

**DERİMOD KONFEKSİYON AYAKKABI DERİ SANAYİ VE
TİCARET A.Ş.
Financial Report
Unconsolidated
2018 - 2. 3 Monthly Notification**

General Information About Financial Statements

Independet Audit Comment

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

ARA DÖNEM ÖZET FİNANSAL BİLGİLERE İLİŞKİN

SINIRLI DENETİM RAPORU

Derimod Konfeksiyon Ayakkabı Deri Sanayi ve Ticaret A.Ş.

Genel Kurulu'na

Giriş

1. Derimod Konfeksiyon Ayakkabı Deri Sanayi ve Ticaret A.Ş.'nin ("Şirket") 30 Haziran 2018 tarihli ilişikteki özet bilançosunun, aynı tarihte sona eren altı aylık döneme ait özet kar veya zarar ve diğer kapsamlı gelir tablosunun, özet özkaynaklar değişim tablosunun, özet nakit akış tablosunun ve diğer açıklayıcı dipnotlarının ("ara dönem özet finansal bilgiler") sınırlı denetimini yürütmüş bulunuyoruz. Şirket yönetimi, söz konusu ara dönem özet finansal bilgilerin Türkiye Muhasebe Standardı 34'e ("TMS 34") "Ara Dönem Finansal Raporlama" uygun olarak hazırlanmasından ve gerçeğe uygun bir biçimde sunumundan sorumludur. Sorumluluğumuz, yaptığımız sınırlı denetime dayanarak söz konusu ara dönem özet finansal bilgilere ilişkin bir sonuç bildirmektir.

Sınırlı Denetimin Kapsamı

2. Yaptığımız sınırlı denetim, Sınırlı Bağımsız Denetim Standardı ("SBDS") 2410 "Ara Dönem Finansal Bilgilerin, İşletmenin Yıllık Finansal Tablolarının Bağımsız Denetimini Yürüten Denetçi Tarafından Sınırlı Bağımsız Denetimi"ne uygun olarak yürütülmüştür. Ara dönem özet finansal bilgilere ilişkin sınırlı denetim, başta finans ve muhasebe konularından sorumlu kişiler olmak üzere ilgili kişilerin sorgulanması ve analitik prosedürler ile diğer sınırlı denetim prosedürlerinin uygulanmasından oluşur. Ara dönem özet finansal bilgilerin sınırlı denetiminin kapsamı; Bağımsız Denetim Standartlarına uygun olarak yapılan ve amacı finansal tablolar hakkında bir görüş bildirmek olan bağımsız denetimin kapsamına kıyasla önemli ölçüde dardır. Sonuç olarak ara dönem özet finansal bilgilerin sınırlı denetimi, denetim şirketinin, bir bağımsız denetimde belirlenebilecek tüm önemli hususlara vâkıf olabileceğine ilişkin bir güvence sağlamamaktadır. Bu sebeple, bir bağımsız denetim görüşü bildirmekteyiz.

Sonuç

3. Sınırlı denetimimize göre, ilişikteki ara dönem özet finansal bilgilerin, tüm önemli yönleriyle, TMS 34'e uygun olarak hazırlanmadığı kanaatine varmamıza sebep olacak herhangi bir husus dikkatimizi çekmemiştir.

Sonucu Etkilemeyen, Dikkat Çekilen Husus

4. Not 1'de açıklandığı üzere Şirket'in iş modeli üçüncü kişilere imal ettirdiği ve hazır aldığı stokları ilişkili taraflara toptan satmak üzerine kuruludur. 1 Ocak - 30 Haziran 2018 hesap dönemine ait satışların %98,82'si Şirket'in ilişkili tarafı olan Derimod Deri Konfeksiyon Pazarlama Sanayi ve Ticaret A.Ş. ve Rusya Federasyon'unda yerleşik Deri-Mod Ltd'ye yapılmıştır. Şirket'in 30 Haziran 2018 tarihi itibarıyla söz konusu ilişkili taraflardan 249.738.070 TL ticari alacağı bulunmaktadır.

PwC Bağımsız Denetim ve

Serbest Muhasebeci Mali Müşavirlik A.Ş.

Beste Ortaç (Gücümen), SMMM

Sorumlu Denetçi

İstanbul, 9 Ağustos 2018

Statement of Financial Position (Balance Sheet)

