

NET HOLDİNG 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 | 7 | 220.925.149 | 332.659.077 |
| Financial Investments | 8 | 75.706.137 | 78.701.349 |
| Trade Receivables | | 156.713.034 | 124.317.208 |
| Trade Receivables Due From Related Parties | 10 | 16.826.672 | 306.806 |
| Trade Receivables Due From Unrelated Parties | 10 | 139.886.362 | 124.010.402 |
| Receivables From Financial Sector Operations | 11 | 9.674.883 | 8.465.495 |
| Other Receivables | | 4.417.487 | 4.083.698 |
| Other Receivables Due From Related Parties | 12 | 1.291.302 | 1.216.125 |
| Other Receivables Due From Unrelated Parties | 12 | 3.126.185 | 2.867.573 |
| Inventories | 14 | 33.839.267 | 36.142.998 |
| Prepayments | 15 | 23.631.163 | 20.457.066 |
| Current Tax Assets | 34 | 36.379.468 | 37.263.097 |
| Other current assets | 25 | 17.055.811 | 14.373.668 |
| SUB-TOTAL | | 578.342.399 | 656.463.656 |
| Total current assets | | 578.342.399 | 656.463.656 |
| NON-CURRENT ASSETS | | | |
| Financial Investments | 8 | 3.068.570 | 3.068.570 |
| Other Receivables | | 9.165.784 | 8.709.962 |
| Other Receivables Due From Related Parties | 12 | 7.784.325 | 7.397.747 |
| Other Receivables Due From Unrelated Parties | 12 | 1.381.459 | 1.312.215 |
| Investments accounted for using equity method | 16 | 189.222.757 | 167.016.632 |
| Investment property | 18 | 1.644.530.814 | 1.644.250.814 |
| Property, plant and equipment | 19 | 4.621.993.418 | 4.622.754.706 |
| Right of Use Assets | 17 | 313.817.430 | 264.103.863 |
| Intangible assets and goodwill | 20 | 4.285.178 | 3.095.874 |
| Prepayments | 15 | 96.455.421 | 88.233.405 |
| Deferred Tax Asset | 34 | 169.372.202 | 104.173.966 |
| Other Non-current Assets | 25 | 11.706.620 | 12.227.186 |
| Total non-current assets | | 7.063.618.194 | 6.917.634.978 |
| Total assets | | 7.641.960.593 | 7.574.098.634 |
| LIABILITIES AND EQUITY | | | |
| CURRENT LIABILITIES | | | |
| Current Borrowings | 9 | 193.778.549 | 144.720.378 |
| Current Portion of Non-current Borrowings | 9 | 672.665.135 | 495.755.336 |
| Trade Payables | | 135.413.300 | 147.614.344 |
| Trade Payables to Related Parties | 10 | 2.091.866 | 515.911 |
| Trade Payables to Unrelated Parties | 10 | 133.321.434 | 147.098.433 |
| Payables on Financial Sector Operations | 11 | 9.553.742 | 8.417.656 |
| Employee Benefit Obligations | 13 | 2.598.107 | 21.327.186 |
| Other Payables | | 7.562.429 | 11.292.824 |
| Other Payables to Related Parties | 12 | 2.996.144 | 2.872.612 |
| Other Payables to Unrelated Parties | 12 | 4.566.285 | 8.420.212 |
| Deferred Income Other Than Contract Liabilities | 15 | 37.669.669 | 10.090.912 |
| Current tax liabilities, current | 34 | 1.007.831 | 4.619.085 |
| Current provisions | | 2.327.774 | 2.655.450 |
| Current provisions for employee benefits | 24 | 1.824.767 | 2.152.443 |
| Other current provisions | 22 | 503.007 | 503.007 |
| SUB-TOTAL | | 1.062.576.536 | 846.493.171 |
| Total current liabilities | | 1.062.576.536 | 846.493.171 |
| NON-CURRENT LIABILITIES | | | |
| Long Term Borrowings | 9 | 1.421.939.844 | 1.435.410.176 |
| Trade Payables | 10 | 3.066.425 | 5.941.408 |
| Other Payables | 12 | 573.191 | 507.565 |
| Deferred Income Other Than Contract Liabilities | 15 | 77.071 | 129.311 |
| Non-current provisions | | 6.886.904 | 6.564.992 |
| Non-current provisions for employee benefits | 24 | 6.886.904 | 6.564.992 |
| Deferred Tax Liabilities | 34 | 1.156.585.479 | 1.136.919.644 |
| | | | |

