

**KAREL ELEKTRONİK SANAYİ VE TİCARET 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	5	305.277.369	293.185.305
Trade Receivables	8	336.968.897	291.960.848
Other Receivables	9	7.104.072	3.415.944
Derivative Financial Assets	13	0	4.223.300
Inventories	10	340.411.640	274.345.344
Prepayments	11	63.713.233	35.643.642
Current Tax Assets	12	0	20.186.609
Other current assets	20	3.199.550	821.834
<b>SUB-TOTAL</b>		<b>1.056.674.761</b>	<b>923.782.826</b>
Non-current Assets or Disposal Groups Classified as Held for Sale		12.757.356	
<b>Total current assets</b>		<b>1.069.432.117</b>	<b>923.782.826</b>
<b>NON-CURRENT ASSETS</b>			
Financial Investments	6	2.491.480	0
Other Receivables	9	3.457	9.003
Property, plant and equipment	14	103.311.123	67.694.408
Right of Use Assets	14	36.082.944	22.112.106
Intangible assets and goodwill		85.478.515	80.775.393
Goodwill		0	431.946
Other intangible assets	15	85.478.515	80.343.447
Prepayments	11	9.091.848	14.714.891
Deferred Tax Asset	28	10.803.253	4.854.941
<b>Total non-current assets</b>		<b>247.262.620</b>	<b>190.160.742</b>
<b>Total assets</b>		<b>1.316.694.737</b>	<b>1.113.943.568</b>
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Current Borrowings	7	323.228.552	278.402.171
Current Portion of Non-current Borrowings	7	196.362.896	124.204.902
Trade Payables	8	123.010.761	115.671.870
Employee Benefit Obligations	19	13.668.989	11.979.678
Other Payables	9	394.809	1.792.242
Derivative Financial Liabilities	13	51.422.553	1.828.630
Deferred Income Other Than Contract Liabilities	11	11.500.663	14.441.713
Current tax liabilities, current	28	5.778.233	16.001.725
Current provisions		16.252.923	15.742.376
Current provisions for employee benefits	19	7.760.390	7.782.171
Other current provisions	17	8.492.533	7.960.205
Other Current Liabilities	20	2.670.816	9.445.322
<b>SUB-TOTAL</b>		<b>744.291.195</b>	<b>589.510.629</b>
Liabilities included in disposal groups classified as held for sale		5.942.991	
<b>Total current liabilities</b>		<b>750.234.186</b>	<b>589.510.629</b>
<b>NON-CURRENT LIABILITIES</b>			
Long Term Borrowings	7	100.679.274	120.891.454
Non-current provisions		26.506.114	24.550.593
Non-current provisions for employee benefits	19	26.506.114	24.550.593
<b>Total non-current liabilities</b>		<b>127.185.388</b>	<b>145.442.047</b>
<b>Total liabilities</b>		<b>877.419.574</b>	<b>734.952.676</b>
<b>EQUITY</b>			
Equity attributable to owners of parent		434.954.248	382.277.111
Issued capital	21	58.320.000	58.320.000
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		-14.498.860	-11.341.864
Gains (Losses) on Revaluation and Remeasurement		-14.498.860	-11.341.864
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		-1.192.520	-625.740
Exchange Differences on Translation		-1.192.520	-625.740
Restricted Reserves Appropriated From Profits	21	11.664.000	11.664.000

Prior Years' Profits or Losses		324.260.715	210.623.764
Current Period Net Profit Or Loss		56.400.913	113.636.951
Non-controlling interests		4.320.915	-3.286.219
Total equity		439.275.163	378.990.892
Total Liabilities and Equity		1.316.694.737	1.113.943.568

