

YATAŞ YATAK VE YORGAN SANAYİ VE TİCARET A.Ş.
Financial Report
Consolidated
2021 - 2. 3 Monthly Notification

General Information About Financial Statements

Independent Audit Comment

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

REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL INFORMATION

(CONVENIENCE TRANSLATION INTO ENGLISH OF INDEPENDENT AUDITOR'S REVIEW
REPORT ORIGINALLY ISSUED IN TURKISH)

To the Board of Directors of Yataş Yatak ve Yorgan Sanayi ve Ticaret A.Ş.

Introduction

We have reviewed the accompanying consolidated statement of balance sheet of Yataş Yatak ve Yorgan Sanayi ve Ticaret A.Ş. (the "Company") and its subsidiaries ("collectively referred as the "Group") as at 30 June 2021, the consolidated statement of income, the consolidated statement of other comprehensive income, changes in equity, consolidated cash flows and other explanatory notes for the six-month period then ended ("interim consolidated financial information"). The management of the Group is responsible for the preparation and fair presentation of this interim consolidated financial information in accordance with Turkish Accounting Standard 34 ("TAS 34") "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim consolidated financial information based on our review.

Scope of review

We conducted our review in accordance with the Standard on Review Engagements ("SRE") 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim consolidated 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 Standards on Auditing and the objective of which is to express an opinion on the consolidated financial statements. Consequently, a review on the interim consolidated financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been 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 conclude that the accompanying interim consolidated financial information of the Group is not prepared, in all material respects, in accordance with TAS 34.

İstanbul, 13 August 2021

Aday Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş.

(A Member Firm of PKF International)

Abdulkadir SAYICI

Partner

Eski Büyükdere Cad. Park Plaza, No: 14 Kat: 3 Maslak / İstanbul, Turkey



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	86.859.458	296.601.025
Trade Receivables		194.411.930	143.805.713
Trade Receivables Due From Related Parties	3-5	6.032.497	6.972.476
Trade Receivables Due From Unrelated Parties	5	188.379.433	136.833.237
Other Receivables		5.121.891	3.836.000
Other Receivables Due From Related Parties	3-6	4.789.120	3.365.522
Other Receivables Due From Unrelated Parties	6	332.771	470.478
Inventories	8	530.313.608	356.378.721
Prepayments	9	65.817.424	43.577.979
Other current assets	7	106.966.359	51.664.341
SUB-TOTAL		989.490.670	895.863.779
Total current assets		989.490.670	895.863.779
NON-CURRENT ASSETS			
Financial Investments	10	1.000	1.000
Other Receivables		2.359.961	1.326.350
Other Receivables Due From Unrelated Parties	6	2.359.961	1.326.350
Investment property	11	10.781.306	10.832.380
Property, plant and equipment	12	380.181.953	340.106.407
Land and Premises	12	54.571.042	54.571.042
Land Improvements	12	555.670	462.593
Buildings	12	112.492.704	109.886.030
Machinery And Equipments	12	100.536.175	91.861.641
Vehicles	12	2.748.370	3.026.877
Fixtures and fittings	12	58.263.365	48.191.111
Leasehold Improvements	12	36.066.682	31.638.986
Construction in Progress	12	14.947.945	468.127
Right of Use Assets	12	81.479.385	97.998.950
Intangible assets and goodwill	13	32.649.956	25.914.087
Other Rights	13	119.405	51.933
Patents	13	13.122.115	7.830.693
Brand names	13	10.991.282	10.813.556
Licenses	13	2.966.465	3.236.930
Computer Softwares	13	2.278.139	2.391.472
Capitalized Development Costs	13	3.172.550	1.589.503
Prepayments	9	13.820.808	16.902.373
Deferred Tax Asset	30	36.824.993	27.373.141
Total non-current assets		558.099.362	520.454.688
Total assets		1.547.590.032	1.416.318.467
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current Borrowings	14	66.519.612	23.813.945
Current Portion of Non-current Borrowings		118.069.486	90.737.830
Current Portion of Non-current Borrowings from Related Parties		118.069.486	90.737.830
Lease Liabilities	14	31.831.022	31.384.215
Current Portion of other Non-current Borrowings	14	86.238.464	59.353.615
Trade Payables		318.720.450	352.177.204
Trade Payables to Unrelated Parties	5	318.720.450	352.177.204
Employee Benefit Obligations	15	27.029.800	20.006.979
Other Payables		1.057.883	479.503
Other Payables to Unrelated Parties	6	1.057.883	479.503
Deferred Income Other Than Contract Liabilities	16	86.947.281	72.351.734
Current tax liabilities, current	30	22.367.433	19.575.446
Current provisions	17	721.607	1.045.672
Other Current Liabilities	7	4.104.951	5.214.592
SUB-TOTAL		645.538.503	585.402.905
Total current liabilities		645.538.503	585.402.905
NON-CURRENT LIABILITIES			

