

ERBOSAN ERCİYAS BORU SANAYİİ VE TİCARET A.Ş.
Financial Report
Unconsolidated
2019 - 2. 3 Monthly Notification

General Information About Financial Statements

Independet Audit Comment

Independent Audit Company	KARAR BAĞIMSIZ DENETİM VE DANIŞMANLIK A.Ş.
Audit Type	Limited
Audit Result	Positive

ERBOSAN ERCİYAS BORU SANAYİİ VE TİCARET A.Ş.

Yönetim Kurulu'na

Giriş

ERBOSAN ERCİYAS BORU SANAYİİ VE TİCARET A.Ş.'nin ("Şirket") 30 Haziran 2019 tarihli ilişikteki finansal durum tablosunun ve aynı tarihte sona eren altı aylık dönemine ait ilgili kar veya zarar ve diğer kapsamlı gelir tablosunun, özkaynak değişim tablosunun ve nakit akış tablosunun sınırlı denetimini yürütmüş bulunuyoruz. Şirket yönetimi, söz konusu ara dönem finansal bilgilerin Kamu Gözetimi Muhasebe ve Denetim Standartları Kurumu ("KGK") tarafından yayımlanan Türkiye Muhasebe Standartları'na ("TMS") uygun olarak hazırlanmasından ve gerçeğe uygun bir biçimde sunumundan sorumludur. Sorumluluğumuz, yaptığımız sınırlı denetime dayanarak söz konusu ara dönem finansal bilgilere 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 finansal bilgilerin, tüm önemli yönleriyle, Kamu Gözetimi Muhasebe ve Denetim Standartları Kurumu ("KGK") tarafından yayımlanan Türkiye Muhasebe Standartları'na ("TMS") uygun olarak hazırlanmadığı kanaatine varmamıza sebep olacak herhangi bir husus dikkatimizi çekmemiştir

07.08.2019, Ankara

Karar Bağımsız Denetim ve Danışmanlık A.Ş.

Member Firm of JHI Association

Serdar ASAR

Sorumlu Ortak Başdenetçi

Statement of Financial Position (Balance Sheet)

Presentation Currency	TL
Nature of Financial Statements	Unconsolidated

	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	4	127.307.636	103.836.011
Financial Investments		0	0
Financial Assets at Fair Value Through Profit or Loss		0	0
Financial Assets at Fair Value Through Other Comprehensive Income		0	0
Trade Receivables	8	131.677.547	131.348.710
Trade Receivables Due From Related Parties		8.624	6.216
Trade Receivables Due From Unrelated Parties		131.668.923	131.342.494
Receivables From Financial Sector Operations		0	0
Other Receivables	9	462.715	2.223.663
Other Receivables Due From Related Parties		0	0
Other Receivables Due From Unrelated Parties		462.715	2.223.663
Contract Assets		0	0
Financial Assets Regarding Service Concession Arrangements			0
Derivative Financial Assets		0	0
Derivative Financial Assets Held for Hedging		0	0
Inventories	11	143.153.074	115.827.874
Prepayments	12	7.233.258	12.844.287
Prepayments to Unrelated Parties		7.233.258	12.844.287
Current Tax Assets	13	5.116.734	16.200.832
Other current assets	14	7.825.442	1.326.742
Other Current Assets Due From Unrelated Parties		7.825.442	1.326.742
SUB-TOTAL		422.776.406	383.608.119
Total current assets		422.776.406	383.608.119
NON-CURRENT ASSETS			
Financial Investments		0	0
Financial Assets at Fair Value Through Profit or Loss		0	0
Financial Assets at Fair Value Through Other Comprehensive Income		0	0
Investments in subsidiaries, joint ventures and associates	5	248.895	248.895
Trade Receivables		0	0
Receivables From Financial Sector Operations		0	0
Other Receivables	9	5.132	5.132
Other Receivables Due From Related Parties		0	0
Other Receivables Due From Unrelated Parties		5.132	5.132
Contract Assets		0	0
Derivative Financial Assets		0	0
Investment property	15	6.190.000	6.190.000
Property, plant and equipment	16	68.528.283	69.598.216
Land and Premises		18.286.075	18.286.075
Land Improvements		358.448	241.375
Buildings		24.059.468	24.386.815
Machinery And Equipments		24.185.423	25.151.055
Vehicles		756.625	745.396
Fixtures and fittings		776.431	663.361
Other property, plant and equipment		105.813	124.139
Intangible assets and goodwill		0	0
Goodwill		0	0
Prepayments		0	0
Prepayments to Related Parties		0	0
Other Non-current Assets		0	0
Total non-current assets		74.972.310	76.042.243
Total assets		497.748.716	459.650.362
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current Borrowings	6	89.372.060	43.277.284
Current Borrowings From Related Parties		0	0

