

**LOKMAN HEKİM ENGÜRÜSAĞ SAĞLIK TURİZM EĞİTİM
HİZMETLERİ VE İNŞAAT TAAHHÜT A.Ş.
Financial Report
Consolidated
2021 - 1. 3 Monthly Notification**

General Information About Financial Statements

Independent Audit Comment

Independent Audit Company	VEZİN BAĞIMSIZ DENETİM A.Ş.
Audit Type	Limited
Audit Result	Positive

LOKMAN HEKİM ENGÜRÜSAĞ SAĞLIK,
TURİZM, EĞİTİM HİZMETLERİ VE İNŞAAT TAAHHÜT ANONİM ŞİRKETİ
CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD
1 JANUARY – 31 MARCH 2021

TOGETHER WITH THE INDEPENDENT AUDITOR'S REVIEW REPORT

To the Board of Directors of

Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş.

Introduction

We audited the accompanied balance sheet of Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş. (the "Company") as of March 31, 2021, statement of income, statement of changes in equity, statement of cash flows and summary of significant accounting policies and other explanatory notes. The Company management is responsible for the preparation and fair presentation of the aforementioned interim consolidated financial information in accordance with the Turkish Accounting Standard 34, Interim Financial Reporting Standard ("TAS 34"). Our responsibility is to report a conclusion on this interim consolidated financial information based on our review.

Scope of Review

Our review conducted in accordance with International Standard on Review Engagements ("ISRE") 2410, "Review of Interim Financial Information Performed by the Independent Auditor of The Entity". A review of interim financial information consists of questioning individuals, particularly those responsible for finance and accounting matters, and applying analytical procedures and other review procedures. Scope of review of interim financial information; It is significantly narrower than the scope of an independent audit, which is conducted in accordance with the Independent Auditing Standards and whose purpose is to report an opinion on the financial statements. Consequently, the review of interim financial information does not provide assurance that the firm will be aware of all material matters that may be identified in an independent audit. For this reason, we do not provide an independent audit opinion.

Conclusion

According to our limited audit, the accompanying interim consolidated financial information is based on the financial status of Lokman Hekim Engürüsağ Sağlık, Turizm, Eğitim Hizmetleri ve İnşaat Taahhüt A.Ş. We did not observe any subject that cause us to believe that the cash flows do not provide an accurate and fair view in accordance with TAS 34 "Interim Financial Reporting" in all material respects.

25 May 2021, Ankara

Vezin Bağımsız Denetim A.Ş.

Member Firm of HLB International

Fatma Zehra KOŞ, CPA

Auditor in Charge

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	6.216.319	8.326.487
Trade Receivables		63.968.793	64.151.911
Trade Receivables Due From Related Parties	29	7.674.658	5.565.435
Trade Receivables Due From Unrelated Parties	6	56.294.135	58.586.476
Other Receivables		1.462.748	1.442.201
Other Receivables Due From Related Parties	29	750.000	750.000
Other Receivables Due From Unrelated Parties	7	712.748	692.201
Inventories	8	18.351.320	19.664.250
Prepayments		15.338.177	13.560.982
Prepayments to Related Parties	29	4.266.437	4.160.301
Prepayments to Unrelated Parties	17	11.071.740	9.400.681
Other current assets	15	1.752.769	1.184.592
SUB-TOTAL		107.090.126	108.330.423
Total current assets		107.090.126	108.330.423
NON-CURRENT ASSETS			
Other Receivables	7	289.260	280.888
Biological assets	9	14.916.250	13.710.350
Investment property	12	6.400.000	6.400.000
Property, plant and equipment		162.181.755	158.320.751
Operational Lease Assets		7.883.321	8.187.113
Other property, plant and equipment		154.298.434	150.133.638
Right of Use Assets	10	39.995.574	44.470.129
Intangible assets and goodwill	11	23.188.079	23.231.455
Prepayments		19.966.385	17.702.157
Prepayments to Related Parties	29	19.881.942	17.408.357
Prepayments to Unrelated Parties	17	84.443	293.800
Deferred Tax Asset	27	19.791.747	17.240.161
Total non-current assets		286.729.050	281.355.891
Total assets		393.819.176	389.686.314
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current Borrowings	5	23.169.227	23.065.812
Current Borrowings From Unrelated Parties		23.169.227	23.065.812
Bank Loans		14.952.710	14.051.437
Lease Liabilities		6.998.590	7.662.220
Other short-term borrowings		1.217.927	1.352.155
Current Portion of Non-current Borrowings	5	46.189.232	43.114.594
Current Portion of Non-current Borrowings from Unrelated Parties	5	46.189.232	43.114.594
Other Financial Liabilities		0	
Trade Payables		38.800.972	40.161.867
Trade Payables to Related Parties	29	2.330.738	3.353.953
Trade Payables to Unrelated Parties	6	36.470.234	36.807.914
Employee Benefit Obligations	18	9.162.964	7.170.290
Other Payables		13.577.692	17.219.270
Other Payables to Related Parties	29	12.944.760	16.100.829
Other Payables to Unrelated Parties	7	632.932	1.118.441
Deferred Income Other Than Contract Liabilities	17	2.572.506	666.552
Current tax liabilities, current	27	867.908	
Current provisions	13	1.546.215	1.770.560
Other Current Liabilities	15	11.283.620	13.074.428
SUB-TOTAL		147.170.336	146.243.373
Total current liabilities		147.170.336	146.243.373
NON-CURRENT LIABILITIES			
Long Term Borrowings	5	89.155.887	99.856.264
Long Term Borrowings From Unrelated Parties		89.155.887	99.856.264
Bank Loans		58.235.281	62.128.468
Lease Liabilities		28.552.751	35.142.023