# 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	22	646.325.815	541.199.572	258.250.282	153.713.200
Cost of sales	22	-487.266.252	-383.533.034	-188.645.716	-106.333.077
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		159.059.563	157.666.538	69.604.566	47.380.123
GROSS PROFIT (LOSS)		159.059.563	157.666.538	69.604.566	47.380.123
General Administrative Expenses	23	-16.529.446	-15.798.804	-6.302.778	-5.967.185
Marketing Expenses	23	-17.654.687	-17.835.457	-6.570.318	-5.588.338
Research and development expense	23	-8.166.766	-6.646.533	-3.133.185	-1.748.949
Other Income from Operating Activities	25	19.181.649	11.953.224	7.520.394	4.772.096
Other Expenses from Operating Activities	25	-18.142.582	-10.143.702	-9.458.005	-161.792
PROFIT (LOSS) FROM OPERATING ACTIVITIES		117.747.731	119.195.266	51.660.674	38.685.955
Investment Activity Income	26	418.801	1.233.073	154.506	568.383
Investment Activity Expenses	26	-46.595	-5.946	0	0
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		118.119.937	120.422.393	51.815.180	39.254.338
Finance income	27	88.980.022	23.374.970	43.462.193	10.452.005
Finance costs	27	-146.385.783	-47.562.357	-68.600.460	-8.716.811
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		60.714.176	96.235.006	26.676.913	40.989.532
Tax (Expense) Income, Continuing Operations		-9.232.664	-15.505.118	-4.720.212	-7.168.999
Current Period Tax (Expense) Income	28	-15.501.306	-16.431.057	-6.613.269	-5.893.373
Deferred Tax (Expense) Income	28	6.268.642	925.939	1.893.057	-1.275.626
PROFIT (LOSS) FROM CONTINUING OPERATIONS		51.481.512	80.729.888	21.956.701	33.820.533
PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS		13.408.022	-988.024	14.297.311	-301.035
PROFIT (LOSS)		64.889.534	79.741.864	36.254.012	33.519.498
<b>Profit (loss), attributable to [abstract]</b>					
Non-controlling Interests		8.488.621	-632.816	9.065.210	-197.883
Owners of Parent		56.400.913	80.374.680	27.188.802	33.717.381
<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>Sürdürülen Faaliyetlerden Pay Başına Kazanç (Zarar)</i>	29	0,88300000	1,38400000	0,37600000	0,58000000
Basic Earnings (Loss) Per Share from Discontinued Operations					
<i>Durdurulan Faaliyetlerden Pay Başına Kazanç (Zarar)</i>	29	0,08400000	-0,00600000	0,09000000	-0,00200000
<b>Diluted Earnings Per Share</b>					
<b>OTHER COMPREHENSIVE INCOME</b>					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		-3.156.996	-2.964.324	-941.074	-792.911
Gains (Losses) on Remeasurements of Defined Benefit Plans	19	-4.047.431	-3.800.415	-1.206.505	-1.016.552
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss		890.435	836.091	265.431	223.641
Taxes Relating to Remeasurements of Defined Benefit Plans		890.435	836.091	265.431	223.641
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		-1.448.267	-363.791	-77.370	96.221
Exchange Differences on Translation		-1.448.267	-363.791	-77.370	96.221
OTHER COMPREHENSIVE INCOME (LOSS)		-4.605.263	-3.328.115	-1.018.444	-696.690
TOTAL COMPREHENSIVE INCOME (LOSS)		60.284.271	76.413.749	35.235.568	32.822.808
<b>Total Comprehensive Income Attributable to</b>					
Non-controlling Interests		7.571.723	-863.131	9.016.226	-136.966
Owners of Parent		52.712.548	77.276.880	26.219.342	32.959.774

