

TOFAŞ TRK OTOMOBİL FABRİKASI A.Ş.

Financial Report

Consolidated

2019 - 2. 3 Monthly Notification

General Information About Financial Statements

Convenience translation into English of condensed consolidated financial statements for the interim period 1
January - 30 June 2019.

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

Ara Dönem Özet Konsolide Finansal Tablolara İlişkin Sınırlı Denetim Raporu

TOFAŞ Türk Otomobil Fabrikası Anonim Şirketi Yönetim Kurulu'na

Giriş

TOFAŞ Türk Otomobil Fabrikası Anonim Şirketi ("Şirket") ile bağlı ortaklıklarının ("Grup") 30 Haziran 2019 tarihli ilişikteki ara dönem özet konsolide finansal durum tablosunun ve aynı tarihte sona eren altı aylık ara hesap dönemine ait özet konsolide kâr veya zarar ve diğer kapsamlı gelir tablosunun, konsolide özkaynak değişim tablosunun ve konsolide nakit akış tablosu ile açıklayıcı dipnotlarının sınırlı denetimini yürütmüş bulunuyoruz. Grup yönetimi, söz konusu ara dönem özet konsolide finansal tabloların Türkiye Muhasebe Standardı 34, Ara Dönem Finansal Raporlama Standardı'na (TMS 34) uygun olarak hazırlanmasından ve sunumundan sorumludur. Sorumluluğumuz, yaptığımız sınırlı denetime dayanarak söz konusu ara dönem özet konsolide finansal tablolara ilişkin bir sonuç bildirmektir.

Sınırlı Denetimin Kapsamı

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 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 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 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 bildirmemekteyiz.

Sonuç

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

Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi

A member firm of Ernst & Young Global Limited

Ethem Kutucular, SMMM

Sorumlu Denetçi

31 Temmuz 2019

İstanbul, Türkiye

Statement of Financial Position (Balance Sheet)

Presentation Currency	1.000 TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 30.06.2019	Previous Period 31.12.2018
Statement of Financial Position (Balance Sheet)			
Assets [abstract]			
CURRENT ASSETS			
Cash and cash equivalents	3	2.714.382	1.981.012
Financial Investments	4	394.570	404.170
Trade Receivables		2.232.499	2.097.344
Trade Receivables Due From Related Parties	20	1.461.805	1.059.907
Trade Receivables Due From Unrelated Parties	7	770.694	1.037.437
Receivables From Financial Sector Operations		1.146.121	1.277.299
Receivables From Financial Sector Operations Due From Unrelated Parties	8	1.146.121	1.277.299
Other Receivables		7.054	1.385
Other Receivables Due From Unrelated Parties		7.054	1.385
Inventories	9	1.079.722	1.076.671
Prepayments		67.220	79.105
Prepayments to Unrelated Parties	13	67.220	79.105
Current Tax Assets		1.112	8.143
Other current assets		79.115	163.168
Other Current Assets Due From Unrelated Parties	13	79.115	163.168
SUB-TOTAL		7.721.795	7.088.297
Total current assets		7.721.795	7.088.297
NON-CURRENT ASSETS			
Receivables From Financial Sector Operations		840.970	1.015.830
Receivables From Financial Sector Operations Due From Unrelated Parties	8	840.970	1.015.830
Other Receivables		200	173
Other Receivables Due From Unrelated Parties		200	173
Investment property		60.500	60.500
Property, plant and equipment	10	2.211.174	2.247.601
Right of Use Assets		12.817	0
Intangible assets and goodwill	11	1.497.626	1.579.461
Prepayments		40.233	68.334
Prepayments to Unrelated Parties	13	40.233	68.334
Deferred Tax Asset	18	962.538	941.603
Total non-current assets		5.626.058	5.913.502
Total assets		13.347.853	13.001.799
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current Borrowings	5	433.063	443.876
Current Portion of Non-current Borrowings	5	2.137.119	2.016.875
Trade Payables		4.315.960	3.293.983
Trade Payables to Related Parties	20	2.121.853	1.674.894
Trade Payables to Unrelated Parties	7	2.194.107	1.619.089
Employee Benefit Obligations		90.813	100.188
Other Payables		3.966	16.060
Other Payables to Unrelated Parties		3.966	16.060
Contract Liabilities		22.936	20.189
Derivative Financial Liabilities		0	269
Derivative Financial Liabilities Held for Hedging	6	0	269
Government Grants		3.121	8.374
Deferred Income Other Than Contract Liabilities	13	34.199	36.043
Current provisions		158.292	156.599
Other current provisions	12	158.292	156.599
Other Current Liabilities		5.363	5.249
Other Current Liabilities to Unrelated Parties		5.363	5.249
SUB-TOTAL		7.204.832	6.097.705
Total current liabilities		7.204.832	6.097.705
NON-CURRENT LIABILITIES			
Long Term Borrowings	5	2.429.105	2.971.301
Derivative Financial Liabilities	6	12.914	16.786
Government grants		15.682	13.550