| | | | |
|---|-------|---------------|---------------|
| Total non-current liabilities | | 2,589,128.914 | 2,585,473.096 |
| Total liabilities | | 3,651,705.450 | 3,431,966.267 |
| EQUITY | | | |
| Equity attributable to owners of parent | | 3,885,178.658 | 4,041,110.361 |
| Issued capital | 26.1 | 563,875.937 | 563,875.937 |
| Inflation Adjustments on Capital | 26.1 | 410,912.684 | 410,912.684 |
| Treasury Shares (-) | 26.10 | -503,638.432 | -503,638.432 |
| Share Premium (Discount) | 26.2 | -53,744.105 | -53,739.327 |
| Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss | | 2,580,169.795 | 2,594,555.053 |
| Gains (Losses) on Revaluation and Remeasurement | | 2,580,169.795 | 2,594,555.053 |
| Increases (Decreases) on Revaluation of Property, Plant and Equipment | 26.9 | 2,558,347.830 | 2,572,364.188 |
| Gains (Losses) on Remeasurements of Defined Benefit Plans | 26.7 | -1,652.794 | -1,283.894 |
| Other Revaluation Increases (Decreases) | 26.4 | 23,474.759 | 23,474.759 |
| Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss | | 294,538.273 | 253,905.628 |
| Exchange Differences on Translation | 26.5 | 294,538.273 | 253,905.628 |
| Restricted Reserves Appropriated From Profits | 26.3 | 534,628.501 | 534,628.501 |
| Prior Years' Profits or Losses | 26.8 | 263,309.953 | 730,122.985 |
| Current Period Net Profit Or Loss | 35 | -204,873.948 | -489,512.668 |
| Non-controlling interests | 26.6 | 105,076.485 | 101,022.006 |
| Total equity | | 3,990,255.143 | 4,142,132.367 |
| Total Liabilities and Equity | | 7,641,960.593 | 7,574,098.634 |

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 |
|---|--------------------|--|---|
| Profit or loss [abstract] | | | |
| PROFIT (LOSS) | | | |
| Revenue | 27.1 | 46.265.619 | 175.508.728 |
| Cost of sales | 27.2 | -67.648.567 | -142.101.442 |
| GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS | | -21.382.948 | 33.407.286 |
| GROSS PROFIT (LOSS) | | -21.382.948 | 33.407.286 |
| General Administrative Expenses | 28.1 | -17.771.622 | -32.644.762 |
| Marketing Expenses | 28.2 | -3.952.118 | -5.764.789 |
| Other Income from Operating Activities | 30.1 | 29.237.899 | 16.567.545 |
| Other Expenses from Operating Activities | 30.2 | -47.458.835 | -28.302.997 |
| PROFIT (LOSS) FROM OPERATING ACTIVITIES | | -61.327.624 | -16.737.717 |
| Investment Activity Income | 31.1 | 2.265.751 | 6.450.077 |
| Investment Activity Expenses | 31.2 | -432.000 | -1.586 |
| Share of Profit (Loss) from Investments Accounted for Using Equity Method | 16 | -80.204 | -15.515 |
| PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE) | | -59.574.077 | -10.304.741 |
| Finance income | 32.1 | 23.709.033 | 31.301.770 |
| Finance costs | 32.2 | -215.040.988 | -148.587.581 |
| PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX | | -250.906.032 | -127.590.552 |
| Tax (Expense) Income, Continuing Operations | | 44.491.707 | 7.498.608 |
| Current Period Tax (Expense) Income | 34 | -1.007.831 | -8.319.234 |
| Deferred Tax (Expense) Income | 34 | 45.499.538 | 15.817.842 |
| PROFIT (LOSS) FROM CONTINUING OPERATIONS | | -206.414.325 | -120.091.944 |
| PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS | 33.2 | -59.643 | -58.447 |
| PROFIT (LOSS) | | -206.473.968 | -120.150.391 |
| Profit (loss), attributable to [abstract] | | | |
| Non-controlling Interests | 26.6 | -1.600.020 | 1.542.831 |
| Owners of Parent | 35 | -204.873.948 | -121.693.222 |
| Earnings per share [abstract] | | | |
| Earnings per share [line items] | | | |
| Basic earnings per share | | | |
| Basic Earnings (Loss) Per Share from Discontinued Operations | | | |
| Pay Başına Kazanç (Zarar) | | -0,36333200 | -0,21581600 |
| Sürdürülen Faaliyetlerden Pay Başına Kazanç (Zarar) | | -0,36322600 | -0,21571200 |
| Durdurulan Faaliyetlerden Pay Başına Kazanç (Zarar) | | -0,00010600 | -0,00010400 |
| Diluted Earnings Per Share | | | |

