

(Convenience translation of a report and interim condensed consolidated financial statements originally issued in Turkish)

## Gübre Fabrikaları Türk Anonim Şirketi

### Interim consolidated statement of cash flows as of June 30, 2017 (Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

		Current Period Reviewed	Previous Period Reviewed
	Notes	January 1 – June 30, 2016	January 1 – June 30, 2015
<b>Cash Flows From Operating Activities:</b>			
<b>Profit for the period</b>		<b>27.165.377</b>	47.469.627
<i>Adjustments to reconcile net profit/(loss) for the period</i>			
Depreciation and amortization expense	9, 10	<b>34.402.492</b>	33.824.743
Income / expenses from subsidiaries valued by equity method		<b>14.337.929</b>	(1.972.605)
Retirement pay provision, early retirement pay liability interest (income)/expense		<b>54.039.572</b>	38.201.691
Interest expense		<b>28.777.490</b>	28.914.738
Interest income		<b>(979.815)</b>	(4.567.154)
Provision for lawsuit /cancellation		<b>1.570.812</b>	278.367
Current tax income/expense		<b>6.164.618</b>	38.310.364
Deferred financial income/expense		<b>3.350.120</b>	2.466.099
Impairment on inventories		<b>16.944.270</b>	635.231
Adjustments related to losses (gains) on sale of property, plant and equipments		<b>(499.052)</b>	-
Adjustments related to fair value losses (gains) on derivative financial instruments		<b>(2.479.647)</b>	-
<b>Net cash provided by the operating activities before changes in the assets and liabilities</b>		<b>182.794.166</b>	183.561.101
Changes in working capital (net):			
Increase / decrease in trade receivables		<b>(53.362.717)</b>	7.728.770
Increase / decrease in other receivables		<b>7.070.979</b>	8.076.802
Increase / decrease in inventories		<b>(4.859.675)</b>	291.510.858
Increase / decrease in trade payables		<b>183.275.009</b>	(110.325.842)
Employee benefit obligations		<b>(10.231.445)</b>	1.140.726
Deferred income		<b>(15.040.619)</b>	(23.485.671)
Increase / decrease in prepaid expenses		<b>59.382.081</b>	4.386.342
Increase /decrease in other payables		<b>17.178.813</b>	44.311.332
Other increase / decrease in working capital		<b>4.808.179</b>	44.377.006
<b>Cash provided by the operations after the changes in working capital</b>		<b>371.014.771</b>	451.281.424
Interest received		<b>979.815</b>	4.567.154
Interest paid		<b>(12.411.363)</b>	(28.914.738)
Taxes paid		<b>(16.135.503)</b>	(4.248.325)
Severance paid		<b>(38.458.198)</b>	(27.771.117)
<b>Cash flow regarding operating activities</b>		<b>304.989.522</b>	394.914.398
<b>Cash flows from investing activities:</b>			
Cash outflows from the purchase of property, plant and equipment and intangible assets	9, 10	<b>(66.760.873)</b>	(36.510.742)
Cash inflows from the sales of property, plant and equipment and intangible assets	9, 10	<b>2.076.248</b>	358.717
Other cash inflows / outflows		<b>(8.175.456)</b>	2.186.178
<b>Net cash amount used in investment activities</b>		<b>(72.860.081)</b>	(33.965.847)
<b>Cash flows (used in)/from financing activities</b>			
Dividends paid		<b>(1.081.549)</b>	(224.850.982)
Cash inflows from financial borrowings		<b>1.498.965.644</b>	1.620.064.618
Principle repayment of financial borrowings		<b>(1.571.412.948)</b>	(1.938.504.881)
<b>Net cash (used)/provided by financial activities</b>		<b>(73.528.853)</b>	(543.291.245)
Change in cash and cash equivalents		<b>158.600.588</b>	(182.342.694)
<b>Cash and cash equivalents as of January 1</b>	4	<b>125.519.427</b>	364.409.394
Foreign currency translation		<b>(2.852.148)</b>	(2.504.914)
<b>Cash and cash equivalents as of June 30</b>	4	<b>281.267.867</b>	179.561.786