

**ARSAN TEKSTİL TİCARET VE SANAYİ A.Ş.**  
**Financial Report**  
**Consolidated**  
**2020 - 3. 3 Monthly Notification**

General Information About Financial Statements

# Statement of Financial Position (Balance Sheet)

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	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		105.210.370	64.815.037
Trade Receivables		61.647.369	69.291.957
Trade Receivables Due From Related Parties		62.969	5.010.791
Trade Receivables Due From Unrelated Parties		61.584.400	64.281.166
Other Receivables		475.723	61.737
Other Receivables Due From Unrelated Parties		475.723	61.737
Inventories		46.223.988	57.954.634
Prepayments		4.785.149	2.065.659
Prepayments to Unrelated Parties		4.785.149	2.065.659
Current Tax Assets		163.018	436.828
Other current assets		2.207.556	2.569.688
Other Current Assets Due From Unrelated Parties		2.207.556	2.569.688
<b>SUB-TOTAL</b>		<b>220.713.173</b>	<b>197.195.540</b>
<b>Total current assets</b>		<b>220.713.173</b>	<b>197.195.540</b>
<b>NON-CURRENT ASSETS</b>			
Investments in subsidiaries, joint ventures and associates		24.095.629	24.095.629
Trade Receivables		298.191	0
Trade Receivables Due From Unrelated Parties		298.191	0
Other Receivables		45.568.699	35.224.741
Other Receivables Due From Related Parties		45.511.707	35.173.555
Other Receivables Due From Unrelated Parties		56.992	51.186
Investments accounted for using equity method		64.060.055	73.569.164
Investment property		127.864.625	127.956.440
Property, plant and equipment		181.336.202	172.418.193
Land and Premises		83.097.302	83.097.302
Land Improvements		278.163	289.124
Buildings		44.338.278	45.437.263
Machinery And Equipments		49.167.210	39.754.776
Vehicles		713.456	908.296
Fixtures and fittings		2.249.767	1.275.618
Leasehold Improvements		1.492.026	1.655.814
Intangible assets and goodwill		4.102.996	4.799.663
Other Rights		37.908	37.995
Capitalized Development Costs		3.999.543	4.736.166
Other intangible assets		65.545	25.502
Prepayments		0	29.346
Prepayments to Unrelated Parties		0	29.346
Deferred Tax Asset		8.630.214	6.694.829
<b>Total non-current assets</b>		<b>455.956.611</b>	<b>444.788.005</b>
<b>Total assets</b>		<b>676.669.784</b>	<b>641.983.545</b>
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Current Borrowings		53.191.643	108.365.227
Current Borrowings From Unrelated Parties		53.191.643	108.365.227
Bank Loans		50.529.482	100.874.644
Lease Liabilities		2.662.161	7.490.583
Trade Payables		29.145.602	20.180.685
Trade Payables to Related Parties		3.068.509	5.709.364
Trade Payables to Unrelated Parties		26.077.093	14.471.321
Employee Benefit Obligations		5.246.757	4.610.848
Other Payables		1.078.844	2.462.529
Other Payables to Related Parties		84.463	292.467
Other Payables to Unrelated Parties		994.381	2.170.062
Deferred Income Other Than Contract Liabilities		4.438.199	20.041.965
Deferred Income Other Than Contract Liabilities from Unrelated Parties		4.438.199	20.041.965
Current provisions		3.233.116	3.252.162