Presentation Currency	TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 30.06.2018	Previous Period 31.12.2017
Statement of Financial Position (Balance Sheet)			
Assets [abstract]			
CURRENT ASSETS			
Cash and cash equivalents	4	300.671	1.031.178
Trade Receivables		256.917.401	271.641.946
Trade Receivables Due From Related Parties	7,16	249.738.070	268.382.840
Trade Receivables Due From Unrelated Parties	7	7.179.331	3.259.106
Other Receivables		5.753.157	6.176.812
Other Receivables Due From Related Parties	7,16	4.225.203	4.210.497
Other Receivables Due From Unrelated Parties	7	1.527.954	1.966.315
Inventories	8	18.295.551	11.422.122
Prepayments		9.694.170	10.511.775
Prepayments to Unrelated Parties		9.694.170	10.511.775
Current Tax Assets	15	272.541	0
Other current assets		4.320.943	4.003.422
Other Current Assets Due From Unrelated Parties		4.320.943	4.003.422
SUB-TOTAL		295.554.434	304.787.255
Total current assets		295.554.434	304.787.255
NON-CURRENT ASSETS			
Financial Investments		70.474	70.474
Other Receivables		288.678	288.678
Other Receivables Due From Unrelated Parties		288.678	288.678
Property, plant and equipment	9	504.134	13.756.671
Intangible assets and goodwill	9	30.834	19.213
Deferred Tax Asset	15	1.685.082	128.326
Total non-current assets		2.579.202	14.263.362
Total assets		298.133.636	319.050.617
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current Borrowings	5	35.271.051	34.309.812
Current Portion of Non-current Borrowings	5	18.161.295	14.118.610
Other Financial Liabilities	6	37.429.908	22.075.000
Trade Payables		111.139.432	147.456.390
Trade Payables to Unrelated Parties	7	111.139.432	147.456.390
Employee Benefit Obligations		691.541	567.824
Other Payables		125.288	182.872
Other Payables to Unrelated Parties		125.288	182.872
Current tax liabilities, current	15	0	120.499
Current provisions		350.582	426.048
Current provisions for employee benefits		350.582	426.048
SUB-TOTAL		203.169.097	219.257.055
Total current liabilities		203.169.097	219.257.055
NON-CURRENT LIABILITIES			
Long Term Borrowings	5	49.116.139	54.237.148
Trade Payables		0	849.384
Trade Payables To Related Parties	7	0	849.384
Non-current provisions		1.387.176	1.382.230
Non-current provisions for employee benefits		1.387.176	1.382.230
Total non-current liabilities		50.503.315	56.468.762
Total liabilities		253.672.412	275.725.817
EQUITY			
Equity attributable to owners of parent		44.461.224	43.324.800
Issued capital	11	5.400.000	5.400.000
Inflation Adjustments on Capital	11	496.828	496.828
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		-69.390	9.915.072
Gains (Losses) on Revaluation and Remeasurement		-69.390	9.915.072
Increases (Decreases) on Revaluation of Property, Plant and Equipment		0	10.049.897
Gains (Losses) on Remeasurements of Defined Benefit Plans		-69.390	-134.825

Restricted Reserves Appropriated From Profits		1.205.002	1.205.002
Prior Years' Profits or Losses		34.559.117	25.584.629
Current Period Net Profit Or Loss		2.869.667	723.269
Total equity		44.461.224	43.324.800
Total Liabilities and Equity		298.133.636	319.050.617

Statement of Profit or Loss and Other Comprehensive Income

Presentation Currency	TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 01.01.2018 - 30.06.2018	Previous Period 01.01.2017 - 30.06.2017	Current Period 3 Months 01.04.2018 - 30.06.2018	Previous Period 3 Months 01.04.2017 - 30.06.2017
Statement of Profit or Loss and Other Comprehensive Income					
PROFIT (LOSS)					
Revenue		129.641.089	101.648.223	48.936.495	34.256.295
Cost of sales		-113.410.009	-91.472.470	-41.986.495	-30.686.687
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		16.231.080	10.175.753	6.950.000	3.569.608
GROSS PROFIT (LOSS)		16.231.080	10.175.753	6.950.000	3.569.608
General Administrative Expenses	12	-1.957.482	-1.839.285	-1.192.321	-848.981
Marketing Expenses	12	-5.082.402	-4.439.194	-2.473.623	-1.727.195
Other Income from Operating Activities	13	25.810.211	11.369.982	14.852.632	4.461.266
Other Expenses from Operating Activities	13	-18.507.043	-8.185.505	-9.677.530	-3.661.662
PROFIT (LOSS) FROM OPERATING ACTIVITIES		16.494.364	7.081.751	8.459.158	1.793.036
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		16.494.364	7.081.751	8.459.158	1.793.036
Finance costs	14	-14.690.492	-7.988.793	-7.696.221	-5.078.939
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		1.803.872	-907.042	762.937	-3.285.903
Tax (Expense) Income, Continuing Operations		1.065.795	-226.703	1.399.007	314.022
Current Period Tax (Expense) Income	15	0	0	270.422	199.731
Deferred Tax (Expense) Income	15	1.065.795	-226.703	1.128.585	114.291
PROFIT (LOSS) FROM CONTINUING OPERATIONS		2.869.667	-1.133.745	2.161.944	-2.971.881
PROFIT (LOSS)		2.869.667	-1.133.745	2.161.944	-2.971.881
Profit (loss), attributable to [abstract]					
Non-controlling Interests		0	0	0	0
Owners of Parent		2.869.667	-1.133.745	2.161.944	-2.971.881
Earnings per share [abstract]					
Earnings per share [line items]					
Basic earnings per share					
Basic Earnings (Loss) Per Share from Continuing Operations					
Sürdürülen Faaliyetlerden Pay Başına Kazanç (Zarar)	17	0,00500000	-0,00200000	0,00400000	-0,00600000
Diluted Earnings Per Share					
OTHER COMPREHENSIVE INCOME					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		65.435	-19.450	49.434	-31.502
Gains (Losses) on Revaluation of Property, Plant and Equipment		0	-23.516	0	-11.758
Gains (Losses) on Remeasurements of Defined Benefit Plans		65.435	4.066	49.434	-19.744
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		0	0	0	0
OTHER COMPREHENSIVE INCOME (LOSS)		65.435	-19.450	49.434	-31.502
TOTAL COMPREHENSIVE INCOME (LOSS)		2.935.102	-1.153.195	2.211.378	-3.003.383
Total Comprehensive Income Attributable to					
Non-controlling Interests		0	0	0	0
Owners of Parent		2.935.102	-1.153.195	2.211.378	-3.003.383

