

**İSKENDERUN DEMİR VE ÇELİK A.Ş.**  
**Financial Report**  
**Unconsolidated**  
**2020 - 3. 3 Monthly Notification**

General Information About Financial Statements

# Statement of Financial Position (Balance Sheet)

Presentation Currency	1.000 TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 30.09.2020	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		46.004	58.197
Trade Receivables		1.082.707	1.062.852
Trade Receivables Due From Related Parties	3	775.588	795.715
Trade Receivables Due From Unrelated Parties		307.119	267.137
Other Receivables		7.924.105	4.522.594
Other Receivables Due From Related Parties	3	7.889.481	4.520.915
Other Receivables Due From Unrelated Parties		34.624	1.679
Inventories	4	4.491.909	4.023.192
Prepayments		98.426	27.065
Prepayments to Related Parties	3	2.091	6.308
Prepayments to Unrelated Parties		96.335	20.757
Other current assets		74.605	84.990
Other Current Assets Due From Unrelated Parties		74.605	84.990
<b>SUB-TOTAL</b>		<b>13.717.756</b>	<b>9.778.890</b>
<b>Total current assets</b>		<b>13.717.756</b>	<b>9.778.890</b>
<b>NON-CURRENT ASSETS</b>			
Financial Investments		212	161
Financial Assets Available-for-Sale		212	161
Other Receivables		11.306	11.306
Other Receivables Due From Unrelated Parties		11.306	11.306
Investments accounted for using equity method	5	239.643	200.820
Property, plant and equipment	6	14.613.324	11.001.236
Right of Use Assets		325.663	229.773
Intangible assets and goodwill	6	318.270	251.448
Prepayments		425.919	148.567
Prepayments to Related Parties	3	13.687	10.421
Prepayments to Unrelated Parties		412.232	138.146
<b>Total non-current assets</b>		<b>15.934.337</b>	<b>11.843.311</b>
<b>Total assets</b>		<b>29.652.093</b>	<b>21.622.201</b>
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Current Borrowings		1.255.698	1.221.234
Current Borrowings From Related Parties		0	0
Current Borrowings From Unrelated Parties		1.255.698	1.221.234
Bank Loans	7	1.255.698	1.221.234
Current Portion of Non-current Borrowings		153.522	194.205
Current Portion of Non-current Borrowings from Related Parties		0	0
Current Portion of Non-current Borrowings from Unrelated Parties		153.522	194.205
Bank Loans	7	123.688	168.689
Lease Liabilities	7	29.834	25.516
Trade Payables		1.671.396	1.195.179
Trade Payables to Related Parties	3	489.865	215.495
Trade Payables to Unrelated Parties		1.181.531	979.684
Employee Benefit Obligations	9	110.808	60.695
Other Payables		63.977	20.882
Other Payables to Related Parties		0	0
Other Payables to Unrelated Parties		63.977	20.882
Derivative Financial Liabilities		0	87
Derivative Financial Liabilities Held for Hedging		0	87
Deferred Income Other Than Contract Liabilities		136.225	46.858
Deferred Income Other Than Contract Liabilities from Unrelated Parties		136.225	46.858
Current tax liabilities, current	11	394.819	150.732
Current provisions		54.428	47.331
Other current provisions	8	54.428	47.331
Other Current Liabilities		116.069	5.894

Other Current Liabilities to Unrelated Parties		116.069	5.894
SUB-TOTAL		3.956.942	2.943.097
Total current liabilities		3.956.942	2.943.097
NON-CURRENT LIABILITIES			
Long Term Borrowings		890.949	404.197
Long Term Borrowings From Unrelated Parties		890.949	404.197
Bank Loans	7	696.798	226.396
Lease Liabilities	7	194.151	177.801
Derivative Financial Liabilities		0	0
Derivative Financial Liabilities Held for Hedging		0	0
Non-current provisions		421.807	334.757
Non-current provisions for employee benefits	9	421.807	334.757
Deferred Tax Liabilities	11	2.487.211	1.748.423
Total non-current liabilities		3.799.967	2.487.377
Total liabilities		7.756.909	5.430.474
EQUITY			
Equity attributable to owners of parent		21.895.184	16.191.727
Issued capital	12	2.900.000	2.900.000
Inflation Adjustments on Capital		164	164
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		14.843.765	9.687.698
Gains (Losses) on Revaluation and Remeasurement		-80.018	-48.664
Gains (Losses) on Remeasurements of Defined Benefit Plans		-80.018	-48.664
Exchange Differences on Translation		14.923.783	9.736.362
Restricted Reserves Appropriated From Profits		1.401.860	1.364.160
Legal Reserves		1.401.860	1.364.160
Prior Years' Profits or Losses		1.680.005	84.277
Current Period Net Profit Or Loss		1.069.390	2.155.428
Total equity		21.895.184	16.191.727
Total Liabilities and Equity		29.652.093	21.622.201

