

**NETAŞ TELEKOMÜNİKASYON 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
<b>Statement of Financial Position (Balance Sheet)</b>			
<b>Assets [abstract]</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	246.831.667	307.221.733
Trade Receivables		1.087.458.481	1.067.144.759
Trade Receivables Due From Related Parties	21	12.048.133	42.997.497
Trade Receivables Due From Unrelated Parties	7	1.075.410.348	1.024.147.262
Other Receivables		30.628.446	571.632
Other Receivables Due From Unrelated Parties		30.628.446	571.632
Contract Assets		246.835.739	173.169.862
Contract Assets from Sale of Goods and Service Contracts	4	246.835.739	173.169.862
Inventories	8	180.640.639	183.412.626
Prepayments		84.747.722	21.702.469
Current Tax Assets	19	28.984.069	33.957.039
Other current assets		43.672.284	19.500.272
<b>SUB-TOTAL</b>		<b>1.949.799.047</b>	<b>1.806.680.392</b>
<b>Total current assets</b>		<b>1.949.799.047</b>	<b>1.806.680.392</b>
<b>NON-CURRENT ASSETS</b>			
Financial Investments		8.066.196	6.837.555
Trade Receivables		30.946.353	26.953.350
Trade Receivables Due From Unrelated Parties	7	30.946.353	26.953.350
Investments accounted for using equity method	3	12.191.952	11.507.883
Property, plant and equipment	9	84.123.891	106.867.551
Right of Use Assets	11	46.747.093	48.320.124
Intangible assets and goodwill		314.217.436	254.299.756
Goodwill	10	152.599.827	134.537.477
Other intangible assets	10	161.617.609	119.762.279
Deferred Tax Asset	19	195.243.547	149.627.468
<b>Total non-current assets</b>		<b>691.536.468</b>	<b>604.413.687</b>
<b>Total assets</b>		<b>2.641.335.515</b>	<b>2.411.094.079</b>
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Current Borrowings		668.267.962	520.299.949
Current Borrowings From Unrelated Parties		668.267.962	520.299.949
Bank Loans	6	649.639.195	505.122.861
Lease Liabilities		18.628.767	15.177.088
Trade Payables		887.610.740	886.418.679
Trade Payables to Related Parties	21	133.817.631	145.181.657
Trade Payables to Unrelated Parties	7	753.793.109	741.237.022
Employee Benefit Obligations	14	54.750.798	31.526.502
Other Payables		4.804.860	40.309.890
Other Payables to Unrelated Parties		4.804.860	40.309.890
Contract Liabilities		98.220.819	114.103.140
Contract Liabilities from Sale of Goods and Service Contracts	4	98.220.819	114.103.140
Deferred Income Other Than Contract Liabilities	4	91.754.120	70.607.087
Current tax liabilities, current	19	0	2.616.637
Current provisions		29.063.625	40.210.587
Current provisions for employee benefits	14	18.342.115	31.294.457
Other current provisions		10.721.510	8.916.130
<b>SUB-TOTAL</b>		<b>1.834.472.924</b>	<b>1.706.092.471</b>
<b>Total current liabilities</b>		<b>1.834.472.924</b>	<b>1.706.092.471</b>
<b>NON-CURRENT LIABILITIES</b>			
Long Term Borrowings		69.396.537	65.608.465
Long Term Borrowings From Unrelated Parties		69.396.537	65.608.465
Bank Loans	6	21.049.578	21.376.420
Lease Liabilities		48.346.959	44.232.045
Non-current provisions		36.083.659	34.913.181
Non-current provisions for employee benefits	14	36.083.659	34.913.181
Deferred Tax Liabilities	19	37.406.047	18.708.917

