

ANADOLU ISUZU OTOMOTİV SANAYİ VE TİCARET A.Ş.

Financial Report

Consolidated

2021 - 2. 3 Monthly Notification

General Information About Financial Statements

Financial Report

Independent Audit Comment

Independent Audit Company	DRT BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Audit Type	Limited
Audit Result	Positive

(CONVENIENCE TRANSLATION OF THE REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION ORIGINALLY ISSUED IN TURKISH)

REPORT ON REVIEW OF CONSOLIDATED INTERIM

FINANCIAL INFORMATION

To the General Assembly of Anadolu Isuzu Otomotiv ve Ticaret A.Ş.

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Anadolu Isuzu Sanayi ve Ticaret A.Ş. ("the Company") and its subsidiary (together will be referred as "the Group") as of 30 June 2021 and the related condensed consolidated statements of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. Group management is responsible for the preparation and fair presentation of this condensed consolidated interim financial information in accordance with Turkish Accounting Standards 34 "Interim Financial Reporting" ("TAS 34"). Our responsibility is to express a conclusion on this consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Independent Auditing Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Independent Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material respects, in accordance with TAS 34 "Interim Financial Reporting".

DRT BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.

Member of DELOITTE TOUCHE TOHMATSU LIMITED

Koray Öztürk

Partner

İstanbul, 9 August 2021

Statement of Financial Position (Balance Sheet)

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 30.06.2021	Previous Period 31.12.2020
Statement of Financial Position (Balance Sheet)			
Assets [abstract]			
CURRENT ASSETS			
Cash and cash equivalents	4	234.443.620	267.087.823
Trade Receivables		466.466.618	424.999.147
Trade Receivables Due From Related Parties	6-22	9.197.899	36.479.657
Trade Receivables Due From Unrelated Parties	6	457.268.719	388.519.490
Other Receivables		10.353.500	3.897.560
Other Receivables Due From Unrelated Parties		10.353.500	3.897.560
Derivative Financial Assets		9.766.091	53.132
Derivative Financial Assets Held for Trading	7	9.766.091	53.132
Inventories	8	451.707.009	390.663.282
Prepayments		53.529.646	17.834.671
Prepayments to Unrelated Parties	15	53.529.646	17.834.671
Current Tax Assets		124.298	728.276
Other current assets		37.330.017	44.334.396
Other Current Assets Due From Unrelated Parties	15	37.330.017	44.334.396
SUB-TOTAL		1.263.720.799	1.149.598.287
Total current assets		1.263.720.799	1.149.598.287
NON-CURRENT ASSETS			
Other Receivables		186	186
Other Receivables Due From Unrelated Parties		186	186
Property, plant and equipment	9	568.088.907	567.988.122
Right of Use Assets	11	7.526.269	4.819.061
Intangible assets and goodwill		191.941.323	173.400.714
Goodwill		2.340.995	2.340.995
Other intangible assets	10	189.600.328	171.059.719
Prepayments	15	4.802.941	5.815.424
Deferred Tax Asset	20	35.874.534	27.772.434
Total non-current assets		808.234.160	779.795.941
Total assets		2.071.954.959	1.929.394.228
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current Borrowings		135.843.495	335.847.784
Current Borrowings From Unrelated Parties	5	135.843.495	335.847.784
Bank Loans	5	135.843.495	335.847.784
Current Portion of Non-current Borrowings		186.620.316	24.682.175
Current Portion of Non-current Borrowings from Unrelated Parties	5	186.620.316	24.682.175
Bank Loans	5	182.628.139	21.086.117
Lease Liabilities	5	3.992.177	3.596.058
Trade Payables		588.527.780	526.584.529
Trade Payables to Related Parties	6-22	410.568.629	295.508.402
Trade Payables to Unrelated Parties	6	177.959.151	231.076.127
Employee Benefit Obligations		8.392.881	13.285.626
Other Payables		2.452.197	2.672.811
Other Payables to Related Parties	22	9.109	9.109
Other Payables to Unrelated Parties		2.443.088	2.663.702
Contract Liabilities		370.606	4.680.955
Other Contact Liabilities	15	370.606	4.680.955
Derivative Financial Liabilities		4.206.839	21.327.299
Derivative Financial Liabilities Held for trading	7	4.206.839	21.327.299
Deferred Income Other Than Contract Liabilities		94.804.524	66.626.901
Deferred Income Other Than Contract Liabilities from Unrelated Parties	15	94.804.524	66.626.901
Current provisions		40.190.706	35.246.768
Current provisions for employee benefits	14	7.859.306	11.131.670
Other current provisions	13	32.331.400	24.115.098
SUB-TOTAL		1.061.409.344	1.030.954.848
Total current liabilities		1.061.409.344	1.030.954.848
NON-CURRENT LIABILITIES			

