement		-63.539	-63.539
Gains (Losses) on Remeasurements of Defined Benefit Plans		-63.539	-63.539
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		-185.612	43.254
Exchange Differences on Translation		576.559	450.146
Gains (Losses) on Hedge		-363.867	-198.205
Gains (Losses) on Cash Flow Hedges		-188.374	-155.002
Gains (Losses) on Hedges of Net Investment in Foreign Operations		-175.493	-43.203
Gains (Losses) on Revaluation and Reclassification		-191	3.472
Gains (Losses) from Financial Assets Measured at Fair Value through Other Comprehensive Income		-191	3.472
Change in Value of Time Value of Options		-398.113	-212.159
Restricted Reserves Appropriated From Profits		2.890.523	2.773.105
Prior Years' Profits or Losses		13.085.108	9.956.039
Current Period Net Profit Or Loss		1.724.396	3.246.487
Non-controlling interests		6.125	36.455
Total equity		19.538.150	18.082.944
Total Liabilities and Equity		47.041.969	45.714.975

Profit or loss [abstract]

Presentation Currency	1.000 TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2020 - 30.06.2020	Previous Period 01.01.2019 - 30.06.2019	Current Period 3 Months 01.04.2020 - 30.06.2020	Previous Period 3 Months 01.04.2019 - 30.06.2019
Profit or loss [abstract]					
PROFIT (LOSS)					
Revenue	14	13.167.448	11.279.888	6.728.931	5.899.848
Revenue from Finance Sector Operations	14	414.652	586.611	194.972	291.292
TOTAL REVENUE		13.582.100	11.866.499	6.923.903	6.191.140
Cost of sales		-9.437.852	-8.031.029	-4.903.586	-4.208.987
Cost of Finance Sector Operations		-81.694	-161.646	-46.494	-75.391
TOTAL COSTS		-9.519.546	-8.192.675	-4.950.080	-4.284.378
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		3.729.596	3.248.859	1.825.345	1.690.861
GROSS PROFIT (LOSS) FROM FINANCE SECTOR OPERATIONS		332.958	424.965	148.478	215.901
GROSS PROFIT (LOSS)		4.062.554	3.673.824	1.973.823	1.906.762
General Administrative Expenses		-354.705	-375.510	-166.419	-184.941
Marketing Expenses		-676.562	-816.542	-327.865	-413.389
Other Income from Operating Activities	12	1.237.687	1.044.405	411.544	537.747
Other Expenses from Operating Activities	12	-213.818	-236.785	-73.829	-133.398
PROFIT (LOSS) FROM OPERATING ACTIVITIES		4.055.156	3.289.392	1.817.254	1.712.781
Investment Activity Income		57.676	38.723	-1.478	26.039
Investment Activity Expenses		-53.074	-66.570	-20.603	-16.519
Impairment gain and reversal of impairment loss (impairment loss) determined in accordance with IFRS 9		-221.518	-91.770	-106.751	-21.435
Share of Profit (Loss) from Investments Accounted for Using Equity Method		-3.262	1.738	-14	951
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		3.834.978	3.171.513	1.688.408	1.701.817
Finance income	11	1.064.852	202.088	459.517	-259.395
Finance costs	11	-2.693.637	-2.099.618	-1.060.039	-800.032
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		2.206.193	1.273.983	1.087.886	642.390
Tax (Expense) Income, Continuing Operations		-479.271	-322.735	-234.878	-162.961
Current Period Tax (Expense) Income		-358.544	-361.792	-196.996	-207.982
Deferred Tax (Expense) Income		-120.727	39.057	-37.882	45.021