Long Term Borrowings		229.761.924	249.956.347
Long Term Borrowings From Related Parties		229.761.924	249.956.347
Bank Loans	14	170.367.980	174.665.285
Lease Liabilities	14	59.393.944	75.291.062
Deferred Income Other Than Contract Liabilities	16	296.610	0
Non-current provisions		22.484.874	17.706.556
Non-current provisions for employee benefits	18	22.484.874	17.706.556
Deferred Tax Liabilities	30	39.424.896	33.593.594
Total non-current liabilities		291.968.304	301.256.497
Total liabilities		937.506.807	886.659.402
EQUITY			
Equity attributable to owners of parent		610.083.225	529.659.065
Issued capital	20	149.798.932	149.798.932
Treasury Shares (-)	20	-35.656.374	-25.429.007
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		74.107.824	76.285.320
Gains (Losses) on Revaluation and Remeasurement		74.107.824	76.285.320
Increases (Decreases) on Revaluation of Property, Plant and Equipment	20	78.924.196	78.924.196
Gains (Losses) on Remeasurements of Defined Benefit Plans	20	-4.816.372	-2.638.876
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		-2.296.081	-1.647.046
Exchange Differences on Translation	20	-2.296.081	-1.647.046
Restricted Reserves Appropriated From Profits	20	49.291.808	39.064.441
Prior Years' Profits or Losses	20	280.663.720	121.511.381
Current Period Net Profit Or Loss		94.173.396	170.075.044
Total equity		610.083.225	529.659.065
Total Liabilities and Equity		1.547.590.032	1.416.318.467

Statement of Profit or Loss and 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 Profit or Loss and Other Comprehensive Income					
PROFIT (LOSS)					
Revenue	21	1.148.245.115	605.673.841	618.475.057	275.109.742
Cost of sales	22	-732.539.750	-386.487.425	-383.984.719	-181.637.400
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		415.705.365	219.186.416	234.490.338	93.472.342
GROSS PROFIT (LOSS)		415.705.365	219.186.416	234.490.338	93.472.342
General Administrative Expenses	23	-41.550.163	-23.180.500	-24.026.125	-9.525.098
Marketing Expenses	23	-227.880.781	-135.301.317	-121.172.583	-56.954.496
Research and development expense	23	-3.875.177	-3.623.942	-2.240.225	-1.947.336
Other Income from Operating Activities	24	64.478.081	39.722.138	20.030.795	16.442.331
Other Expenses from Operating Activities	25	-67.619.795	-33.165.950	-25.448.696	-15.508.231
PROFIT (LOSS) FROM OPERATING ACTIVITIES		139.257.530	63.636.845	81.633.504	25.979.512
Investment Activity Income	26	715.835	238.245	456.936	10.686
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		139.973.365	63.875.090	82.090.440	25.990.198
Finance income	28	16.057.018	4.102.809	2.349.117	1.379.448
Finance costs	29	-36.548.131	-30.239.147	-16.580.583	-12.951.759
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		119.482.252	37.738.752	67.858.974	14.417.887
Tax (Expense) Income, Continuing Operations		-25.308.856	-8.539.369	-20.820.701	-3.273.746
Current Period Tax (Expense) Income	30	-28.315.240	-9.612.433	-22.562.613	-4.116.666
Deferred Tax (Expense) Income	30	3.006.384	1.073.064	1.741.912	842.920
PROFIT (LOSS) FROM CONTINUING OPERATIONS		94.173.396	29.199.383	47.038.273	11.144.141
PROFIT (LOSS)		94.173.396	29.199.383	47.038.273	11.144.141
Profit (loss), attributable to [abstract]					
Non-controlling Interests		0	0	0	0
Owners of Parent		94.173.396	29.199.383	47.038.273	11.144.141
Earnings per share [abstract]					
Earnings per share [line items]					
Basic earnings per share					
Basic Earnings (Loss) Per Share from Continuing Operations					
<i>Sürdürülen Faaliyetlerden Pay Başına Kazanç (Zarar)</i>	31	0,06287000	0,19490000	0,31400000	0,07440000
Diluted Earnings Per Share					
OTHER COMPREHENSIVE INCOME					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		-2.177.496	-3.609.913	-4.582.278	-3.707.723
Gains (Losses) on Remeasurements of Defined Benefit Plans	18	-2.791.662	-4.628.094	-5.874.716	-4.753.492
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss		614.166	1.018.181	1.292.438	1.045.769
Deferred Tax (Expense) Income	30	614.166	1.018.181	1.292.438	1.045.769
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		-649.035	-270.425	-55.363	-160.248
Exchange Differences on Translation		-649.035	-270.425	-55.363	-160.248
OTHER COMPREHENSIVE INCOME (LOSS)		-2.826.531	-3.880.338	-4.637.641	-3.867.971
TOTAL COMPREHENSIVE INCOME (LOSS)		91.346.865	25.319.045	42.400.632	7.276.170
Total Comprehensive Income Attributable to					
Non-controlling Interests		0	0	0	0
Owners of Parent		91.346.865	25.319.045	42.400.632	7.276.170