Other long-term borrowings		2.367.855	2.585.773
Deferred Income Other Than Contract Liabilities	17	1.524.632	1.707.314
Non-current provisions		9.889.251	5.051.409
Non-current provisions for employee benefits	14	9.889.251	5.051.409
Current Tax Liabilities	16	6.038.070	6.882.559
Total non-current liabilities		106.607.840	113.497.546
Total liabilities		253.778.176	259.740.919
EQUITY			
Equity attributable to owners of parent		110.188.476	102.775.301
Issued capital		24.000.000	24.000.000
Treasury Shares (-)		-2.942.181	-2.942.181
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		16.875.462	19.135.061
Gains (Losses) on Revaluation and Remeasurement		16.875.462	19.135.061
Increases (Decreases) on Revaluation of Property, Plant and Equipment		22.522.283	22.522.283
Gains (Losses) on Remeasurements of Defined Benefit Plans		-5.646.821	-3.387.222
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		1.902.620	2.790.957
Exchange Differences on Translation		1.902.620	2.790.957
Restricted Reserves Appropriated From Profits		8.910.230	8.126.027
Prior Years' Profits or Losses		50.463.172	27.414.449
Current Period Net Profit Or Loss		10.979.173	24.250.988
Non-controlling interests		29.852.524	27.170.094
Total equity		140.041.000	129.945.395
Total Liabilities and Equity		393.819.176	389.686.314

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
Statement of Profit or Loss and Other Comprehensive Income			
PROFIT (LOSS)			
Revenue	20	95.801.657	75.843.077
Cost of sales	20	-74.450.674	-63.438.081
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		21.350.983	12.404.996
GROSS PROFIT (LOSS)		21.350.983	12.404.996
General Administrative Expenses	12	-4.029.959	-3.074.284
Marketing Expenses	21	-1.332.637	-907.877
Other Income from Operating Activities	22	3.858.810	534.712
Other Expenses from Operating Activities	23	-3.289.783	-1.009.259
PROFIT (LOSS) FROM OPERATING ACTIVITIES		16.557.414	7.948.288
Investment Activity Income	24	86.342	26.404
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		16.643.756	7.974.692
Finance income	25	2.693.777	2.566.254
Finance costs	26	-6.794.708	-5.580.256
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		12.542.825	4.960.690
Tax (Expense) Income, Continuing Operations	27	1.118.778	-739.277
Current Period Tax (Expense) Income		-867.908	-365.471
Deferred Tax (Expense) Income		1.986.686	-373.806
PROFIT (LOSS) FROM CONTINUING OPERATIONS		13.661.603	4.221.413
PROFIT (LOSS)		13.661.603	4.221.413
Profit (loss), attributable to [abstract]			
Non-controlling Interests		2.682.430	891.661
Owners of Parent		10.979.173	3.329.752
Earnings per share [abstract]			
Earnings per share [line items]			
Basic earnings per share			
Basic Earnings (Loss) Per Share from Continuing Operations			
Hisse Başına Kazanç	28	0,45747000	0,13874000
Diluted Earnings Per Share			
OTHER COMPREHENSIVE INCOME			
Other Comprehensive Income that will not be Reclassified to Profit or Loss		2.259.599	-2.100.523
Gains (Losses) on Remeasurements of Defined Benefit Plans		2.824.499	-2.517.556
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss		-564.900	417.033
Current Period Tax (Expense) Income		-564.900	417.033
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		888.337	-152.656
Exchange Differences on Translation		888.337	-152.656
OTHER COMPREHENSIVE INCOME (LOSS)		3.147.936	-2.253.179
TOTAL COMPREHENSIVE INCOME (LOSS)		16.809.539	1.968.234
Total Comprehensive Income Attributable to			
Non-controlling Interests		2.682.430	891.661
Owners of Parent		14.127.109	1.076.573