PROFIT (LOSS) FROM CONTINUING OPERATIONS		1.726.922	951.248	853.008	479.429
PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS	4	0	772.436	0	0
PROFIT (LOSS)		1.726.922	1.723.684	853.008	479.429
Profit (loss), attributable to [abstract]					
Non-controlling Interests		2.526	34.069	1.334	14.265
Owners of Parent		1.724.396	1.689.615	851.674	465.164
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)		0,79000000	0,42000000	0,39000000	0,21000000
Basic Earnings (Loss) Per Share from Discontinued Operations					
Durdurulan Faaliyetlerden Pay Başına Kazanç (Zarar)		0,00000000	0,35000000	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 01.01.2020 - 30.06.2020	Previous Period 01.01.2019 - 30.06.2019	Current Period 3 Months 01.04.2020 - 30.06.2020	Previous Period 3 Months 01.04.2019 - 30.06.2019
<b>Statement of Other Comprehensive Income</b>					
PROFIT (LOSS)		1.726.922	1.723.684	853.008	479.429
<b>OTHER COMPREHENSIVE INCOME</b>					
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		-228.866	40.621	7.549	-141.982
Exchange Differences on Translation		141.358	350.778	218.236	100.578
Other Comprehensive Income (Loss) Related with Financial Assets Measured at Fair Value through Other Comprehensive Income		-4.696	169	1.872	1.148
Gains (Losses) on Financial Assets Measured at Fair Value through Other Comprehensive Income		-4.696	169	1.872	1.148
Other Comprehensive Income (Loss) Related with Cash Flow Hedges		-42.785	-96.043	-19.521	-146.343
Gains (Losses) on Cash Flow Hedges		726.006	271.890	305.724	223
Reclassification Adjustments on Cash Flow Hedges		-768.791	-367.933	-325.245	-146.566
Other Comprehensive Income (Loss) Related with Hedges of Net Investments in Foreign Operations		-169.602	-33.371	-80.284	-33.371
Gains (Losses) on Hedges of Net Investments in Foreign Operations		-169.602	-33.371	-80.284	-33.371
Change in Value of Time Value of Options		-238.402	-147.479	-25.514	-61.985
Gains (Losses) on Change in Value of Time Value of Options		-304.230	-137.928	-40.953	-13.090
Reclassification Adjustments on Change in Value of Time Value of Options		65.828	-9.551	15.439	-48.895
Taxes Relating to Components of Other Comprehensive Income that will be Reclassified to Profit or Loss		85.261	-33.433	-87.240	-2.009
Taxes Relating to Exchange Differences on Translation		-14.945	-94.349	-114.397	-55.182
Taxes Relating to Financial Assets Measured at Fair Value through Other Comprehensive Income		1.033	0	-412	0
Taxes Relating to Cash Flow Hedges		9.413	21.129	4.295	32.195
Taxes Relating to Gains or Losses on Hedges of Net Investments in Foreign Operations		37.312	7.342	17.662	7.342
Taxes Relating to Change in Value of Time Value of Options of Other Comprehensive Income		52.448	32.445	5.612	13.636
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>		<b>-228.866</b>	<b>40.621</b>	<b>7.549</b>	<b>-141.982</b>
<b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>		<b>1.498.056</b>	<b>1.764.305</b>	<b>860.557</b>	<b>337.447</b>
<b>Total Comprehensive Income Attributable to</b>					
Non-controlling Interests		2.526	33.294	1.339	14.224
Owners of Parent		1.495.530	1.731.011	859.218	323.223