Non-current provisions		172.669	195.902
Non-current provisions for employee benefits		172.669	195.902
Total non-current liabilities		2.630.370	3.197.539
Total liabilities		9.835.202	9.295.244
EQUITY			
Equity attributable to owners of parent		3.512.651	3.706.555
Issued capital		500.000	500.000
Inflation Adjustments on Capital		348.382	348.382
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		-42.570	-37.990
Gains (Losses) on Revaluation and Remeasurement		-42.570	-37.990
Gains (Losses) on Remeasurements of Defined Benefit Plans		-42.570	-37.990
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		-1.118.152	-1.075.625
Gains (Losses) on Hedge		-1.118.152	-1.075.625
Gains (Losses) on Cash Flow Hedges		-1.118.152	-1.075.625
Restricted Reserves Appropriated From Profits		366.881	387.363
Prior Years' Profits or Losses		2.724.907	2.254.002
Current Period Net Profit Or Loss		733.203	1.330.423
Total equity		3.512.651	3.706.555
Total Liabilities and Equity		13.347.853	13.001.799

Profit or loss [abstract]

Presentation Currency	1.000 TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2019 - 30.06.2019	Previous Period 01.01.2018 - 30.06.2018	Current Period 3 Months 01.04.2019 - 30.06.2019	Previous Period 3 Months 01.04.2018 - 30.06.2018
Profit or loss [abstract]					
PROFIT (LOSS)					
Revenue	14	9.270.476	9.491.563	5.289.026	5.050.438
Cost of sales	14	-8.085.918	-8.405.033	-4.649.286	-4.427.400
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		1.184.558	1.086.530	639.740	623.038
Revenue from Finance Sector Operations		249.411	237.356	122.777	119.865
Cost of Finance Sector Operations		-179.982	-185.173	-90.787	-95.903
GROSS PROFIT (LOSS) FROM FINANCE SECTOR OPERATIONS		69.429	52.183	31.990	23.962
GROSS PROFIT (LOSS)		1.253.987	1.138.713	671.730	647.000
General Administrative Expenses	15	-173.815	-148.814	-85.315	-77.286
Marketing Expenses	15	-162.366	-172.322	-83.061	-97.818
Research and development expense		-41.958	-37.414	-19.582	-17.971
Other Income from Operating Activities	16	533.472	807.842	301.918	548.065
Other Expenses from Operating Activities	16	-580.125	-940.349	-323.119	-620.963
PROFIT (LOSS) FROM OPERATING ACTIVITIES		829.195	647.656	462.571	381.027
Investment Activity Income		4.645	3.205	4.043	3.072
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		833.840	650.861	466.614	384.099
Finance income	17	466.240	304.524	270.229	142.854
Finance costs	17	-560.662	-269.621	-318.200	-162.142
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		739.418	685.764	418.643	364.811
Tax (Expense) Income, Continuing Operations		-6.215	7.210	-10.181	3.170
Current Period Tax (Expense) Income	18	-13.926	-12.787	-5.149	-6.780
Deferred Tax (Expense) Income	18	7.711	19.997	-5.032	9.950
PROFIT (LOSS) FROM CONTINUING OPERATIONS		733.203	692.974	408.462	367.981
PROFIT (LOSS)		733.203	692.974	408.462	367.981
Profit (loss), attributable to [abstract]					
Non-controlling Interests		0	0	0	0
Owners of Parent		733.203	692.974	408.462	367.981
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	19	1,47000000	1,39000000	0,82000000	0,74000000
Diluted Earnings Per Share					

Statement of Other Comprehensive Income

Presentation Currency	1.000 TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2019 - 30.06.2019	Previous Period 01.01.2018 - 30.06.2018	Current Period 3 Months 01.04.2019 - 30.06.2019	Previous Period 3 Months 01.04.2018 - 30.06.2018
Statement of Other Comprehensive Income					
PROFIT (LOSS)		733.203	692.974	408.462	367.981
OTHER COMPREHENSIVE INCOME					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		-4.580	7.515	-5.529	10.948
Gains (Losses) on Remeasurements of Defined Benefit Plans		-5.790	9.506	-6.990	13.848
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss		1.210	-1.991	1.461	-2.900
Taxes Relating to Remeasurements of Defined Benefit Plans		1.210	-1.991	1.461	-2.900
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		-42.527	-262.853	-18.016	-147.942
Other Comprehensive Income (Loss) Related with Cash Flow Hedges		-54.541	-334.361	-23.116	-188.246
Gains (Losses) on Cash Flow Hedges		-54.541	-334.361	-23.116	-188.246
Taxes Relating to Components of Other Comprehensive Income that will be Reclassified to Profit or Loss		12.014	71.508	5.100	40.304
Taxes Relating to Cash Flow Hedges		12.014	71.508	5.100	40.304
OTHER COMPREHENSIVE INCOME (LOSS)		-47.107	-255.338	-23.545	-136.994
TOTAL COMPREHENSIVE INCOME (LOSS)		686.096	437.636	384.917	230.987
Total Comprehensive Income Attributable to					
Non-controlling Interests		0	0	0	0
Owners of Parent		686.096	437.636	384.917	230.987

