

**KRON TELEKOMÜNİKASYON HİZMETLERİ A.Ş.**  
**Financial Report**  
**Consolidated**  
**2021 - 1. 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 31.03.2021	Previous Period 31.12.2020
Statement of Financial Position (Balance Sheet)			
Assets [abstract]			
CURRENT ASSETS			
Cash and cash equivalents	4	7.339.910	14.965.003
Trade Receivables	7	42.220.618	42.882.958
Trade Receivables Due From Related Parties		1.095.685	469.601
Trade Receivables Due From Unrelated Parties		41.124.933	42.413.357
Other Receivables	8	66.101	30.648
Other Receivables Due From Related Parties		16.652	14.684
Other Receivables Due From Unrelated Parties		49.449	15.964
Inventories	11	795.749	807.424
Prepayments	10	2.912.697	1.680.781
Prepayments to Unrelated Parties		2.912.697	1.680.781
Current Tax Assets	14	0	33.360
Other current assets	10	97.403	52.939
Other Current Assets Due From Unrelated Parties		97.403	52.939
SUB-TOTAL		53.432.478	60.453.113
Total current assets		53.432.478	60.453.113
NON-CURRENT ASSETS			
Financial Investments	5	1.840	1.840
Other Financial Investments		1.840	1.840
Trade Receivables	7	4.796.522	4.275.672
Trade Receivables Due From Unrelated Parties		4.796.522	4.275.672
Other Receivables	8	582.744	525.140
Other Receivables Due From Unrelated Parties		582.744	525.140
Property, plant and equipment	14	3.755.056	4.161.020
Fixtures and fittings		1.253.007	1.236.322
Leasehold Improvements		47.285	51.145
Operational Lease Assets		2.454.764	2.873.553
Intangible assets and goodwill	15	31.792.677	28.958.470
Capitalized Development Costs		24.120.517	22.767.372
Other intangible assets		7.672.160	6.191.098
Prepayments		0	0
Deferred Tax Asset	25	4.036.092	3.369.680
Total non-current assets		44.964.931	41.291.822
Total assets		98.397.409	101.744.935
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current Borrowings	6	14.193.945	18.153.692
Current Borrowings From Unrelated Parties		14.193.945	18.153.692
Bank Loans		14.127.535	18.126.308
Other short-term borrowings		66.410	27.384
Current Portion of Non-current Borrowings	6	1.901.011	1.757.718
Current Portion of Non-current Borrowings from Related Parties		1.901.011	1.757.718
Lease Liabilities		1.901.011	1.757.718
Trade Payables	7	1.012.711	1.451.784
Trade Payables to Unrelated Parties		1.012.711	1.451.784
Employee Benefit Obligations	16	2.256.150	4.632.642
Other Payables	8	1.091.197	1.161.023
Other Payables to Unrelated Parties		1.091.197	1.161.023
Government Grants	11	48.412	84.722
Deferred Income Other Than Contract Liabilities	10	12.507.058	8.716.002
Deferred Income Other Than Contract Liabilities from Unrelated Parties		12.507.058	8.716.002
Current tax liabilities, current	15	136.551	0
Current provisions	19	991.484	761.141
Current provisions for employee benefits		991.484	761.141
Other Current Liabilities	17	1.441.814	2.775.588
Other Current Liabilities to Unrelated Parties		1.441.814	2.775.588
SUB-TOTAL		35.580.333	39.494.312

Total current liabilities		35.580.333	39.494.312
NON-CURRENT LIABILITIES			
Long Term Borrowings	6	1.818.575	1.868.458
Long Term Borrowings From Related Parties		1.818.575	1.868.458
Lease Liabilities		1.818.575	1.868.458
Deferred Income Other Than Contract Liabilities	10	323.080	307.223
Deferred Income Other Than Contract Liabilities from Unrelated Parties		323.080	307.223
Non-current provisions	19	774.338	559.823
Non-current provisions for employee benefits		774.338	559.823
Total non-current liabilities		2.915.993	2.735.504
Total liabilities		38.496.326	42.229.816
EQUITY			
Equity attributable to owners of parent	20	59.901.083	59.515.119
Issued capital		14.268.513	14.268.513
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		-165.457	-167.292
Gains (Losses) on Revaluation and Remeasurement		-165.457	-167.292
Gains (Losses) on Remeasurements of Defined Benefit Plans		-165.457	-167.292
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		-6.555.137	-4.455.170
Change in Value of Foreign Currency Basis Spreads		-6.555.137	-4.455.170
Restricted Reserves Appropriated From Profits		2.953.560	2.953.560
Legal Reserves		2.953.560	2.953.560
Prior Years' Profits or Losses		46.915.508	36.325.254
Current Period Net Profit Or Loss	26	2.484.096	10.590.254
Total equity		59.901.083	59.515.119
Total Liabilities and Equity		98.397.409	101.744.935