# 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>15.146.066</b>	<b>78.418.338</b>
Profit (Loss)		64.889.534	79.741.864
Profit (Loss) from Continuing Operations		51.481.512	80.729.888
Profit (Loss) from Discontinued Operations		13.408.022	-988.024
<b>Adjustments to Reconcile Profit (Loss)</b>		<b>108.765.962</b>	<b>54.541.929</b>
Adjustments for depreciation and amortisation expense	14, 15	19.820.252	21.113.266
Adjustments for Impairment Loss (Reversal of Impairment Loss)		62.314	3.863.363
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories	10	62.314	3.863.363
Adjustments for provisions		4.489.932	7.197.673
Adjustments for (Reversal of) Provisions Related with Employee Benefits	19	3.905.884	3.601.861
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions	8	370.023	1.425.749
Adjustments for (Reversal of) Warranty Provisions	17	214.025	2.170.063
Adjustments for Interest (Income) Expenses		24.014.925	15.548.146
Adjustments for Interest Income	27	-10.483.707	-4.864.365
Adjustments for interest expense	27	34.498.632	20.649.455
Deferred Financial Expense from Credit Purchases	25	0	2.314.895
Unearned Financial Income from Credit Sales	25	0	-2.551.839
Adjustments for Income Arised from Government Grants		-2.340.012	-3.369.337
Adjustments for fair value losses (gains)		53.858.093	-3.803.377
Adjustments for Fair Value Losses (Gains) of Financial Assets		40.870	0
Adjustments for Fair Value (Gains) Losses on Derivative Financial Instruments	13	53.817.223	-3.803.377
Adjustments for Tax (Income) Expenses	28	9.232.664	15.219.322
Adjustments for losses (gains) on disposal of non-current assets	26	-372.206	-1.227.127
Adjustments for Losses (Gains) Arised From Sale of Tangible Assets		-372.206	-1.227.127
<b>Changes in Working Capital</b>		<b>-137.571.829</b>	<b>-39.496.520</b>
Adjustments for decrease (increase) in trade accounts receivable		-45.536.889	-21.851.207
Decrease (Increase) in Trade Accounts Receivables from Related Parties		389	-2.124
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties		-45.537.278	-21.849.083
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		-23.821.543	-4.378.445
Decrease (Increase) in Other Related Party Receivables Related with Operations		0	0
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations		-23.821.543	-4.378.445
Adjustments for decrease (increase) in inventories		-66.128.610	3.245.157
Adjustments for increase (decrease) in trade accounts payable		7.338.891	-46.917.215
Increase (Decrease) in Trade Accounts Payables to Related Parties		0	0
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties		7.338.891	-46.917.215
Adjustments for increase (decrease) in other operating payables		-9.423.678	30.405.190
Increase (Decrease) in Other Operating Payables to Related Parties		7.978	-6.170.424
Increase (Decrease) in Other Operating Payables to Unrelated Parties		-9.431.656	36.575.614
<b>Cash Flows from (used in) Operations</b>		<b>36.083.667</b>	<b>94.787.273</b>
Payments Related with Provisions for Employee Benefits	19	-2.983.207	-2.779.434
Income taxes refund (paid)	28	-9.012.727	-13.958.438
Other inflows (outflows) of cash	8	477.120	368.937
Net Cash Flows on Discontinuing Operations		-9.418.787	0
<b>CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES</b>		<b>-58.417.072</b>	<b>-43.563.943</b>
Cash Payments to Acquire Equity or Debt Instruments of Other Entities		-2.491.480	

Proceeds from sales of property, plant, equipment and intangible assets		6.298.450	1.417.085
Proceeds from sales of property, plant and equipment		1.611.281	1.417.085
Proceeds from sales of intangible assets		4.687.169	0
Purchase of Property, Plant, Equipment and Intangible Assets		-62.224.042	-44.981.028
Purchase of property, plant and equipment	14	-43.219.476	-12.314.841
Purchase of intangible assets	15	-19.004.566	-32.666.187
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		55.980.573	-105.276.711
Proceeds from borrowings		1.098.636.510	326.437.080
Proceeds from Loans		1.098.636.510	326.437.080
Repayments of borrowings		-1.015.455.454	-420.498.172
Loan Repayments		-1.015.455.454	-420.498.172
Payments of Lease Liabilities		-5.907.443	
Proceeds from government grants		2.340.012	3.369.337
Interest paid		-33.285.995	-19.735.434
Interest Received		9.652.943	5.150.478
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		12.709.567	-70.422.316
Effect of exchange rate changes on cash and cash equivalents		-1.448.267	-363.791
Net increase (decrease) in cash and cash equivalents		11.261.300	-70.786.107
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5	293.100.022	91.472.871
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	304.361.322	20.686.764