Statement of cash flows (Indirect Method)

Presentation Currency	1.000 TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2019 - 30.06.2019	Previous Period 01.01.2018 - 30.06.2018
Statement of cash flows (Indirect Method)			
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		2.441.442	969.444
Profit (Loss)		733.203	692.974
Adjustments to Reconcile Profit (Loss)		587.149	355.264
Adjustments for depreciation and amortisation expense		369.356	380.726
Adjustments for Impairment Loss (Reversal of Impairment Loss)		24.183	18.088
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables	7,8	22.006	10.536
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories	9	2.177	7.552
Adjustments for provisions		58.482	68.881
Adjustments for (Reversal of) Provisions Related with Employee Benefits		23.689	17.239
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions	12	991	2.490
Adjustments for (Reversal of) Warranty Provisions	12	33.802	49.152
Adjustments for Interest (Income) Expenses		15.961	-10.279
Adjustments for Interest Income	17	-66.213	-58.534
Adjustments for interest expense	17	42.089	41.406
Deferred Financial Expense from Credit Purchases	16	40.085	6.849
Adjustments for unrealised foreign exchange losses (gains)		243.399	84.657
Adjustments for Tax (Income) Expenses	18	6.215	-7.210
Adjustments for losses (gains) on disposal of non-current assets		-4.645	-3.206
Adjustments for Losses (Gains) Arised From Sale of Tangible Assets		-4.645	-3.206
Other adjustments to reconcile profit (loss)		-125.802	-176.393
Changes in Working Capital		1.219.312	-4.613
Adjustments for decrease (increase) in trade accounts receivable		-22.228	-77.721
Decrease (Increase) in Trade Accounts Receivables from Related Parties		-401.898	-84.285
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties		379.670	6.564
Decrease (increase) in Financial Sector Receivables		306.038	-28.434
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		-5.696	-4.571
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations		-5.696	-4.571
Adjustments for decrease (increase) in inventories		-5.228	-370.332
Decrease (Increase) in Prepaid Expenses		39.986	-5.370
Adjustments for increase (decrease) in trade accounts payable		846.959	544.891
Increase (Decrease) in Trade Accounts Payables to Related Parties		271.941	277.493
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties		575.018	267.398
Adjustments for Increase (Decrease) in Contract Liabilities		2.747	14.133
Increase (Decrease) in Derivative Financial Liabilities		-4.141	21.159
Increase (Decrease) in Government Grants and Assistance		-3.121	-4.187
Increase (Decrease) in Deferred Income Other Than Contract Liabilities		-1.844	-14.296
Other Adjustments for Other Increase (Decrease) in Working Capital		65.840	-79.885
Decrease (Increase) in Other Assets Related with Operations		84.053	-28.086
Increase (Decrease) in Other Payables Related with Operations		-18.213	-51.799
Cash Flows from (used in) Operations		2.539.664	1.043.625
Payments Related with Provisions for Employee Benefits		-52.712	-23.517
Income taxes refund (paid)		-6.895	-14.380
Other inflows (outflows) of cash		-38.615	-36.284
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		-171.286	482.309

Proceeds from sales of property, plant, equipment and intangible assets		10.428	7.826
Proceeds from sales of property, plant and equipment		10.428	7.826
Purchase of Property, Plant, Equipment and Intangible Assets		-254.700	-208.073
Purchase of property, plant and equipment	10	-168.107	-119.964
Purchase of intangible assets		-86.593	-88.109
Interest received		63.386	69.262
Other inflows (outflows) of cash		9.600	613.294
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		-1.657.076	-1.863.540
Proceeds from borrowings		692.267	369.120
Repayments of borrowings		-1.435.694	-1.414.898
Payments of Lease Liabilities		-2.702	0
Dividends Paid		-880.000	-800.000
Interest paid		-39.286	-12.217
Other inflows (outflows) of cash		8.339	-5.545
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		613.080	-411.787
Effect of exchange rate changes on cash and cash equivalents		125.802	176.393
Net increase (decrease) in cash and cash equivalents		738.882	-235.394
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		1.960.175	2.582.067
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	3	2.699.057	2.346.673

[illegible]

Current Period 01.01.2019 - 30.06.2019									-96.347	-783.653	-880.000	-880.000
	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		500.000	348.382	-42.570	-1.118.152		366.881	2.724.907	733.203	3.512.651	3.512.651