Total non-current liabilities		142.886.243	119.230.563
Total liabilities		1.977.359.167	1.825.323.034
EQUITY			
Equity attributable to owners of parent		660.574.819	585.075.637
Issued capital	15	64.864.800	64.864.800
Inflation Adjustments on Capital		41.612.160	41.612.160
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		506.070.833	421.188.549
Gains (Losses) on Revaluation and Remeasurement		-11.594.178	-11.594.178
Gains (Losses) on Remeasurements of Defined Benefit Plans		-11.594.178	-11.594.178
Exchange Differences on Translation		517.665.011	432.782.727
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		-2.035.611	-445.568
Exchange Differences on Translation		-2.035.611	-445.568
Restricted Reserves Appropriated From Profits	15	34.897.360	34.897.360
Prior Years' Profits or Losses		22.958.336	94.088.563
Current Period Net Profit Or Loss		-7.793.059	-71.130.227
Non-controlling interests		3.401.529	695.408
Total equity		663.976.348	585.771.045
Total Liabilities and Equity		2.641.335.515	2.411.094.079

# Statement of Profit or Loss and 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 Profit or Loss and Other Comprehensive Income</b>			
<b>PROFIT (LOSS)</b>			
Revenue	16	491.776.619	304.329.367
Cost of sales	4	-474.575.426	-274.105.830
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		17.201.193	30.223.537
GROSS PROFIT (LOSS)		17.201.193	30.223.537
General Administrative Expenses	4	-27.698.744	-16.990.302
Marketing Expenses	4	-23.658.573	-23.528.519
Research and development expense	4	-5.642.110	-910.199
Other Income from Operating Activities	17	7.138.481	5.675.613
Other Expenses from Operating Activities	17	-44.063.109	-23.622.992
PROFIT (LOSS) FROM OPERATING ACTIVITIES		-76.722.862	-29.152.862
Investment Activity Income		35.455.653	9.675
Investment Activity Expenses		-82.592	-2.736
Share of Profit (Loss) from Investments Accounted for Using Equity Method	3	248.410	15.582
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		-41.101.391	-29.130.341
Finance income	18	51.497.108	33.022.727
Finance costs	18	-27.829.142	-28.108.520
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		-17.433.425	-24.216.134
Tax (Expense) Income, Continuing Operations		11.985.598	21.146.216
Current Period Tax (Expense) Income	19	0	0
Deferred Tax (Expense) Income	19	11.985.598	21.146.216
PROFIT (LOSS) FROM CONTINUING OPERATIONS		-5.447.827	-3.069.918
PROFIT (LOSS)		-5.447.827	-3.069.918
<b>Profit (loss), attributable to [abstract]</b>			
Non-controlling Interests		2.345.232	-150.920
Owners of Parent		-7.793.059	-2.918.998
<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			
Pay Başına Kazanç (Kayıp)		-0,08400000	-0,04730000
<b>Diluted Earnings Per Share</b>			
<b>OTHER COMPREHENSIVE INCOME</b>			
Other Comprehensive Income that will not be Reclassified to Profit or Loss		84.882.284	14.175.711
Exchange Differences on Translation		84.882.284	14.175.711
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		-1.229.154	-18.914
Exchange Differences on Translation		-1.229.154	-18.914
Share of Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will be Reclassified to Profit or Loss		0	0
Gains (Losses) on Exchange Differences on Translation of Investments Accounted for Using Equity Method		0	0
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>		<b>83.653.130</b>	<b>14.156.797</b>
<b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>		<b>78.205.303</b>	<b>11.086.879</b>
<b>Total Comprehensive Income Attributable to</b>			
Non-controlling Interests		2.706.121	28.575
Owners of Parent		75.499.182	11.058.304