Current provisions for employee benefits		2.143.577	1.354.043
Other current provisions		1.089.539	1.898.119
Other Current Liabilities		2.122.068	900.036
Other Current Liabilities to Unrelated Parties		2.122.068	900.036
SUB-TOTAL		98.456.229	159.813.452
Total current liabilities		98.456.229	159.813.452
NON-CURRENT LIABILITIES			
Long Term Borrowings		81.327.846	59.214.136
Long Term Borrowings From Unrelated Parties		81.327.846	59.214.136
Bank Loans		58.210.254	45.068.990
Lease Liabilities		23.117.592	14.145.146
Non-current provisions		6.498.770	4.944.011
Non-current provisions for employee benefits		6.498.770	4.944.011
Deferred Tax Liabilities		26.269.900	26.111.616
Total non-current liabilities		114.096.516	90.269.763
Total liabilities		212.552.745	250.083.215
EQUITY			
Equity attributable to owners of parent		444.885.341	372.499.245
Issued capital		84.690.000	84.690.000
Inflation Adjustments on Capital		7.175.566	10.442.116
Treasury Shares (-)		-8.493.278	-8.493.278
Capital Adjustments due to Cross-Ownership (-)		-1.084.262	-1.084.262
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		80.587.387	80.063.032
Gains (Losses) on Revaluation and Remeasurement		80.587.387	80.063.032
Increases (Decreases) on Revaluation of Property, Plant and Equipment		81.005.769	81.005.769
Gains (Losses) on Remeasurements of Defined Benefit Plans		-418.382	-942.737
Restricted Reserves Appropriated From Profits		5.693.593	5.693.593
Legal Reserves		5.693.593	5.693.593
Other reserves		5.300.159	5.300.159
Prior Years' Profits or Losses		201.438.989	136.178.642
Current Period Net Profit Or Loss		69.577.187	59.709.243
Non-controlling interests		19.231.698	19.401.085
Total equity		464.117.039	391.900.330
Total Liabilities and Equity		676.669.784	641.983.545

# Statement of Profit or Loss and Other Comprehensive Income

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	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 Profit or Loss and Other Comprehensive Income</b>					
<b>PROFIT (LOSS)</b>					
Revenue		184.621.457	224.447.253	87.430.954	76.939.443
Cost of sales		-160.232.664	-189.344.507	-68.642.780	-60.418.217
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		24.388.793	35.102.746	18.788.174	16.521.226
GROSS PROFIT (LOSS)		24.388.793	35.102.746	18.788.174	16.521.226
General Administrative Expenses		-10.059.927	-7.717.781	-2.791.053	-1.202.192
Marketing Expenses		-5.798.593	-6.520.345	-2.593.116	-2.103.673
Research and development expense		-356.375	-1.852.913	0	-1.587.948
Other Income from Operating Activities		46.828.092	25.682.263	23.623.314	3.839.501
Other Expenses from Operating Activities		-8.218.664	-8.931.003	-429.815	-1.269.907
PROFIT (LOSS) FROM OPERATING ACTIVITIES		46.783.326	35.762.967	36.597.504	14.197.007
Investment Activity Income		0	45.544	0	22.772
Investment Activity Expenses		-12.027	0	-12.027	0
Share of Profit (Loss) from Investments Accounted for Using Equity Method		44.217.359	40.215.573	10.875.792	11.409.625
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		90.988.658	76.024.084	47.461.269	25.629.404
Finance income		3.702.256	3.475.367	1.556.787	1.966.349
Finance costs		-27.111.080	-23.109.867	-11.867.246	-3.008.752
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		67.579.834	56.389.584	37.150.810	24.587.001
Tax (Expense) Income, Continuing Operations		1.918.377	-4.098.618	588.244	-2.990.728
Current Period Tax (Expense) Income		0	0	0	0
Deferred Tax (Expense) Income		1.918.377	-4.098.618	588.244	-2.990.728
PROFIT (LOSS) FROM CONTINUING OPERATIONS		69.498.211	52.290.966	37.739.054	21.596.273
PROFIT (LOSS)		69.498.211	52.290.966	37.739.054	21.596.273
<b>Profit (loss), attributable to [abstract]</b>					
Non-controlling Interests		-78.976	2.862.228	1.475.006	1.870.555
Owners of Parent		69.577.187	49.428.738	36.264.048	19.725.718
<b>Earnings per share [abstract]</b>					
<b>Earnings per share [line items]</b>					
<b>Basic earnings per share</b>					
Basic Earnings (Loss) Per Share from Continuing Operations					
<i>Pay Başına Kazanç</i>		0,82000000	0,58000000	0,59000000	0,23000000
<b>Diluted Earnings Per Share</b>					
<b>OTHER COMPREHENSIVE INCOME</b>					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		-565.101	-2.578.143	368.071	-4.594.223
Gains (Losses) on Remeasurements of Defined Benefit Plans		-706.376	-3.305.311	489.998	-5.890.029
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss		141.275	727.168	-121.927	1.295.806
Taxes Relating to Remeasurements of Defined Benefit Plans		141.275	727.168	-121.927	1.295.806
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		0	0	0	0
Exchange Differences on Translation		0	0	0	0
Gains (Losses) on Exchange Differences on Translation		0	0	0	0
OTHER COMPREHENSIVE INCOME (LOSS)		-565.101	-2.578.143	368.071	-4.594.223
TOTAL COMPREHENSIVE INCOME (LOSS)		68.933.110	49.712.823	38.107.125	17.002.050
<b>Total Comprehensive Income Attributable to</b>					
Non-controlling Interests		0	0	0	0
Owners of Parent		68.933.110	49.712.823	38.107.125	17.002.050