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		-161.995.274	42.840.533
Profit (Loss)		94.173.396	29.199.383
Adjustments to Reconcile Profit (Loss)		80.343.152	48.158.795
Adjustments for depreciation and amortisation expense	11-12-13	41.282.060	35.595.861
Adjustments for Impairment Loss (Reversal of Impairment Loss)		-520.344	126.673
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables	5	-520.344	126.673
Adjustments for provisions		2.413.049	2.187.657
Adjustments for (Reversal of) Provisions Related with Employee Benefits	18	1.986.656	1.661.774
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions	17	426.393	525.883
Adjustments for Interest (Income) Expenses		11.859.531	7.663.270
Adjustments for Interest Income	28	-353.172	0
Adjustments for interest expense	14	10.120.358	8.576.028
Deferred Financial Expense from Credit Purchases	5-24	14.593.386	4.156.054
Unearned Financial Income from Credit Sales	5-25	-12.501.041	-5.068.812
Adjustments for fair value losses (gains)			0
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method			0
Adjustments for Tax (Income) Expenses	30	25.308.856	8.539.369
Other adjustments for non-cash items	20-26	0	-5.954.035
Adjustments for losses (gains) on disposal of non-current assets			0
Changes in Working Capital		-314.292.402	-35.306.710
Adjustments for decrease (increase) in trade accounts receivable		-64.679.259	19.148.417
Decrease (Increase) in Trade Accounts Receivables from Related Parties	3-5	939.979	-1.272.866
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties	5	-65.619.238	20.421.283
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		-895.904	-377.745
Decrease (Increase) in Other Related Party Receivables Related with Operations	3-6	0	0
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations	6	-895.904	-377.745
Adjustments for decrease (increase) in inventories	8	-173.934.887	-49.057.015
Decrease (Increase) in Prepaid Expenses	9	-19.157.880	-17.005.999
Adjustments for increase (decrease) in trade accounts payable		-20.955.713	13.945.103
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties	5	-20.955.713	13.945.103
Increase (Decrease) in Employee Benefit Liabilities	18	7.022.821	8.459.787
Adjustments for increase (decrease) in other operating payables		578.380	2.390
Increase (Decrease) in Other Operating Payables to Unrelated Parties	6	578.380	2.390
Increase (Decrease) in Deferred Income Other Than Contract Liabilities	16	14.892.157	19.100.407
Other Adjustments for Other Increase (Decrease) in Working Capital		-57.162.117	-29.522.055
Decrease (Increase) in Other Assets Related with Operations	7	-55.302.018	-23.066.480
Increase (Decrease) in Other Payables Related with Operations	7	-1.860.099	-6.455.575
Cash Flows from (used in) Operations		-139.775.854	42.051.468
Interest paid	29	5.544.212	7.664.089
Interest received	28	-1.545.041	-1.195.957
Income taxes refund (paid)	30	-25.523.253	-5.656.978
Other inflows (outflows) of cash		-695.338	-22.089
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		-72.595.852	-27.362.630
Proceeds from sales of property, plant, equipment and intangible assets		721.790	644.238
Proceeds from sales of property, plant and equipment	12	721.790	644.238