# Profit or loss [abstract]

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2021 - 31.03.2021	Previous Period 01.01.2020 - 31.03.2020
<b>Profit or loss [abstract]</b>			
<b>PROFIT (LOSS)</b>			
Revenue	21	10.250.111	9.346.807
Cost of sales	21	-1.871.943	-1.826.231
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		8.378.168	7.520.576
GROSS PROFIT (LOSS)		8.378.168	7.520.576
General Administrative Expenses	22	-1.419.027	-1.415.000
Marketing Expenses	22	-5.072.043	-4.990.062
Research and development expense	22	-4.372.104	-4.304.142
Other Income from Operating Activities	23	9.204.565	8.915.389
Other Expenses from Operating Activities	23	-2.903.887	-2.897.268
PROFIT (LOSS) FROM OPERATING ACTIVITIES		3.815.672	2.829.493
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		3.815.672	2.829.493
Finance income	24	853.038	473.190
Finance costs	24	-2.714.303	-1.695.123
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		1.954.407	1.607.560
Tax (Expense) Income, Continuing Operations		529.689	-537.630
Current Period Tax (Expense) Income		-137.182	-205.872
Deferred Tax (Expense) Income		666.871	-331.758
PROFIT (LOSS) FROM CONTINUING OPERATIONS		2.484.096	1.069.930
PROFIT (LOSS)		2.484.096	1.069.930
<b>Profit (loss), attributable to [abstract]</b>			
Non-controlling Interests		0	0
Owners of Parent		2.484.096	1.069.930
<b>Earnings per share [abstract]</b>			
<b>Earnings per share [line items]</b>			
<b>Basic earnings per share</b>			
<b>Diluted Earnings Per Share</b>			
Diluted Earnings (Loss) per Share from Continuing Operations			
Pay Başına Kazanç (Kayıp)	26	0,17400000	0,07500000

# Statement of Other Comprehensive Income

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2021 - 31.03.2021	Previous Period 01.01.2020 - 31.03.2020
<b>Statement of Other Comprehensive Income</b>			
PROFIT (LOSS)		2.484.096	1.069.930
<b>OTHER COMPREHENSIVE INCOME</b>			
<b>Other Comprehensive Income that will not be Reclassified to Profit or Loss</b>		<b>1.835</b>	<b>-1.130</b>
Gains (Losses) on Remeasurements of Defined Benefit Plans		2.294	-1.449
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss		-459	319
Deferred Tax (Expense) Income		-459	319
<b>Other Comprehensive Income That Will Be Reclassified to Profit or Loss</b>		<b>-2.099.967</b>	<b>-912.978</b>
Exchange Differences on Translation		-2.099.967	-912.978
Gains (Losses) on Exchange Differences on Translation		-2.099.967	-912.978
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>		<b>-2.098.132</b>	<b>-914.108</b>
<b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>		<b>385.964</b>	<b>155.822</b>
<b>Total Comprehensive Income Attributable to</b>			
Non-controlling Interests		0	0
Owners of Parent		385.964	155.822