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 |
|--|--------------------|--|---|
| Statement of Other Comprehensive Income | | | |
| PROFIT (LOSS) | | -206.473.968 | -120.150.391 |
| OTHER COMPREHENSIVE INCOME | | | |
| Other Comprehensive Income that will not be Reclassified to Profit or Loss | | -259.464 | -144.763 |
| Gains (Losses) on Remeasurements of Defined Benefit Plans | 24 | -299.779 | -163.680 |
| Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss | | 40.315 | 18.917 |
| Deferred Tax (Expense) Income | 34 | 40.315 | 18.917 |
| Other Comprehensive Income That Will Be Reclassified to Profit or Loss | | 43.947.844 | 29.548.543 |
| Exchange Differences on Translation | 26,5 | 43.947.844 | 29.548.543 |
| OTHER COMPREHENSIVE INCOME (LOSS) | | 43.688.380 | 29.403.780 |
| TOTAL COMPREHENSIVE INCOME (LOSS) | | -162.785.588 | -90.746.611 |
| Total Comprehensive Income Attributable to | | | |
| Non-controlling Interests | | 2.391.664 | 3.052.489 |
| Owners of Parent | | -165.177.252 | -93.799.100 |

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 | | -41.373.772 | 34.738.753 |
| Profit (Loss) | 35 | -206.473.968 | -120.150.391 |
| Profit (Loss) from Continuing Operations | 33 | -206.414.325 | -120.091.944 |
| Profit (Loss) from Discontinued Operations | 33.2 | -59.643 | -58.447 |
| Adjustments to Reconcile Profit (Loss) | | 171.651.330 | 145.619.227 |
| Adjustments for depreciation and amortisation expense | 29 | 45.885.309 | 45.240.195 |
| Adjustments for Impairment Loss (Reversal of Impairment Loss) | | 30.305 | 0 |
| Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables | 28 | 30.305 | 0 |
| Adjustments for provisions | | -183.707 | 504.269 |
| Adjustments for (Reversal of) Provisions Related with Employee Benefits | 24 | -183.707 | 504.269 |
| Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions | | 0 | 0 |
| Adjustments for Interest (Income) Expenses | | 47.602.286 | 28.936.064 |
| Adjustments for interest expense | 32 | 46.999.643 | 29.315.031 |
| Deferred Financial Expense from Credit Purchases | 30 | 2.793.263 | 6.001.966 |
| Unearned Financial Income from Credit Sales | 30 | -2.190.620 | -6.380.933 |
| Adjustments for unrealised foreign exchange losses (gains) | | 146.022.800 | 99.908.018 |
| Adjustments for fair value losses (gains) | | 0 | 0 |
| Adjustments for Fair Value Losses (Gains) of Investment Property | | 0 | 0 |
| Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method | | -22.206.125 | -13.151.477 |
| Adjustments for undistributed profits of associates | 16 | -22.206.125 | -13.151.477 |
| Adjustments for Tax (Income) Expenses | 34 | -45.499.538 | -15.817.842 |
| Changes in Working Capital | | 29.828.334 | 27.959.117 |
| Decrease (Increase) in Financial Investments | 8 | 2.995.212 | 111.068 |
| Adjustments for decrease (increase) in trade accounts receivable | | -30.235.511 | 33.287.778 |
| Decrease (Increase) in Trade Accounts Receivables from Related Parties | 10 | -16.519.866 | -1.037.069 |
| Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties | 10 | -13.715.645 | 34.324.847 |
| Decrease (increase) in Financial Sector Receivables | 11 | -1.209.388 | -733.792 |
| Adjustments for Decrease (Increase) in Other Receivables Related with Operations | | 36.473.486 | 34.176.123 |
| Decrease (Increase) in Other Related Party Receivables Related with Operations | 12 | -461.755 | 238.500 |
| Decrease (Increase) in Other Unrelated Party Receivables Related with Operations | 12 | 36.935.241 | 33.937.623 |
| Adjustments for decrease (increase) in inventories | 14 | 2.303.731 | 6.669.788 |
| Decrease (Increase) in Prepaid Expenses | 15 | -11.396.113 | -42.794.499 |
| Adjustments for increase (decrease) in trade accounts payable | | -8.309.501 | 51.261.962 |
| Increase (Decrease) in Trade Accounts Payables to Related Parties | 10 | 1.575.955 | 67.549 |
| Increase (Decrease) in Trade Accounts Payables to Unrelated Parties | 10 | -9.885.456 | 51.194.413 |
| Increase (decrease) in Payables due to Finance Sector Operations | 11 | 1.136.086 | 649.335 |
| Increase (Decrease) in Employee Benefit Liabilities | 13 | -18.729.079 | -4.789.727 |
| Adjustments for increase (decrease) in other operating payables | | -3.664.769 | 242.135 |
| Increase (Decrease) in Other Operating Payables to Related Parties | 12 | 123.532 | 220.060 |
| Increase (Decrease) in Other Operating Payables to Unrelated Parties | 12 | -3.788.301 | 22.075 |
| Increase (Decrease) in Deferred Income Other Than Contract Liabilities | 15 | 27.526.517 | -11.263.280 |
| Other Adjustments for Other Increase (Decrease) in Working Capital | | 32.937.663 | -38.857.774 |
| Decrease (Increase) in Other Assets Related with Operations | 25 | -2.161.577 | -859.534 |
| | | | |