Current Borrowings From Unrelated Parties	6	89.372.060	43.277.284
Bank Loans		89.372.060	43.277.284
Current Portion of Non-current Borrowings		0	0
Current Portion of Non-current Borrowings from Related Parties		0	0
Current Portion of Non-current Borrowings from Unrelated Parties		0	0
Bank Loans		0	0
Other Financial Liabilities	7	352.934	326.248
Other Miscellaneous Financial Liabilities		352.934	326.248
Trade Payables	8	77.059.484	87.535.394
Trade Payables to Related Parties		71.553	68.710
Trade Payables to Unrelated Parties		76.987.931	87.466.684
Payables on Financial Sector Operations		0	0
Employee Benefit Obligations	10	671.982	672.229
Other Payables	9	60.152	43.340
Other Payables to Related Parties		47.382	31.358
Other Payables to Unrelated Parties		12.770	11.982
Contract Liabilities		0	0
Liabilites Due to Investments Accounted for Using Equity Method		0	0
Derivative Financial Liabilities	17	11.641	0
Derivative Financial Liabilities Held for trading		0	0
Derivative Financial Liabilities Held for Hedging		11.641	0
Deferred Income Other Than Contract Liabilities	18	1.430.522	18.228.552
Deferred Income Other Than Contract Liabilities From Related Parties		0	0
Deferred Income Other Than Contract Liabilities from Unrelated Parties		1.430.522	18.228.552
Current tax liabilities, current	19	10.760.725	17.359.618
Current provisions	20	237.600	237.600
Other current provisions		237.600	237.600
Other Current Liabilities	21	535.870	477.260
Other Current Liabilities to Related Parties		0	0
Other Current Liabilities to Unrelated Parties		535.870	477.260
SUB-TOTAL		180.492.970	168.157.525
Total current liabilities		180.492.970	168.157.525
NON-CURRENT LIABILITIES			
Long Term Borrowings		0	0
Long Term Borrowings From Related Parties		0	0
Bank Loans		0	0
Long Term Borrowings From Unrelated Parties		0	0
Bank Loans			0
Other Financial Liabilities		0	0
Trade Payables		0	0
Payables on Financial Sector Operations		0	0
Other Payables		0	0
Contract Liabilities		0	0
Derivative Financial Liabilities		0	0
Deferred Income Other Than Contract Liabilities	18	0	8.945
Deferred Income Other Than Contract Liabilities from Unrelated Parties		0	8.945
Non-current provisions	23	4.830.925	3.910.921
Non-current provisions for employee benefits		4.830.925	3.910.921
Deferred Tax Liabilities	24	6.123.884	6.493.783
Other non-current liabilities		0	0
Total non-current liabilities		10.954.809	10.413.649
Total liabilities		191.447.779	178.571.174
EQUITY			
Equity attributable to owners of parent		306.300.937	281.079.188
Issued capital	25	20.000.000	5.220.000
Inflation Adjustments on Capital	25	13.585.608	28.365.608
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss	26	42.372.345	42.623.853
Gains (Losses) on Revaluation and Remeasurement	26	42.372.345	42.623.853
Increases (Decreases) on Revaluation of Property, Plant and Equipment		43.807.380	43.807.380
Other Revaluation Increases (Decreases)		-1.435.035	-1.183.527
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		0	0
Gains (Losses) on Hedge		0	0
Gains (Losses) on Revaluation and Reclassification		0	0
Restricted Reserves Appropriated From Profits	27	13.212.979	8.057.020
Legal Reserves		13.212.979	8.057.020
Prior Years' Profits or Losses	28	168.656.748	124.810.676

Current Period Net Profit Or Loss		48.473.257	72.002.031
Total equity		306.300.937	281.079.188
Total Liabilities and Equity		497.748.716	459.650.362

Profit or loss [abstract]