# Statement of cash flows (Indirect Method)

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2021 - 31.03.2021	Previous Period 01.01.2020 - 31.03.2020
<b>Statement of cash flows (Indirect Method)</b>			
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		<b>114.729</b>	<b>1.724.574</b>
Profit (Loss)		2.484.096	1.069.930
Profit (Loss) from Continuing Operations	30	2.484.096	1.069.930
<b>Adjustments to Reconcile Profit (Loss)</b>		<b>-6.541.129</b>	<b>1.520.196</b>
Adjustments for depreciation and amortisation expense	14-15	1.999.431	1.712.383
Adjustments for Impairment Loss (Reversal of Impairment Loss)		412.147	969.081
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables	7	412.147	971.638
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories	11		-2.557
Adjustments for provisions		677.495	1.103.421
Adjustments for (Reversal of) Provisions Related with Employee Benefits	21	447.152	169.676
Adjustments for (Reversal of) General Provisions		0	788.374
Adjustments for (Reversal of) Other Provisions		230.343	145.371
Adjustments for Interest (Income) Expenses		691.367	37.151
Adjustments for interest expense	28	521.826	48.830
Deferred Financial Expense from Credit Purchases	7	177.336	392
Unearned Financial Income from Credit Sales	7	-7.795	-12.071
Adjustments for unrealised foreign exchange losses ( gains)	22	-9.793.543	-3.178.400
Adjustments for fair value losses (gains)		0	0
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method		0	0
Adjustments for Tax (Income) Expenses	29	-529.861	537.311
Other adjustments for non-cash items		1.835	339.249
Adjustments for losses (gains) on disposal of non-current assets		0	0
<b>Changes in Working Capital</b>		<b>4.171.762</b>	<b>-865.552</b>
Adjustments for decrease (increase) in trade accounts receivable		3.879.990	3.441.299
Decrease (Increase) in Trade Accounts Receivables from Related Parties	7	-1.039.460	-362.210
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties	7	4.919.450	3.803.509
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		2.225.098	42.688
Decrease (Increase) in Other Related Party Receivables Related with Operations	8	-1.968	1.150
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations	8	2.227.066	41.538
Adjustments for Decrease (Increase) in Contract Assets		0	0
Adjustments for decrease (increase) in inventories	11	11.675	-213.227
Decrease (Increase) in Prepaid Expenses	12	-1.231.916	539.982
Adjustments for increase (decrease) in trade accounts payable		-459.855	-1.667.335
Increase (Decrease) in Trade Accounts Payables to Related Parties			12.352
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties	7	-459.855	-1.679.687
Increase (Decrease) in Employee Benefit Liabilities	18	-2.376.492	-2.081.300
Adjustments for Increase (Decrease) in Contract Liabilities		0	0
Adjustments for increase (decrease) in other operating payables	8	-69.826	-137.595
Increase (Decrease) in Other Operating Payables to Related Parties		-69.826	
Increase (Decrease) in Other Operating Payables to Unrelated Parties	8		-137.595
Increase (Decrease) in Government Grants and Assistance	13	-36.310	-36.309
Increase (Decrease) in Deferred Income Other Than Contract Liabilities	12	3.806.913	1.709.681
Other Adjustments for Other Increase (Decrease) in Working Capital		-1.577.515	-2.463.436

Decrease (Increase) in Other Assets Related with Operations		-11.104	-30.615
Increase (Decrease) in Other Payables Related with Operations		-1.566.411	-2.432.821
Cash Flows from (used in) Operations		114.729	1.724.574
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		-2.286.097	-2.796.806
Proceeds from sales of property, plant, equipment and intangible assets		1.058	3.689
Proceeds from sales of property, plant and equipment	14	1.058	3.689
Purchase of Property, Plant, Equipment and Intangible Assets		-2.287.155	-2.800.495
Purchase of property, plant and equipment	14	199.225	-1.311.166
Purchase of intangible assets	15	-2.486.380	-1.489.329
Cash advances and loans made to other parties		0	0
Cash receipts from repayment of advances and loans made to other parties		0	0
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		-6.089.053	9.600.662
Proceeds from Issuing Shares or Other Equity Instruments		0	0
Payments to Acquire Entity's Shares or Other Equity Instruments		0	0
Cash Inflows from Sale of Acquired Entity's Shares or Other Equity Instruments		0	0
Proceeds from borrowings	6	12.377.620	11.397.964
Proceeds from Loans	6	11.070.130	10.653.611
Proceeds from Other Financial Borrowings	6	1.307.490	744.353
Repayments of borrowings	6	-16.718.095	-987.885
Loan Repayments	6	-16.718.095	-987.885
Payments of Lease Liabilities	6	-1.226.752	-760.587
Interest paid	28	-521.826	-48.830
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		-8.260.421	8.528.430
Effect of exchange rate changes on cash and cash equivalents		635.328	425.961
Net increase (decrease) in cash and cash equivalents		-7.625.093	8.954.391
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	4	14.965.003	6.013.700
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	4	7.339.910	14.968.091

Footnote Reference	Equity									Non-controlling interests [member]
	Equity attributable to owners of parent [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			
		Gains/Losses on Revaluation and Remeasurement [member]	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  
01.01.2020 - 31.03.2020



Current Period 01.01.2021 - 31.03.2021											0	0
	Decrease through Other Distributions to Owners										0	0
	Increase (Decrease) through Treasury Share Transactions										0	0
	Increase (Decrease) through Share-Based Payment Transactions										0	0
	Acquisition or Disposal of a Subsidiary										0	0
	Increase (decrease) through changes in ownership interests in subsidiaries that do not result in loss of control, equity										0	0
	Transactions with noncontrolling shareholders										0	0
	Increase through Other Contributions by Owners										0	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	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	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	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	0
	Increase (decrease) through other changes, equity										0	0
	Equity at end of period	22	14.268.513	-165.457	-6.555.137			2.953.560	46.915.508	2.484.096	59.901.083	59.901.083