# Statement of cash flows (Indirect Method)

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	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>86.642.886</b>	<b>15.522.192</b>
Profit (Loss)		69.577.187	49.428.738
Profit (Loss) from Continuing Operations		69.577.187	49.428.738
<b>Adjustments to Reconcile Profit (Loss)</b>		<b>-32.748.739</b>	<b>-20.902.792</b>
Adjustments for depreciation and amortisation expense		7.120.546	5.232.495
Adjustments for Impairment Loss (Reversal of Impairment Loss)		3.142.862	-2.338.221
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables		2.692.586	-1.212.729
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories		450.276	-1.125.492
Adjustments for provisions		4.986.818	2.872.594
Adjustments for (Reversal of) Provisions Related with Employee Benefits		4.986.818	3.615.430
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions		0	-742.836
Adjustments for Interest (Income) Expenses		-1.875.257	-1.165.738
Adjustments for Interest Income		-1.860.057	-990.813
Deferred Financial Expense from Credit Purchases		-15.200	-174.925
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method		-44.217.359	-30.170.173
Adjustments for undistributed profits of associates		-44.217.359	-30.170.173
Adjustments for Tax (Income) Expenses		-1.918.376	4.029.006
Adjustments for losses (gains) on disposal of non-current assets		12.027	-45.544
Adjustments for Losses (Gains) Arised From Sale of Tangible Assets		12.027	-45.544
Other adjustments to reconcile profit (loss)		0	682.789
<b>Changes in Working Capital</b>		<b>-4.109.748</b>	<b>-12.165.362</b>
Adjustments for decrease (increase) in trade accounts receivable		3.938.600	-7.989.089
Decrease (Increase) in Trade Accounts Receivables from Related Parties		4.947.822	-15.877
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties		-1.009.222	-7.973.212
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		-10.757.944	-3.419.338
Decrease (Increase) in Other Related Party Receivables Related with Operations		-10.338.152	-3.352.697
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations		-419.792	-66.641
Adjustments for Decrease (Increase) in Contract Assets		362.132	-679.301
Decrease (Increase) In Other Contract Assets		362.132	-679.301
Adjustments for decrease (increase) in inventories		11.280.370	3.717.780
Decrease (Increase) in Prepaid Expenses		-2.690.144	-997.788
Adjustments for increase (decrease) in trade accounts payable		9.695.328	-3.703.331
Increase (Decrease) in Trade Accounts Payables to Related Parties		-2.602.612	299.192
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties		12.297.940	-4.002.523
Increase (Decrease) in Employee Benefit Liabilities		635.909	825.672
Adjustments for increase (decrease) in other operating payables		-1.383.685	306.665
Increase (Decrease) in Other Operating Payables to Related Parties		-208.004	53.878
Increase (Decrease) in Other Operating Payables to Unrelated Parties		-1.175.681	252.787
Increase (Decrease) in Deferred Income Other Than Contract Liabilities		-15.603.766	-1.337.296
Other Adjustments for Other Increase (Decrease) in Working Capital		413.452	1.110.664
Increase (Decrease) in Other Payables Related with Operations		413.452	1.110.664
<b>Cash Flows from (used in) Operations</b>		<b>32.718.700</b>	<b>16.360.584</b>
Dividends received		53.726.468	0