Presentation Currency	TL
Nature of Financial Statements	Unconsolidated

	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	29	323.540.885	255.150.349	171.437.306	124.400.784
Cost of sales	29	-263.601.410	-204.148.544	-137.810.114	-99.263.658
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		59.939.475	51.001.805	33.627.192	25.137.126
Revenue from Finance Sector Operations		0	0	0	0
Fee, Premium, Commission and Other Service Income		0	0	0	0
Foreign Exchange Gains		0	0	0	0
Interest Income		0	0	0	0
Profit Share Income		0	0	0	0
Derivative Financial Transactions Gains		0	0	0	0
Income From Portfolio Management Operations		0	0	0	0
Income From Insurance Services		0	0	0	0
Income From Pension Services		0	0	0	0
Unrealized Profit from Financial Assets and Liabilities		0	0	0	0
Other Revenues from Finance Sector Operations		0	0	0	0
Cost of Finance Sector Operations		0	0	0	0
Fee, Premium, Commissions and Other Service Expenses		0	0	0	0
Foreign Exchange Losses		0	0	0	0
Interest Expenses		0	0	0	0
Profit Share Expenses		0	0	0	0
Provision Expenses		0	0	0	0
Derivative Financial Transactions Losses		0	0	0	0
Expenses Related with Portfolio Management Operations		0	0	0	0
Expenses For Insurance Services		0	0	0	0
Expenses For Pension Services		0	0	0	0
Unrealized Loss from Financial Assets and Liabilities		0	0	0	0
Other Expenses Related with Finance Sector Operations		0	0	0	0
GROSS PROFIT (LOSS) FROM FINANCE SECTOR OPERATIONS		0	0	0	0
Change in Fair Value of Biological Assets		0	0	0	0
GROSS PROFIT (LOSS)		59.939.475	51.001.805	33.627.192	25.137.126
General Administrative Expenses	30	-3.193.397	-2.405.077	-1.662.155	-1.419.715
Marketing Expenses	30	-14.817.027	-9.675.274	-8.249.253	-4.937.533
Research and development expense		0	0	0	0
Other Income from Operating Activities	31	27.169.334	23.156.566	11.566.807	14.540.029
Other Expenses from Operating Activities	32	-14.096.924	-30.534.197	-8.366.372	-24.417.830
Other gains (losses)		0	0	0	0
PROFIT (LOSS) FROM OPERATING ACTIVITIES		55.001.461	31.543.823	26.916.219	8.902.077
Difference between carrying amount of dividends payable and carrying amount of non-cash assets distributed		0	0	0	0
Gain (loss) arising from derecognition of financial assets measured at amortised cost		0	0	0	0
Investment Activity Income		0	0	0	0
Investment Activity Expenses		0	0	0	0
Impairment gain and reversal of impairment loss (impairment loss) determined in accordance with IFRS 9		0	0	0	0
Share of Profit (Loss) from Investments Accounted for Using Equity Method		0	0	0	0
Other income (expense) from subsidiaries, jointly controlled entities and associates		0	0	0	0
Gains (Losses) Arising from Difference Between Previous Amortised Cost and Fair Value of Financial Assets Reclassified out of Amortised Cost into Fair Value through Profit or Loss Measurement Category		0	0	0	0
Cumulative Gain (Loss) Previously Recognised in Other Comprehensive Income Arising from Reclassification of Financial Assets out of Fair Value through Other Comprehensive Income into Fair Value through Profit or Loss Measurement Category		0	0	0	0
Hedging Gains (Losses) for Hedge of Group of Items with Offsetting Risk Positions		0	0	0	0
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		55.001.461	31.543.823	26.916.219	8.902.077
Finance income	33	23.682.130	17.824.135	14.769.173	14.538.687

Finance costs	33	-19.756.631	-5.023.414	-9.673.047	-3.750.746
Gains (losses) on net monetary position		0	0	0	0
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		58.926.960	44.344.544	32.012.345	19.690.018
Tax (Expense) Income, Continuing Operations		-10.453.703	-8.408.306	-5.834.446	-4.303.042
Current Period Tax (Expense) Income	19	-10.760.725	-8.820.505	-6.021.406	-4.642.634
Deferred Tax (Expense) Income	24	307.022	412.199	186.960	339.592
PROFIT (LOSS) FROM CONTINUING OPERATIONS		48.473.257	35.936.238	26.177.899	15.386.976
PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS		0	0	0	0
PROFIT (LOSS)		48.473.257	35.936.238	26.177.899	15.386.976
Profit (loss), attributable to [abstract]					
Non-controlling Interests		0	0	0	0
Owners of Parent		48.473.257	35.936.238	26.177.899	15.386.976
Earnings per share [abstract]					
Earnings per share [line items]					
Basic earnings per share					
Diluted Earnings Per Share					

Statement of Other Comprehensive Income

Presentation Currency	TL
Nature of Financial Statements	Unconsolidated

	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)		48.473.257	35.936.238	26.177.899	15.386.976
OTHER COMPREHENSIVE INCOME					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		-251.508	-113.473	199.718	-82.199
Gains (Losses) on Remeasurements of Defined Benefit Plans	23	-314.385	-145.478	249.647	-105.384
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss		62.877	32.005	-49.929	23.185
Deferred Tax (Expense) Income	24	62.877	32.005	-49.929	23.185
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		0	0	0	0
Exchange Differences on Translation		0	0	0	0
Gains (Losses) on Exchange Differences on Translation		0	0		
OTHER COMPREHENSIVE INCOME (LOSS)		-251.508	-113.473	199.718	-82.199
TOTAL COMPREHENSIVE INCOME (LOSS)		48.221.749	35.822.765	26.377.617	15.304.777
Total Comprehensive Income Attributable to					
Non-controlling Interests		0	0	0	0
Owners of Parent		48.221.749	35.822.765	26.377.617	15.304.777