| | | | |
|--|------|--------------|-------------|
| Increase (Decrease) in Other Payables Related with Operations | 25 | 35.099.240 | -37.998.240 |
| Cash Flows from (used in) Operations | | -4.994.304 | 53.427.953 |
| Dividends paid | | 0 | 0 |
| Income taxes refund (paid) | 34 | -36.379.468 | -18.689.200 |
| CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES | | -29.029.600 | -57.012.256 |
| Cash Inflows from Losing Control of Subsidiaries or Other Businesses | | 0 | 0 |
| Proceeds from sales of property, plant, equipment and intangible assets | | 593.931 | 793.324 |
| Proceeds from sales of property, plant and equipment | 19 | 0 | 793.324 |
| Proceeds from sales of intangible assets | 20 | 593.931 | 0 |
| Purchase of Property, Plant, Equipment and Intangible Assets | | -29.343.531 | -52.160.183 |
| Purchase of property, plant and equipment | 19 | -27.620.885 | -52.147.034 |
| Purchase of intangible assets | 20 | -1.722.646 | -13.149 |
| Cash Inflows from Sale of Investment Property | 18 | 720.000 | 702.000 |
| Cash Outflows from Acquisition of Investment Property | 18 | -1.000.000 | -6.347.397 |
| CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES | | -73.033.816 | -63.640.034 |
| Proceeds from changes in ownership interests in subsidiaries that do not result in loss of control | | 10.908.364 | 0 |
| Payments to Acquire Entity's Shares or Other Equity Instruments | | 0 | -9.594.926 |
| Payments to Acquire Entity's Shares | 26 | 0 | -9.594.926 |
| Proceeds from borrowings | | 46.514.053 | 8.637.504 |
| Proceeds from Loans | 9 | 46.514.053 | 8.637.504 |
| Repayments of borrowings | | -83.456.590 | -33.367.581 |
| Loan Repayments | 9 | -83.456.590 | -33.367.581 |
| Interest paid | 32 | -60.985.238 | -45.740.551 |
| Interest Received | 32 | 13.985.595 | 16.425.520 |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES | | -143.437.188 | -85.913.537 |
| Effect of exchange rate changes on cash and cash equivalents | 26.5 | 31.703.260 | 20.106.549 |
| Net increase (decrease) in cash and cash equivalents | | -111.733.928 | -65.806.988 |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | 7 | 332.659.077 | 434.234.608 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | 7 | 220.925.149 | 368.427.620 |

| | | | | | | | | | | | | | | |
|--------------------|--|----------------------------------|-----------------|-----------------------------|--|---|---|--|-------------------------------------|--|--|------------------------------------|--------------------------------|--------------------|
| Footnote Reference | Equity | | | | | | | | | | | Non-controlling interests [member] | | |
| | Equity attributable to owners of parent [member] | | | | | | | | | | | | | |
| | Issued Capital | Inflation Adjustments on Capital | Treasury Shares | Share premiums or discounts | 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 | Other Revaluation Increases (Decreases) | | | | | | | |

Previous Period
01.01.2020 - 31.03.2020

| | | | | | | | | | | | | | | | | | |
|---|--|--|-------------|-------------|--------------|-------------|---------------|------------|------------|-------------|--|--|-------------|-------------|--------------|---------------|---------------------------|
| Current Period 01.01.2021 - 31.03.2021 | | | | | | | | | | | | | | | | | 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 | | | | | -4.778 | | | | | | | 9.250.327 | | 9.245.549 | 1.662.815 | 10.908.364 |
| | Transactions with noncontrolling shareholders | | | | | | | | | | | | | | | | 0 |
| | 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 | | 563.875.937 | 410.912.684 | -503.638.432 | -53.744.105 | 2.558.347.830 | -1.652.794 | 23.474.759 | 294.538.273 | | | 534.628.501 | 263.309.953 | -204.873.948 | 3.885.178.658 | 105.076.485 3.990.255.143 |