

Gübre Fabrikaları Türk Anonim Şirketi

Notes to the interim condensed consolidated financial statements for the year ending 30 June 2015

(Currency - Turkish Lira (TL) unless otherwise indicated)

	Current Year Reviewed	Prior Year Reviewed
	1 January – 30 June 2015	1 January – 30 June 2014
Cash Flows From Operating Activities:		
Profit for the period	136.281.456	150.091.703
<i>Adjustments to reconcile net profit/(loss) for the period</i>		
Depreciation and amortization expense	29.485.946	32.109.185
Income / Expenses from subsidiaries valued by Equity Method	(831.135)	(843.956)
Retirement pay provision, early retirement pay liability interest (income) / expense	41.621.499	49.666.877
Interest Income	(8.774.788)	(5.145.240)
Exchange rate difference income / expense	(10.705.480)	2.418.151
Loss on sales of tangible assets	-	442.599
impairment on inventories	3.416.076	-
Deferred Financial Income / Expense	2.945.812	1.629.139
Provision for lawsuit /cancellation	736.275	(493.423)
provisions for doubtful receivables	456.606	-
Current Tax Income/Expense	(8.006.836)	39.088.935
Net cash provided by the operating activities before changes in the assets and liabilities	186.625.430	268.963.970
Changes in working capital (net):		
Increase / decrease in trade receivables	23.077.150	39.294.113
Increase in other receivables	(33.836.378)	112.558.121
Increase in inventories	113.182.363	(22.614.155)
Other current / non-current assets and liabilities	2.028.147	(5.293.339)
Increase / decrease in trade payables	(246.354.443)	(166.026.377)
Employee benefit obligations	6.749.462	(8.609.037)
Deferred income	(42.354.632)	(25.300.562)
Increase in prepaid expenses	58.442.788	14.772.573
Increase in other payables	(77.290.471)	14.930.613
Increase / decrease in debt provisions	2.760.642	(11.365.524)
Cash provided by the operations after the changes in working capital	(6.969.942)	211.310.397
Interest paid	(68.219.846)	(2.262.611)
Taxes paid	(6.754.066)	(31.480.347)
Severance paid	(18.676.219)	(16.874.967)
Cash flow regarding operating activities	(100.620.073)	160.692.472
Cash flows from investing activities:		
Purchases of property, plant and equipment and intangible assets	(48.003.645)	(43.189.462)
Sales of property, plant and equipment	449.646	442.599
Cash proceeds about financial investments	7.690.360	2.570.278
Interest collected	8.774.788	5.437.380
Net cash amount used in investment activities	(31.088.851)	(34.739.205)
Cash flows (used in) / from financing activities		
Proceeds from financial borrowings	240.671.023	-
Principle repayment of financial borrowings	(48.737.326)	(138.812.883)
Capital dividend to shareholders	-	(66.800.000)
Capital dividend to non-controlling interests	(17.626.874)	(223.329.375)
Net cash (used) / provided by financial activities	174.306.823	(428.942.258)
Change in pledge cash and cash equivalents	(6.097.578)	-
Net change in cash and cash equivalents	42.597.899	(302.988.991)
Cash and cash equivalents as of January 1	378.469.391	568.223.098
Foreign currency translation	23.156.512	(51.514.497)
Cash and cash equivalents as of June 30	438.126.224	213.719.609