Purchase of Property, Plant, Equipment and Intangible Assets		-72.244.626	-27.660.655
Purchase of property, plant and equipment	12	-61.311.345	-24.194.793
Purchase of intangible assets	13	-10.933.281	-3.465.862
Cash receipts from repayment of advances and loans made to other parties		-1.073.016	-346.213
Paybacks from Cash Advances and Loans Made to Related Parties	3	-1.073.016	-346.213
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		25.496.004	46.896.224
Proceeds from Issuing Shares or Other Equity Instruments			0
Payments to Acquire Entity's Shares or Other Equity Instruments			0
Cash Inflows from Sale of Acquired Entity's Shares or Other Equity Instruments			0
Proceeds from borrowings		220.657.613	156.951.950
Proceeds from Loans	14	220.657.613	156.951.950
Repayments of borrowings	14	-159.090.557	-86.662.783
Loan Repayments		-159.090.557	-86.594.308
Cash Outflows from Factoring Transactions	14	0	-68.475
Payments of Lease Liabilities		-21.844.514	-15.754.625
Interest paid	29	-5.544.212	-7.664.089
Interest Received	28	1.545.041	1.195.957
Other inflows (outflows) of cash	20	-10.227.367	-1.170.186
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		-209.095.122	62.374.127
Effect of exchange rate changes on cash and cash equivalents	20	-649.035	-270.425
Net increase (decrease) in cash and cash equivalents		-209.744.157	62.103.702
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	4	296.601.025	93.242.109
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	4	86.856.868	155.345.811

		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		Other Gains (Losses)	Prior Years' Profits or Losses			Net Profit or Loss		
Previous Period 01.01.2020 - 30.06.2020	Statement of changes in equity [abstract]																
	Statement of changes in equity [line items]																
	Equity at beginning of period	20		149.798.932	-15.962.307		-1.199.625		78.924.196	-4.064.750		24.996.383	70.924.495	86.206.560	389.623.894		389.623.894
	Adjustments Related to Accounting Policy Changes																0
	Adjustments Related to Required Changes in Accounting Policies																0
	Adjustments Related to Voluntary Changes in Accounting Policies																0
	Adjustments Related to Errors	20											-22.089		-22.089		-22.089
	Other Restatements																0
	Restated Balances																0
	Transfers	20											86.206.560	-86.206.560			0
	Total Comprehensive Income (Loss)																0
	Profit (loss)	20												29.199.383	29.199.383		29.199.383
	Other Comprehensive Income (Loss)	20					-270.425			-3.609.913					-3.880.338		-3.880.338
	Issue of equity																0
	Capital Decrease																0
	Capital Advance																0
	Effect of Merger or Liquidation or Division																0
	Effects of Business Combinations Under Common Control																0
	Advance Dividend Payments																0
	Dividends Paid																0
	Decrease through Other Distributions to Owners																0
	Increase (Decrease) through Treasury Share Transactions	20			-1.170.186							1.170.186	-1.170.186		-1.170.186		-1.170.186
	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																0
	Transactions with noncontrolling shareholders																0
	Increase through Other Contributions by Owners																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
	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
	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
	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
	Increase (decrease) through other changes, equity																0
Equity at end of period	20		149.798.932	-17.132.493		-1.470.050		78.924.196	-7.674.663		26.166.569	155.938.780	29.199.383	413.750.654		413.750.654	
Current Period 01.01.2021 - 30.06.2021	Statement of changes in equity [abstract]																
	Statement of changes in equity [line items]																
	Equity at beginning of period	20		149.798.932	-25.429.007		-1.647.046		78.924.196	-2.638.876		39.064.441	121.511.381	170.075.044	529.659.065		529.659.065
	Adjustments Related to Accounting Policy Changes																0
	Adjustments Related to Required Changes in Accounting Policies																0
	Adjustments Related to Voluntary Changes in Accounting Policies																0
	Adjustments Related to Errors																0
	Other Restatements																0
	Restated Balances																0
	Transfers	20											170.075.044	-170.075.044			0
	Total Comprehensive Income (Loss)																0
	Profit (loss)	20												94.173.396	94.173.396		94.173.396
	Other Comprehensive Income (Loss)	20					-649.035			-2.177.496					-2.826.531		-2.826.531
	Issue of equity																0
	Capital Decrease																0
	Capital Advance																0
	Effect of Merger or Liquidation or Division																0
	Effects of Business Combinations Under Common Control																0
	Advance Dividend Payments																0
	Dividends Paid																0
	Decrease through Other Distributions to Owners																0

	Increase (Decrease) through Treasury Share Transactions	20			-10.227.367						10.227.367	-10.227.367		-10.227.367		-10.227.367
	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															0
	Transactions with noncontrolling shareholders															0
	Increase through Other Contributions by Owners															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
	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
	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
	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
	Increase (decrease) through other changes, equity	20										-695.338		-695.338		-695.338
	Equity at end of period	20		149.798.932	-35.656.374		-2.296.081		78.924.196	-4.816.372	49.291.808	280.663.720	94.173.396	610.083.225		610.083.225