

**GÜBRE FABRİKALARI T.A.Ş. AND ITS SUBSIDIARIES CONSOLIDATED STATEMENT  
OF CASH FLOWS FOR PERIOD THAT ENDED AS OF 30 JUNE 2014**

(Amounts are expressed in Turkish Lira (“TRY”) unless otherwise stated.)

	Notes	Independent Limited Audited	
		1 January – 30 June 2014	1 January – 30 June 2013
<b>Cash Flow resulted from the operations:</b>			
<b>Net period profit/ (loss)</b>		150.091.703	152.093.159
<i>Adjustments related to reconciliation between cash gained from operations and net income:</i>			
Tax Expenses		39.088.935	2.561.810
Depreciation and Amortization		32.109.185	25.718.318
Salary provisions for termination indemnities and early retirement		49.666.877	25.619.234
Interest Income/ Expense		(5.145.240)	5.992.539
Conversion difference		2.418.151	(11.107.816)
Income / Expenses from subsidiaries valued by Equity Method		(843.956)	5.566.662
Gain on sales of tangible assets		442.599	-
Deferred Financial Income / Expense		1.629.139	131.915
<b>Cash flows resulted from the operations before the change in working capital</b>		<b>269.457.393</b>	<b>206.575.821</b>
<i>Changes in working capital of the company (net):</i>			
Increase / Decrease in Trade Receivables		39.294.113	(167.967)
Increase / Decrease in Other Receivables		112.558.121	(72.098.308)
Increase / Decrease in Other Current / Fixed Assets and Liabilities		(5.293.339)	21.558.140
Increase / Decrease in Inventories		(22.614.155)	(68.971.463)
Increase / Decrease in Trade Payables		(166.026.377)	101.082.893
Increase / Decrease in Liabilities Related To Employee Benefits		(8.609.037)	1.359.064
Deferred Income		(25.300.562)	(4.276.903)
Increase / Decrease in Prepaid Expenses		14.772.573	(60.017.634)
Increase / Decrease in Other Payables		14.930.613	(44.431.673)
Increase / Decrease in Provisions for Payables		(11.858.947)	7.967.225
<b>Cash resulted from the operations after the changes in working capital</b>		<b>211.310.397</b>	<b>88.579.195</b>
Paid-up interest		(2.262.611)	(24.272.428)
Paid-up taxes		(31.480.347)	(3.765.139)
Paid-up termination indemnities		(16.874.967)	(9.546.249)
<b>Net cash resulted from the operations</b>		<b>160.692.472</b>	<b>50.995.379</b>
<b>Cash flows used in investments</b>			
Purchase of Tangible and Intangible Assets		(43.189.462)	(52.829.746)
Cash gained from sales of tangible and intangible assets		442.599	746.892
Cash gained from financial investments		2.570.278	19.068.128
<b>Cash used for investment activities</b>		<b>(40.176.585)</b>	<b>(33.014.726)</b>
<b>Financial activities:</b>			
Dividends paid to Parent Company		(66.800.000)	-
Collected Interests		5.437.380	23.204.027
Dividends paid to the minority shares		(223.329.375)	(29.070.307)
Cash inflows related to financial payables		-	137.352.000
Capital expenses related to financial payables		(138.812.883)	(170.097.349)
<b>Net Cash used for / gained in financial activities</b>		<b>(423.504.878)</b>	<b>(38.611.629)</b>
Net increase/decrease in cash and cash equivalents		(302.988.992)	(20.630.974)
<b>Balance of Cash and Cash Equivalents at beginning of the year</b>		<b>568.223.098</b>	<b>430.098.290</b>
Foreign currency adjustments		(51.514.497)	49.263.909
<b>Balance of Cash and Cash Equivalents at the period-end</b>		<b>213.719.609</b>	<b>458.731.224</b>