Statement of cash flows (Direct Method)

Presentation Currency	TL
Nature of Financial Statements	Unconsolidated

	Footnote Reference	Current Period 01.01.2019 - 30.06.2019	Previous Period 01.01.2018 - 30.06.2018
Statement of cash flows (Direct Method)			
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		6.416.604	20.174.032
Cash Receipts From Operating Activities		333.857.607	236.609.335
Receipts from sales of goods and rendering of services	29,8	322.771.002	230.561.485
Receipts from Interest, Fees, Premiums, Commissions and Other Revenue	31	11.086.605	6.047.850
Cash Payments From Operating Activities		-309.863.978	-212.147.701
Payments to suppliers for goods and services	29,8	-309.859.525	-212.147.049
Cash Payments from Interest, Fees, Commissions and other revenues	32	-4.453	-652
Net Cash Flows From (Used in) Operations		23.993.629	24.461.634
Interest paid	33	-27.977.814	-34.625.636
Interest received	33	39.312.676	35.218.181
Income taxes refund (paid)	19,13	-6.275.520	-7.407.683
Other inflows (outflows) of cash		-22.636.367	2.527.536
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		-603.940	-559.372
Proceeds from sales of property, plant, equipment and intangible assets		25.317	153.011
Proceeds from sales of property, plant and equipment	16,31,32	25.317	153.011
Purchase of Property, Plant, Equipment and Intangible Assets		-629.257	-712.383
Purchase of property, plant and equipment		-629.257	-712.383
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		17.658.961	-1.687.064
Proceeds from borrowings		40.658.961	18.312.936
Proceeds from Loans	6	40.658.961	18.312.936
Repayments of borrowings		0	0
Dividends Paid		-23.000.000	-20.000.000
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		23.471.625	17.927.596
Net increase (decrease) in cash and cash equivalents		23.471.625	17.927.596
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		103.836.011	76.092.235
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		127.307.636	94.019.831

Previous Period 01.01.2019 - 30.06.2019	Statement of changes in equity [abstract]															
	Statement of changes in equity [line items]															
	Equity at beginning of period	25	5,220,000	28,365,608	43,807,380	-770,037				9,738,188	88,527,700	54,601,808	229,490,647		229,490,647	
	Adjustments Related to Accounting Policy Changes															
	Adjustments Related to Required Changes in Accounting Policies															
	Adjustments Related to Voluntary Changes in Accounting Policies															
	Adjustments Related to Errors															
	Other Restatements															
	Restated Balances															
	Transfers									1,273,877	53,327,931	-54,601,808	0		0	
	Total Comprehensive Income (Loss)						-195,672						35,936,238	35,740,566		35,740,566
	Profit (loss)												35,936,238	35,936,238		35,936,238
	Other Comprehensive Income (Loss)						-195,672							-195,672		-195,672
	Issue of equity															
	Capital Decrease															
	Capital Advance															
	Effect of Merger or Liquidation or Division															
	Effects of Business Combinations Under Common Control															
	Advance Dividend Payments															
	Dividends Paid											-20,000,000				
	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	25	5,220,000	28,365,608	43,807,380	-965,709				11,012,065	121,855,631	95,936,238	245,231,213		245,231,213	
Current Period 01.01.2019 - 30.06.2019	Statement of changes in equity [abstract]															
	Statement of changes in equity [line items]															
	Equity at beginning of period	25	5,220,000	28,365,608	43,807,380	-1,183,527				8,057,020	124,810,676	72,002,031	281,079,188		281,079,188	
	Adjustments Related to Accounting Policy Changes															
	Adjustments Related to Required Changes in Accounting Policies															
	Adjustments Related to Voluntary Changes in Accounting Policies															
	Adjustments Related to Errors															
	Other Restatements															
	Restated Balances															
	Transfers									5,155,959	66,846,072	-72,002,031	0		0	
	Total Comprehensive Income (Loss)						-251,508						48,473,257	48,221,749		48,221,749
	Profit (loss)												48,473,257	48,473,257		48,473,257
	Other Comprehensive Income (Loss)						-251,508							-251,508		-251,508
	Issue of equity		14,780,000	-14,780,000												
	Capital Decrease															
	Capital Advance															
	Effect of Merger or Liquidation or Division															
	Effects of Business Combinations Under Common Control															
	Advance Dividend Payments															
	Dividends Paid															

Current Period 01.01.2019 - 30.06.2019											-23.000.000		-23.000.000		-23.000.000
	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	25	20.000.000	13.585.608	43.807.380	-1.435.035				13.212.979	168.656.748	48.473.257	306.300.937		306.300.937