Interest received		1.860.057	990.813
Payments Related with Provisions for Employee Benefits		-1.936.149	-1.802.703
Income taxes refund (paid)		273.810	-26.502
<b>CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES</b>		<b>-12.851.463</b>	<b>-1.367.204</b>
Cash Flows Used in Obtaining Control of Subsidiaries or Other Businesses		0	-22.500
Proceeds from sales of property, plant, equipment and intangible assets		743.729	45.544
Proceeds from sales of property, plant and equipment		743.729	45.544
Purchase of Property, Plant, Equipment and Intangible Assets		-16.005.829	-4.577.305
Purchase of property, plant and equipment		-16.005.829	-4.577.305
Other inflows (outflows) of cash		2.410.637	3.187.057
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		<b>-33.396.090</b>	<b>-24.154.584</b>
Payments from changes in ownership interests in subsidiaries that do not result in loss of control		0	-1.011.773
Proceeds from borrowings		4.144.024	
Proceeds from Other Financial Borrowings		4.144.024	
Repayments of borrowings		-25.011.811	-16.201.386
Loan Repayments		-25.011.811	-12.379.539
Cash Outflows from Other Financial Liabilities			-3.821.847
Interest paid		-12.192.087	-6.686.208
Other inflows (outflows) of cash		-336.216	-255.217
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		40.395.333	-9.999.596
Net increase (decrease) in cash and cash equivalents		40.395.333	-9.999.596
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>		<b>64.815.037</b>	<b>44.940.598</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<b>105.210.370</b>	<b>34.941.002</b>

Previous Period 01.01.2019 - 30.09.2019	Statement of changes in equity [abstract]																		
	Statement of changes in equity [line items]																		
	Equity at beginning of period		84.690.000	10.442.116	-7.481.505	-1.084.262	76.206.970	-2.540.818				5.046.586	5.300.159	122.914.380	16.124.430	309.618.056	14.821.277	324.439.333	
	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													682.789		682.789		682.789	
	Restated Balances																		
	Transfers											636.586		15.487.844	-16.124.430	0		0	
	Total Comprehensive Income (Loss)																		
	Profit (loss)														49.428.738	49.428.738	2.862.228	52.290.966	
	Other Comprehensive Income (Loss)							2.253.621								2.253.621		2.253.621	
	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				-1.011.773											-1.011.773		-1.011.773	
	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							69.305				288		-419.027		-349.434	839.557	490.123	
	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													-95.989		-95.989		-95.989	
	Equity at end of period		84.690.000	10.442.116	-8.493.278	-1.084.262	76.206.970	-217.892				5.683.460	5.300.159	138.569.997	49.428.738	360.526.008	18.523.062	379.049.070	
		Statement of changes in equity [abstract]																	
		Statement of changes in equity [line items]																	
		Equity at beginning of period		84.690.000	10.442.116	-8.493.278	-1.084.262	81.005.769	-942.737				5.693.593	5.300.159	136.178.642	59.709.243	372.499.245	19.401.085	391.900.330
	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													59.709.243	-59.709.243	0		0	
	Total Comprehensive Income (Loss)																		
	Profit (loss)													69.577.187	69.577.187	-78.976	69.498.211		
	Other Comprehensive Income (Loss)							483.610								483.610		483.610	
	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 01.01.2020 - 30.09.2020																	
	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			-3.266.550								5.677.187		2.410.637		2.410.637	
	Transactions with noncontrolling shareholders							40.745				-126.083		-85.338		-90.411	-175.749
	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		84.690.000	7.175.566	-8.493.278	-1.084.262	81.005.769	-418.382				5.300.159	201.438.989	69.577.187	444.885.341	19.231.698	464.117.039