Statement of cash flows (Indirect Method)

Presentation Currency	TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 01.01.2018 - 30.06.2018	Previous Period 01.01.2017 - 30.06.2017
Statement of cash flows (Indirect Method)			
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		-17.896.873	-58.701.536
Profit (Loss)		2.869.667	-1.133.745
Adjustments to Reconcile Profit (Loss)		8.840.136	4.707.335
Adjustments for depreciation and amortisation expense	9	217.576	243.038
Adjustments for Impairment Loss (Reversal of Impairment Loss)		318.203	0
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables	7	43.588	0
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories		274.615	0
Adjustments for provisions		99.212	189.547
Adjustments for (Reversal of) Provisions Related with Employee Benefits		99.212	189.547
Adjustments for Interest (Income) Expenses		14.769.743	5.152.163
Adjustments for Interest Income		-38.592	-93.760
Adjustments for interest expense		14.544.813	7.874.787
Deferred Financial Expense from Credit Purchases		-2.599.240	758.172
Unearned Financial Income from Credit Sales		2.862.762	-3.387.036
Adjustments for Income Arised from Government Grants	13	-2.087.379	-1.104.116
Adjustments for Tax (Income) Expenses	15	-1.065.795	226.703
Adjustments for losses (gains) on disposal of non-current assets		-3.411.424	
Adjustments for Losses (Gains) Arised From Sale of Tangible Assets	13	-3.411.424	
Changes in Working Capital		-29.125.698	-61.642.851
Adjustments for decrease (increase) in trade accounts receivable		9.512.197	-17.129.252
Decrease (Increase) in Trade Accounts Receivables from Related Parties		13.472.131	-15.205.494
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties		-3.959.934	-1.923.758
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		2.511.034	104.134
Decrease (Increase) in Other Related Party Receivables Related with Operations		-14.706	-5.961
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations		2.525.740	110.095
Adjustments for decrease (increase) in inventories		-7.148.044	-5.183.345
Decrease (Increase) in Prepaid Expenses		817.605	-6.050.976
Adjustments for increase (decrease) in trade accounts payable		-34.624.686	-34.252.570
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties		-34.624.686	-34.252.570
Increase (Decrease) in Employee Benefit Liabilities		123.717	-39.699
Other Adjustments for Other Increase (Decrease) in Working Capital		-317.521	908.857
Decrease (Increase) in Other Assets Related with Operations		-317.521	908.857
Cash Flows from (used in) Operations		-17.415.895	-58.069.261
Payments Related with Provisions for Employee Benefits		-87.938	-13.026
Income taxes refund (paid)	15	-393.040	-619.249
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		16.434.764	-11.049
Proceeds from sales of property, plant, equipment and intangible assets		16.500.000	0
Proceeds from sales of property, plant and equipment		16.500.000	0
Purchase of Property, Plant, Equipment and Intangible Assets		-65.236	-11.049
Purchase of property, plant and equipment	9	-65.236	-11.049
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		731.602	58.990.609
Proceeds from borrowings		54.729.908	98.264.853
Proceeds from Loans		17.300.000	44.300.000
Proceeds From Issue of Debt Instruments		0	25.000.000
Proceeds from Factoring Transactions		37.429.908	28.964.853
Repayments of borrowings		-39.601.586	-31.665.271
Loan Repayments		-17.526.586	-6.665.271
Payments of Issued Debt Instruments		0	-25.000.000
Cash Outflows from Factoring Transactions		-22.075.000	0
Interest paid		-14.435.312	-7.702.733
Interest Received		38.592	93.760

NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		-730.507	278.024
Net increase (decrease) in cash and cash equivalents		-730.507	278.024
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	4	1.031.178	204.417
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	4	300.671	482.441

[illegible]

Current Period 01.01.2018 - 30.06.2018															
	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		5,400,000	496,828	0	-69,390			1,205,002	34,559,117	2,869,667	44,461,224		44,461,224	