# Profit or loss [abstract]

Presentation Currency	1.000 TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 01.01.2020 - 30.09.2020	Previous Period 01.01.2019 - 30.09.2019	Current Period 3 Months 01.07.2020 - 30.09.2020	Previous Period 3 Months 01.07.2019 - 30.09.2019
Profit or loss [abstract]					
PROFIT (LOSS)					
Revenue	13	11.551.629	12.590.867	4.324.884	4.032.641
Cost of sales	13	-9.664.591	-10.117.131	-3.600.214	-3.324.066
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		1.887.038	2.473.736	724.670	708.575
GROSS PROFIT (LOSS)		1.887.038	2.473.736	724.670	708.575
General Administrative Expenses	14	-134.966	-115.502	-44.663	-38.300
Marketing Expenses	14	-82.427	-81.411	-29.947	-26.437
Research and development expense		-134	-177	-68	-93
Other Income from Operating Activities	14	205.982	41.011	26.212	-3.372
Other Expenses from Operating Activities	14	-23.964	-38.596	-10.509	-15.715
PROFIT (LOSS) FROM OPERATING ACTIVITIES		1.851.529	2.279.061	665.695	624.658
Investment Activity Income		143.446	14	143.446	1
Investment Activity Expenses		-2.290	-3.615	-159	-49
Share of Profit (Loss) from Investments Accounted for Using Equity Method	5	3.104	5.598	-5.673	2.112
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		1.995.789	2.281.058	803.309	626.722
Finance income	15	225.610	429.687	125.608	-95.411
Finance costs	15	-93.266	-97.922	-39.853	-32.436
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		2.128.133	2.612.823	889.064	498.875
Tax (Expense) Income, Continuing Operations	11	-1.058.743	-716.957	-493.095	-73.830
Current Period Tax (Expense) Income		-888.391	-736.140	-394.820	-121.155
Deferred Tax (Expense) Income		-170.352	19.183	-98.275	47.325
PROFIT (LOSS) FROM CONTINUING OPERATIONS		1.069.390	1.895.866	395.969	425.045
PROFIT (LOSS)		1.069.390	1.895.866	395.969	425.045
Profit (loss), attributable to [abstract]					
Non-controlling Interests		0	0	0	0
Owners of Parent		1.069.390	1.895.866	395.969	425.045
Earnings per share [abstract]					
Earnings per share [line items]					
Basic earnings per share					
Basic Earnings (Loss) Per Share from Continuing Operations					
Pay Başına Kazanç		0,36875517	0,65374689	0,13654103	0,14656724
Diluted Earnings Per Share					
Diluted Earnings (Loss) per Share from Continuing Operations					
Pay Başına Kazanç		0,36875517	0,65374689	0,13654103	0,14656724

# Statement of Other Comprehensive Income

Presentation Currency	1.000 TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 01.01.2020 - 30.09.2020	Previous Period 01.01.2019 - 30.09.2019	Current Period 3 Months 01.07.2020 - 30.09.2020	Previous Period 3 Months 01.07.2019 - 30.09.2019
<b>Statement of Other Comprehensive Income</b>					
PROFIT (LOSS)		1.069.390	1.895.866	395.969	425.045
<b>OTHER COMPREHENSIVE INCOME</b>					
<b>Other Comprehensive Income that will not be Reclassified to Profit or Loss</b>		<b>5.156.067</b>	<b>1.074.235</b>	<b>2.690.690</b>	<b>-253.471</b>
Gains (Losses) on Remeasurements of Defined Benefit Plans	9	-39.193	-5.641	0	0
Exchange Differences on Translation		5.187.421	1.078.635	2.690.690	-253.471
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss		7.839	1.241	0	0
Taxes Relating to Remeasurements of Defined Benefit Plans	11	7.839	1.241	0	0
<b>Other Comprehensive Income That Will Be Reclassified to Profit or Loss</b>		<b>0</b>	<b>0</b>	<b>0</b>	
Other Comprehensive Income (Loss) Related with Cash Flow Hedges		0	0		
Taxes Relating to Components of Other Comprehensive Income that will be Reclassified to Profit or Loss		0	0	0	
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>		<b>5.156.067</b>	<b>1.074.235</b>	<b>2.690.690</b>	<b>-253.471</b>
<b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>		<b>6.225.457</b>	<b>2.970.101</b>	<b>3.086.659</b>	<b>171.574</b>
<b>Total Comprehensive Income Attributable to</b>					
Non-controlling Interests		0	0		
Owners of Parent		6.225.457	2.970.101	3.086.659	171.574