Long Term Borrowings		351.845.920	268.030.070
Long Term Borrowings From Unrelated Parties		351.845.920	268.030.070
Bank Loans	5	346.969.405	265.620.743
Lease Liabilities	5	4.876.515	2.409.327
Employee Benefit Obligations		999.320	999.320
Contract Liabilities		17.270.152	15.299.447
Other Contract Liabilities	15	17.270.152	15.299.447
Deferred Income Other Than Contract Liabilities		6.405.331	6.829.744
Deferred Income Other Than Contract Liabilities from Unrelated Parties	15	6.405.331	6.829.744
Non-current provisions		36.171.578	32.134.270
Non-current provisions for employee benefits	14	36.171.578	32.134.270
Total non-current liabilities		412.692.301	323.292.851
Total liabilities		1.474.101.645	1.354.247.699
EQUITY			
Equity attributable to owners of parent		597.853.314	575.146.529
Issued capital	16	84.000.000	84.000.000
Inflation Adjustments on Capital	16	30.149.426	30.149.426
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		404.179.620	404.179.620
Gains (Losses) on Revaluation and Remeasurement		404.179.620	404.179.620
Increases (Decreases) on Revaluation of Property, Plant and Equipment	16	417.373.045	417.373.045
Gains (Losses) on Remeasurements of Defined Benefit Plans	16	-13.193.425	-13.193.425
Restricted Reserves Appropriated From Profits		23.784.678	23.784.678
Legal Reserves	16	23.784.678	23.784.678
Prior Years' Profits or Losses	16	33.032.805	19.384.487
Current Period Net Profit Or Loss	16	22.706.785	13.648.318
Total equity		597.853.314	575.146.529
Total Liabilities and Equity		2.071.954.959	1.929.394.228

Profit or loss [abstract]

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2021 - 30.06.2021	Previous Period 01.01.2020 - 30.06.2020	Current Period 3 Months 01.04.2021 - 30.06.2021	Previous Period 3 Months 01.04.2020 - 30.06.2020
Profit or loss [abstract]					
PROFIT (LOSS)					
Revenue	17	873.729.667	421.442.633	491.428.728	212.234.271
Cost of sales	17	-695.059.572	-346.701.473	-394.227.556	-179.740.830
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		178.670.095	74.741.160	97.201.172	32.493.441
GROSS PROFIT (LOSS)		178.670.095	74.741.160	97.201.172	32.493.441
General Administrative Expenses		-37.525.224	-34.843.095	-18.978.745	-16.943.742
Marketing Expenses		-62.634.557	-37.743.981	-33.595.979	-14.462.291
Research and development expense		-5.203.692	-1.942.607	-2.578.770	-907.784
Other Income from Operating Activities	18	35.145.487	51.047.461	13.332.528	20.870.524
Other Expenses from Operating Activities	18	-53.494.876	-43.151.476	-25.199.944	-22.216.795
PROFIT (LOSS) FROM OPERATING ACTIVITIES		54.957.233	8.107.462	30.180.262	-1.166.647
Investment Activity Income		382.776	163.807	381.998	88.820
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		55.340.009	8.271.269	30.562.260	-1.077.827
Finance income	19	68.612.890	45.580.514	18.408.274	29.467.591
Finance costs	19	-108.960.674	-95.598.808	-42.197.818	-47.124.295
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		14.992.225	-41.747.025	6.772.716	-18.734.531
Tax (Expense) Income, Continuing Operations		7.714.560	9.508.146	8.332.400	4.208.114
Current Period Tax (Expense) Income		-387.540	-189.793	-152.473	-89.267
Deferred Tax (Expense) Income		8.102.100	9.697.939	8.484.873	4.297.381
PROFIT (LOSS) FROM CONTINUING OPERATIONS		22.706.785	-32.238.879	15.105.116	-14.526.417
PROFIT (LOSS)		22.706.785	-32.238.879	15.105.116	-14.526.417
Profit (loss), attributable to [abstract]					
Non-controlling Interests		0	0	0	0
Owners of Parent	21	22.706.785	-32.238.879	15.105.116	-14.526.417
Earnings per share [abstract]					
Earnings per share [line items]					
Basic earnings per share					
Basic Earnings (Loss) Per Share from Continuing Operations					
Sürdürülen Faaliyetlerden 100 Adet Pay Başına Kazanç/(Kayıp)		0,27030000	-0,38380000	0,17980000	-0,17290000
Diluted Earnings Per Share					