		Footnote Reference	Equity														
			Equity attributable to owners of parent [member]											Non-controlling interests [member]			
			Issued 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						
						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 Revaluation and Remeasurement [member]														
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			58.320.000	-7.424.495	-7.424.495	-411.802		-411.802	7.701.272	146.344.776	68.241.716	214.586.492	272.771.467	-2.001.389	270.770.078	
	Adjustments Related to Accounting Policy Changes															0	
	Adjustments Related to Required Changes in Accounting Policies															0	
	Adjustments Related to Voluntary Changes in Accounting Policies															0	
	Adjustments Related to Errors															0	
	Other Restatements															0	
	Restated Balances															0	
	Transfers									3.962.728	64.278.988	-68.241.716	-3.962.728	0		0	
	Total Comprehensive Income (Loss)				-2.964.324	-2.964.324	-133.475		-133.475				80.374.680	80.374.680	77.276.881	-863.132	76.413.749
	Profit (loss)												80.374.680	80.374.680	80.374.680	-632.816	79.741.864
	Other Comprehensive Income (Loss)				-2.964.324	-2.964.324	-133.475		-133.475						-3.097.799	-230.316	-3.328.115
	Issue of equity																0
	Capital Decrease																0
	Capital Advance																0
	Effect of Merger or Liquidation or Division																0
	Effects of Business Combinations Under Common Control																0
	Advance Dividend Payments																0
	Dividends Paid																0
	Decrease through Other Distributions to Owners																0
	Increase (Decrease) through Treasury Share Transactions																0
	Increase (Decrease) through Share-Based Payment Transactions																0
	Acquisition or Disposal of a Subsidiary																0
	Increase (decrease) through changes in ownership interests in subsidiaries that do not result in loss of control, equity																0
	Transactions with noncontrolling shareholders																0
	Increase through Other Contributions by Owners																0
	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																0
	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																0
	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																0
	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		21	58.320.000	-10.388.819	-10.388.819	-545.277		-545.277	11.664.000	210.623.764	80.374.680	290.998.444	350.048.348		-2.864.521	347.183.827	
Current Period 01.01.2020 - 30.09.2020	Statement of changes in equity [abstract]																
	Statement of changes in equity [line items]																
	Equity at beginning of period		21	58.320.000	-11.341.864	-11.341.864	-625.740		-625.740	11.664.000	210.623.764	113.636.951	324.260.715	382.277.111	-3.286.219	378.990.892	
	Adjustments Related to Accounting Policy Changes															0	
	Adjustments Related to Required Changes in Accounting Policies															0	
	Adjustments Related to Voluntary Changes in Accounting Policies															0	
	Adjustments Related to Errors															0	
	Other Restatements															0	
	Restated Balances															0	
	Transfers											113.636.951	-113.636.951	0	0		0
	Total Comprehensive Income (Loss)				-3.156.996	-3.156.996	-566.780		-566.780				56.400.913	56.400.913	52.677.137	7.607.134	60.284.271
	Profit (loss)												56.400.913	56.400.913	56.400.913	8.488.621	64.889.534
	Other Comprehensive Income (Loss)				-3.156.996	-3.156.996	-566.780		-566.780						-3.723.776	-881.487	-4.605.263
	Issue of equity																0
	Capital Decrease																0
	Capital Advance																0
	Effect of Merger or Liquidation or Division																0
	Effects of Business Combinations Under Common Control																0
	Advance Dividend Payments																0
	Dividends Paid																0
	Decrease through Other Distributions to Owners																0

	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	21	58,320,000	-14,498,860	-14,498,860	-1,192,520		-1,192,520	11,664,000	324,260,715	56,400,913	380,661,628	434,954,248		4,320,915	439,275,163	