# Statement of cash flows (Indirect Method)

Presentation Currency	1.000 TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 01.01.2020 - 30.09.2020	Previous Period 01.01.2019 - 30.09.2019
<b>Statement of cash flows (Indirect Method)</b>			
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		<b>3.193.872</b>	<b>2.659.344</b>
Profit (Loss)		1.069.390	1.895.866
Profit (Loss) from Continuing Operations		1.069.390	1.895.866
<b>Adjustments to Reconcile Profit (Loss)</b>		<b>1.404.915</b>	<b>1.182.301</b>
Adjustments for depreciation and amortisation expense	13/14	540.415	480.078
Adjustments for Impairment Loss (Reversal of Impairment Loss)		6.560	10.661
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables		3.119	6.069
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories	4	3.441	4.592
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Property, Plant and Equipment		0	0
Adjustments for provisions		72.533	62.469
Adjustments for (Reversal of) Provisions Related with Employee Benefits	9	67.477	50.083
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions	8	5.056	12.386
Adjustments for Interest (Income) Expenses		-98.169	-69.344
Adjustments for Interest Income	15	-154.146	-114.614
Adjustments for interest expense	15	59.458	60.393
Unearned Financial Income from Credit Sales		-3.481	-15.123
Adjustments for unrealised foreign exchange losses ( gains)		-30.907	-16.523
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method		-3.104	-5.598
Adjustments for undistributed profits of associates	5	-3.104	-5.598
Adjustments for Tax (Income) Expenses	11	1.058.743	716.957
Other adjustments for non-cash items		0	0
Adjustments for losses (gains) on disposal of non-current assets		-141.156	3.601
Adjustments for Losses (Gains) Arised From Sale of Tangible Assets		-141.156	3.601
<b>Changes in Working Capital</b>		<b>1.384.818</b>	<b>649.963</b>
Adjustments for decrease (increase) in trade accounts receivable		327.101	392.339
Decrease (Increase) in Trade Accounts Receivables from Related Parties		270.329	-175.772
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties		56.772	568.111
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		-18.123	258
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations		-18.123	258
Adjustments for decrease (increase) in inventories		810.436	344.085
Decrease (Increase) in Prepaid Expenses		-122.536	-4.263
Adjustments for increase (decrease) in trade accounts payable		100.418	-186.564
Increase (Decrease) in Trade Accounts Payables to Related Parties		206.615	23.830
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties		-106.197	-210.394
Adjustments for increase (decrease) in other operating payables		67.563	9.841
Increase (Decrease) in Other Operating Payables to Unrelated Parties		67.563	9.841
Increase (Decrease) in Derivative Financial Liabilities		-117	-121
Other Adjustments for Other Increase (Decrease) in Working Capital		220.076	94.388
Decrease (Increase) in Other Assets Related with Operations		37.119	51.679
Increase (Decrease) in Other Payables Related with Operations		182.957	42.709
<b>Cash Flows from (used in) Operations</b>		<b>3.859.123</b>	<b>3.728.130</b>
Payments Related with Provisions for Employee Benefits	9	-20.671	-20.381
Payments Related with Other Provisions	8	-276	-515

Income taxes refund (paid)	11	-644.304	-1.047.890
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		-729.636	-292.957
Cash Inflows Caused by Share Sales or Capital Decrease of Associates and / or Joint Ventures	5	13.333	0
Cash Outflows Arising From Purchase of Shares or Capital Increase of Associates and/or Joint Ventures		0	0
Proceeds from sales of property, plant, equipment and intangible assets		156.793	2.632
Proceeds from sales of property, plant and equipment		156.793	2.632
Purchase of Property, Plant, Equipment and Intangible Assets		-683.326	-254.148
Purchase of property, plant and equipment	6	-681.991	-253.037
Purchase of intangible assets	6	-1.335	-1.111
Cash advances and loans made to other parties		-218.599	-44.646
Cash Advances and Loans Made to Related Parties		0	28.809
Other Cash Advances and Loans Made to Other Parties		-218.599	-73.455
Dividends received	5	2.163	3.205
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		-3.346.814	-2.466.040
Proceeds from borrowings		1.571.697	1.526.415
Proceeds from Loans		1.571.697	1.526.415
Repayments of borrowings		-1.109.494	-1.894.545
Loan Repayments		-1.109.494	-1.894.545
Decrease in Other Payables to Related Parties		-3.362.077	1.356.701
Payments of Lease Liabilities		-30.395	-28.465
Dividends Paid		-522.000	-3.507.577
Interest paid		-41.187	-36.222
Interest Received		146.642	117.653
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		-882.578	-99.653
Effect of exchange rate changes on cash and cash equivalents		870.385	77.104
Net increase (decrease) in cash and cash equivalents		-12.193	-22.549
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		58.197	62.468
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		46.004	39.919

[illegible]



Current Period 01.01.2020 - 30.09.2020										-522.000		-522.000		-522.000
	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		2.900.000	164	-80.018	14.923.783			1.401.860	1.680.005	1.069.390	21.895.184		21.895.184