Statement of Other Comprehensive Income

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2021 - 30.06.2021	Previous Period 01.01.2020 - 30.06.2020	Current Period 3 Months 01.04.2021 - 30.06.2021	Previous Period 3 Months 01.04.2020 - 30.06.2020
Statement of Other Comprehensive Income					
PROFIT (LOSS)	21	22.706.785	-32.238.879	15.105.116	-14.526.417
OTHER COMPREHENSIVE INCOME					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		0	-1.328.910	-1.070.387	-1.219.914
Gains (Losses) on Remeasurements of Defined Benefit Plans			-1.703.731	-1.337.984	-1.563.993
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss			374.821	267.597	344.079
Taxes Relating to Remeasurements of Defined Benefit Plans			374.821	267.597	344.079
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		0			
OTHER COMPREHENSIVE INCOME (LOSS)		0	-1.328.910	-1.070.387	-1.219.914
TOTAL COMPREHENSIVE INCOME (LOSS)		22.706.785	-33.567.789	14.034.729	-15.746.331
Total Comprehensive Income Attributable to					
Non-controlling Interests		0	0	0	0
Owners of Parent		22.706.785	-33.567.789	14.034.729	-15.746.331

Statement of cash flows (Indirect Method)

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2021 - 30.06.2021	Previous Period 01.01.2020 - 30.06.2020
Statement of cash flows (Indirect Method)			
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		11.809.718	1.891.560
Profit (Loss)	16	22.706.785	-32.238.879
Adjustments to Reconcile Profit (Loss)		65.333.359	98.316.319
Adjustments for depreciation and amortisation expense	9-10-11	26.380.076	22.201.523
Adjustments for provisions		30.257.405	18.330.040
Adjustments for (Reversal of) Provisions Related with Employee Benefits		6.231.025	1.264.624
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions	13	2.117.825	577.763
Adjustments for (Reversal of) Other Provisions	13	21.908.555	16.487.653
Adjustments for Interest (Income) Expenses		19.796.095	24.142.137
Adjustments for Interest Income	18-19	-6.785.105	-3.493.370
Adjustments for interest expense	18-19	26.581.200	27.635.507
Adjustments for unrealised foreign exchange losses (gains)		24.169.635	41.055.620
Adjustments for fair value losses (gains)		-26.833.419	-2.729.713
Other Adjustments for Fair Value Losses (Gains)		-26.833.419	-2.729.713
Adjustments for Tax (Income) Expenses		-7.714.560	-9.508.146
Adjustments for losses (gains) on disposal of non-current assets		-382.776	-163.807
Adjustments for Losses (Gains) Arised From Sale of Tangible Assets		-382.776	-163.807
Other adjustments to reconcile profit (loss)		-339.097	4.988.665
Changes in Working Capital		-59.221.497	-45.771.718
Adjustments for decrease (increase) in trade accounts receivable	6	-41.623.136	98.024.254
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		-34.542.558	-5.118.427
Adjustments for decrease (increase) in inventories	8	-61.043.727	-56.282.994
Adjustments for increase (decrease) in trade accounts payable	6	61.899.776	-97.069.286
Adjustments for increase (decrease) in other operating payables		25.884.973	25.258.558
Other Adjustments for Other Increase (Decrease) in Working Capital		-9.796.825	-10.583.823
Cash Flows from (used in) Operations		28.818.647	20.305.722
Payments Related with Provisions for Employee Benefits		-687.013	-1.603.296
Payments Related with Other Provisions	13	-15.810.078	-16.233.093
Income taxes refund (paid)		-511.838	-577.773
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		-42.643.810	-35.218.110
Proceeds from sales of property, plant, equipment and intangible assets		678.221	171.997
Proceeds from sales of property, plant and equipment		678.221	171.997
Purchase of Property, Plant, Equipment and Intangible Assets		-43.322.031	-35.390.107
Purchase of property, plant and equipment	9	-9.634.439	-9.584.636
Purchase of intangible assets	10	-33.687.592	-25.805.471
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		-1.810.111	159.863.538
Proceeds from borrowings		281.696.690	732.165.525
Proceeds from Loans	5	281.696.690	732.165.525
Repayments of borrowings		-261.111.111	-549.257.559
Loan Repayments	5	-261.111.111	-549.257.559
Payments of Lease Liabilities	5	-1.911.249	-933.052
Interest paid	5	-27.269.546	-25.256.222
Interest Received		6.785.105	3.144.846
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		-32.644.203	126.536.988
Net increase (decrease) in cash and cash equivalents		-32.644.203	126.536.988
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		267.087.823	140.790.569
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	4	234.443.620	267.327.557

[illegible]

Current Period 01.01.2021 - 30.06.2021															
	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	16	84,000,000	30,149,426	417,373,045	-13,193,425				23,784,678	33,032,805	22,706,785	597,853,314		597,853,314