# 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>-270.113.193</b>	<b>171.811.083</b>
Profit (Loss)		-5.447.827	-3.069.918
Profit (Loss) from Continuing Operations		-5.447.827	-3.069.918
<b>Adjustments to Reconcile Profit (Loss)</b>		<b>-38.610.896</b>	<b>2.879.704</b>
Adjustments for depreciation and amortisation expense	9-10-11	24.409.241	17.061.353
Adjustments for Impairment Loss (Reversal of Impairment Loss)		-110.652	1.647.023
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables	7	-110.652	1.647.023
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories	8	0	0
Adjustments for provisions		17.337.308	12.180.865
Adjustments for (Reversal of) Provisions Related with Employee Benefits		13.965.481	11.065.006
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions		2.538.799	739.399
Adjustments for (Reversal of) Other Provisions		833.028	376.460
Adjustments for Interest (Income) Expenses		18.380.104	26.084.632
Adjustments for Interest Income	18	-477.280	-97.295
Adjustments for interest expense	18	25.886.241	26.262.641
Unearned Financial Income from Credit Sales	17	-7.028.857	-80.714
Adjustments for unrealised foreign exchange losses ( gains)	18	-51.019.828	-32.925.432
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method	3	-248.410	-15.582
Adjustments for Tax (Income) Expenses	19	-11.985.598	-21.146.216
Adjustments for losses (gains) on disposal of non-current assets		-35.373.061	-6.939
Adjustments for Losses (Gains) Arised From Sale of Tangible Assets		-35.373.061	-6.939
<b>Changes in Working Capital</b>		<b>-166.967.077</b>	<b>195.226.980</b>
Adjustments for decrease (increase) in trade accounts receivable		85.034.539	123.425.841
Decrease (Increase) in Trade Accounts Receivables from Related Parties		32.535.531	1.515.248
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties		52.499.008	121.910.593
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		-37.213.765	8.391.507
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations		-37.213.765	8.391.507
Adjustments for Decrease (Increase) in Contract Assets		-44.669.180	1.108.371
Decrease (Increase) In Contract Assets From Sale Of Goods And Service Contracts		-44.669.180	1.108.371
Adjustments for decrease (increase) in inventories		24.272.807	-7.784.275
Decrease (Increase) in Prepaid Expenses		-53.276.327	-1.548.082
Adjustments for increase (decrease) in trade accounts payable		-104.382.900	83.358.043
Increase (Decrease) in Trade Accounts Payables to Related Parties		-27.337.764	3.253.472
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties		-77.045.136	80.104.571
Increase (Decrease) in Employee Benefit Liabilities		16.826.562	-4.849.763
Adjustments for Increase (Decrease) in Contract Liabilities		-27.644.174	1.204.551
Increase (Decrease) In Contract Liabilities From Sale Of Goods And Service Contracts		-27.644.174	1.204.551
Adjustments for increase (decrease) in other operating payables		-36.252.140	-17.444.002
Increase (Decrease) in Other Operating Payables to Unrelated Parties		-36.252.140	-17.444.002
Other Adjustments for Other Increase (Decrease) in Working Capital		10.337.501	9.364.789
<b>Cash Flows from (used in) Operations</b>		<b>-211.025.800</b>	<b>195.036.766</b>
Payments Related with Provisions for Employee Benefits		-25.747.345	-22.486.284
Payments Related with Other Provisions		-1.736.772	-739.399

Income taxes refund (paid)	19	-31.603.276	0
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		80.687.429	-1.395.503
Cash Inflows from Losing Control of Subsidiaries or Other Businesses	25	58.611.531	0
Proceeds from sales of property, plant, equipment and intangible assets		35.538.245	9.675
Proceeds from sales of property, plant and equipment		35.538.245	9.675
Purchase of Property, Plant, Equipment and Intangible Assets		-13.939.627	-966.125
Purchase of property, plant and equipment	9	-9.331.552	-958.672
Purchase of intangible assets	10	-4.608.075	-7.453
Interest received	18	477.280	97.295
Other inflows (outflows) of cash		0	-536.348
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		109.706.390	-139.663.689
Proceeds from borrowings	6	399.982.155	364.595.834
Repayments of borrowings	6	-266.490.035	-459.345.167
Payments of Lease Liabilities		-6.716.837	-6.248.361
Interest paid		-17.068.893	-38.665.995
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		-79.719.374	30.751.891
Effect of exchange rate changes on cash and cash equivalents		19.329.308	-19.265.372
Net increase (decrease) in cash and cash equivalents		-60.390.066	11.486.519
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5	307.221.733	195.340.538
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	246.831.667	206.827.057

[illegible]

Current Period 01.01.2021 - 31.03.2021															
	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	64.864.800	41.612.160	-11.594.178	517.665.011	-2.035.611			34.897.360	22.958.336	-7.793.059	660.574.819	3.401.529	663.976.348	