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
Statement of cash flows (Indirect Method)			
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		8.760.825	2.461.497
Profit (Loss)		10.979.173	3.329.752
Profit (Loss) from Continuing Operations		10.979.173	3.329.752
Adjustments to Reconcile Profit (Loss)		4.538.440	8.091.544
Adjustments for depreciation and amortisation expense	10 11	5.728.034	4.704.309
Adjustments for Impairment Loss (Reversal of Impairment Loss)		-576.424	-324.357
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables	6	-576.424	-324.357
Adjustments for provisions		4.837.842	-2.615.190
Adjustments for (Reversal of) Provisions Related with Employee Benefits	14	4.837.842	-2.615.190
Adjustments for Interest (Income) Expenses		-700.789	-163.214
Adjustments for Interest Income	26	-700.789	-163.214
Adjustments for unrealised foreign exchange losses (gains)	16	-888.337	152.656
Adjustments for Tax (Income) Expenses	27	-2.551.586	790.839
Other adjustments for non-cash items		-1.310.300	5.546.501
Changes in Working Capital		-6.756.788	-8.959.799
Adjustments for decrease (increase) in trade accounts receivable		630.131	2.128.279
Decrease (Increase) in Trade Accounts Receivables from Related Parties	29	-2.109.223	
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties	6	2.739.354	2.128.279
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		-255.373	68.316
Decrease (Increase) in Other Related Party Receivables Related with Operations	29	-251.930	147.071
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations	7	-3.443	-78.755
Adjustments for decrease (increase) in inventories	8	107.030	2.051.938
Decrease (Increase) in Prepaid Expenses	17	-4.250.780	-14.453.658
Adjustments for increase (decrease) in trade accounts payable		-1.328.176	1.530.859
Increase (Decrease) in Trade Accounts Payables to Related Parties	29	-1.003.215	-296.121
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties	6	-324.961	1.826.980
Increase (Decrease) in Employee Benefit Liabilities	18	1.992.674	-2.000.268
Adjustments for increase (decrease) in other operating payables		-3.415.124	223.919
Increase (Decrease) in Other Operating Payables to Related Parties	29	-2.929.615	166.363
Increase (Decrease) in Other Operating Payables to Unrelated Parties	7	-485.509	57.556
Increase (Decrease) in Deferred Income Other Than Contract Liabilities	17	1.905.954	1.108.951
Other Adjustments for Other Increase (Decrease) in Working Capital		-2.143.124	381.865
Decrease (Increase) in Other Assets Related with Operations	15	-358.820	205.546
Increase (Decrease) in Other Payables Related with Operations	15	-1.784.304	176.319
Cash Flows from (used in) Operations		8.760.825	2.461.497
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		-8.969.932	-7.875.003
Proceeds from sales of property, plant, equipment and intangible assets		154.123	
Proceeds from sales of property, plant and equipment	10	154.123	
Purchase of Property, Plant, Equipment and Intangible Assets		-9.124.055	-7.875.003
Purchase of property, plant and equipment	10	-9.098.490	-8.093.553
Purchase of intangible assets	11	-25.565	218.550
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		-1.901.061	1.716.276
Proceeds from borrowings		25.615.108	26.456.630
Proceeds from Loans	5	25.615.108	26.456.630

Repayments of borrowings		-27.516.169	-24.740.354
Loan Repayments	5	-25.183.741	-24.740.354
Cash Outflows from Other Financial Liabilities	5	-2.332.428	
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		-2.110.168	-3.697.230
Net increase (decrease) in cash and cash equivalents		-2.110.168	-3.697.230
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		8.326.487	6.327.982
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		6.216.319	2.630.752

		Footnote Reference	Equity														
			Equity attributable to owners of parent (member)											Non-controlling interests (member)			
			Issued Capital	Treasury Shares	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					
Increases (Decreases) on Revaluation of Property, Plant and Equipment	Gains (Losses) on Remeasurements of Defined Benefit Plans																
Previous Period 01.01.2020 - 31.03.2020	Statement of changes in equity (abstract)																
	Statement of changes in equity (line items)																
	Equity at beginning of period		24.000.000	-6.424.650	22.522.283	-4.738.298	903.698				10.882.318	16.403.271	8.268.224	71.816.846	22.366.903	94.183.749	
	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											8.268.224	-8.268.224				
	Total Comprehensive Income (Loss)																
	Profit (loss)													3.329.752	3.329.752	891.661	4.221.413
	Other Comprehensive Income (Loss)					-417.033								-417.033			-417.033
	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			-243.150							243.150	1.542.283		1.542.283			1.542.283
	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						152.656								152.656		152.656	
Increase (decrease) through other changes, equity						2.517.556								2.517.556		2.517.556	
Equity at end of period		24.000.000	-6.667.800	22.522.283	-2.637.775	1.056.354				11.125.468	24.428.345	3.329.752	77.156.627	23.258.564	100.415.191		
	Statement of changes in equity (abstract)																
	Statement of changes in equity (line items)																
	Equity at beginning of period		24.000.000	-2.942.181	22.522.283	-3.387.222	2.790.957				8.126.027	27.414.449	24.250.988	102.775.301		27.170.094	129.945.395
	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										784.203	23.466.785	-24.250.988	0		0	
	Total Comprehensive Income (Loss)																
	Profit (loss)													10.979.173	10.979.173	2.682.430	13.661.603
	Other Comprehensive Income (Loss)					564.900								-418.062	146.838		146.838
	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 01.01.2021 - 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						-888.337					-888.337		-888.337	
	Increase (decrease) through other changes, equity					-2.824.499						-2.824.499		-2.824.499	
	Equity at end of period	24.000.000	-2.942.181	22.522.283	-5.646.821	1.902.620		8.910.230	50.463.172	10.979.173	110.188.476	29.852.524	140.041.000		