# Statement of cash flows (Indirect Method)

Presentation Currency	1.000 TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2020 - 30.06.2020	Previous Period 01.01.2019 - 30.06.2019
<b>Statement of cash flows (Indirect Method)</b>			
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		<b>5.896.076</b>	<b>3.516.668</b>
Profit (Loss)		1.726.922	1.723.684
Profit (Loss) from Continuing Operations		1.726.922	951.248
Profit (Loss) from Discontinued Operations		0	772.436
<b>Adjustments to Reconcile Profit (Loss)</b>		<b>5.197.878</b>	<b>3.687.041</b>
Adjustments for depreciation and amortisation expense	5,6,7	2.820.878	2.435.180
Adjustments for Impairment Loss (Reversal of Impairment Loss)	5	2.692	8.746
Adjustments for provisions		490.100	311.636
Adjustments for Interest (Income) Expenses		509.179	771.802
Adjustments for unrealised foreign exchange losses ( gains)		2.178.661	1.117.022
Adjustments for fair value losses (gains)		-1.257.718	-474.756
Adjustments for Fair Value (Gains) Losses on Derivative Financial Instruments	15	-1.257.718	-474.756
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method		3.262	-1.738
Adjustments for Tax (Income) Expenses		479.271	322.735
Adjustments for losses (gains) on disposal of non-current assets		-20.565	-31.150
Adjustments for Losses (Gains) Arised from Sale of Non-current Assets or Disposal Groups Classified as Held for Sale or as Held for Distribution to Owners		0	-772.436
Other adjustments to reconcile profit (loss)		-7.882	0
<b>Changes in Working Capital</b>		<b>-365.967</b>	<b>-1.023.887</b>
Adjustments for decrease (increase) in trade accounts receivable		-841.992	-693.662
Decrease (increase) in Financial Sector Receivables		572.661	925.548
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		192.951	-79.639
Adjustments for Decrease (Increase) in Contract Assets		59.710	153.035
Adjustments for decrease (increase) in inventories		-92.393	-1.702
Decrease (Increase) in Prepaid Expenses		-103.388	-381.406
Adjustments for increase (decrease) in trade accounts payable		96.567	-729.804
Adjustments for Increase (Decrease) in Contract Liabilities		50.290	12.109
Adjustments for increase (decrease) in other operating payables		48.521	-23.392
Increase (Decrease) in Deferred Income Other Than Contract Liabilities		51.818	46.221
Other Adjustments for Other Increase (Decrease) in Working Capital		-400.712	-251.195
Decrease (Increase) in Other Assets Related with Operations		47.997	-17.893
Increase (Decrease) in Other Payables Related with Operations		-448.709	-233.302
<b>Cash Flows from (used in) Operations</b>		<b>6.558.833</b>	<b>4.386.838</b>
Interest paid		-796.961	-971.228
Interest received		368.884	398.302
Income taxes refund (paid)		-234.680	-297.244
<b>CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES</b>		<b>-2.817.870</b>	<b>-698.795</b>
Cash Inflows Caused by Share Sales or Capital Decrease of Associates and / or Joint Ventures		0	2.219.644
Cash Outflows Arising From Purchase of Shares or Capital Increase of Associates and/or Joint Ventures		-38.950	-19.000
Cash Receipts from Sales of Equity or Debt Instruments of Other Entities		672.277	57.529
Cash Payments to Acquire Equity or Debt Instruments of Other Entities		-684.814	-225.972
Proceeds from sales of property, plant, equipment and intangible assets		45.086	46.299
Purchase of Property, Plant, Equipment and Intangible Assets		-2.773.258	-2.412.450
Purchase of property, plant and equipment	5	-1.391.820	-1.259.618
Purchase of intangible assets	6	-1.381.438	-1.152.832



Cash advances and loans made to other parties		35.465	-364.845
Other Cash Advances and Loans Made to Other Parties		35.465	-364.845
Other inflows (outflows) of cash		-73.676	0
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		-2.447.553	-69.429
Payments to Acquire Entity's Shares or Other Equity Instruments		-9.994	-9.998
Payments to Acquire Entity's Shares		-9.994	-9.998
Proceeds from borrowings		18.942.494	13.471.208
Proceeds from Loans		18.667.494	13.296.208
Proceeds From Issue of Debt Instruments		275.000	175.000
Repayments of borrowings		-21.500.448	-13.480.912
Loan Repayments		-21.144.570	-13.255.118
Payments of Issued Debt Instruments		-355.878	-225.794
Payments of Lease Liabilities		-705.430	-634.996
Cash Receipts from Future Contracts, Forward Contracts, Option Contracts and Swap Contracts		1.836.593	941.848
Cash Payments for Future Contracts, Forward Contracts, Option Contracts and Swap Contracts		-977.912	-451.478
Dividends Paid		-32.856	-109.178
Other inflows (outflows) of cash		0	204.077
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		630.653	2.748.444
Effect of exchange rate changes on cash and cash equivalents		59.729	519.049
Net increase (decrease) in cash and cash equivalents		690.382	3.267.493
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		10.238.715	7.419.239
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		10.929.097	10.686.732

[illegible]

[illegible]