

(Convenience translation of consolidated financial statements originally issued in Turkish)

**GÜBRE FABRİKALARI TÜRK ANONİM ŞİRKETİ**  
**Consolidated statement of cash flows as of December 31, 2019**  
**(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)**

	Notes	January 1 – December 31, 2019	Restated January 1- December 31, 2018
<b>Cash flows from operating activities</b>			
Period income / loss		(98.641.006)	135.659.667
<b>Adjustments to reconcile net profit/(loss) for the period</b>			
Adjustments related to depreciation and amortization expense	12-13	94.543.534	70.152.958
Gain from investments accounted by equity method	3	(861.617)	(6.024.575)
Adjustments related to provisions for employee benefits	17	63.975.450	74.132.884
Adjustments related to interest expenses		284.505.493	133.624.166
Adjustments related to impairment of inventories	9	7.202.382	10.096.864
Adjustments related to impairment of receivables	8	2.124.464	1.290.086
Deferred financial income		(2.593.530)	--
Adjustments related to lawsuit provision	16	3.160.362	(3.769.651)
Current period tax income	28	(18.682.401)	5.317.680
Adjustments related to losses (gains) on sale of property, plant and equipments	25	(340.386)	652.179
Adjustments related to fair value losses (gains) on derivative financial instruments	20	(14.166.369)	4.789.413
Adjustments related to fair value losses (gains) on investment properties	25	(4.333.373)	5.829.174
<b>Cash flows from the operating activities before changes in the assets and liabilities</b>		<b>315.893.003</b>	<b>431.750.845</b>
<b>Change in working capital (net):</b>			
Increase in trade receivables		133.394.116	(227.795.964)
Increase in other receivables		(18.504.295)	45.540.266
Decrease in inventories		(62.010.591)	(37.409.562)
Increase in trade payables		218.736.893	293.646.476
Increase / (decrease) in employee benefit obligations		956.356	(2.457.727)
Increase / (decrease) in deferred income		(22.879.031)	24.793.049
Increase / (decrease) in prepaid expenses		(71.973.587)	40.724.570
Increase / (decrease) in other payables		(13.590.999)	(512.047.119)
Adjustments related to other decrease in working capital		(81.490.398)	(237.395.024)
<b>Cash flows from the operations after the changes in working capital</b>		<b>398.531.467</b>	<b>(180.650.190)</b>
Interest paid		(245.331.133)	(99.508.235)
Taxes refunds/ (payments)	28	(11.418.736)	(15.054.984)
Payments related to provision for employee benefits	17	(11.801.276)	(59.812.558)
<b>Cash flow regarding investment activities</b>		<b>129.980.322</b>	<b>(355.025.967)</b>
<b>Cash flow from investment activities</b>			
Cash outflows from the purchases of property, plant and equipment and intangible assets	12-13	(129.405.003)	(69.840.423)
Cash inflows from the sales of property, plant and equipment and intangible assets	12-13	595.677	11.603.762
Other inflows (outflows) of cash		(19.352.630)	(43.370.162)
Cash flow from discontinued operations, net		(7.936.987)	--
<b>Cash flow from investment activities</b>		<b>(156.098.943)</b>	<b>(101.606.823)</b>
<b>Cash flow from financing activities</b>			
Cash inflows from financing borrowings		3.570.630.333	2.700.686.948
Cash outflows from financing borrowings payments		(3.580.788.560)	(2.164.155.945)
<b>Cash flow from financing activities</b>		<b>(10.158.227)</b>	<b>536.531.003</b>
<b>Net change in cash cash equivalents before affect of foreign currency translation difference</b>		<b>(36.276.848)</b>	<b>79.898.213</b>
<b>Cash and cash equivalents as of January 1</b>	5	<b>359.227.711</b>	<b>223.188.075</b>
Foreign currency translation difference		(148.492.954)	56.141.423
<b>Cash and cash equivalents as of December 31</b>	5	<b>174.457.909</b>	<b>359.227.711</b>

The accompanying notes form an integral part of these consolidated financial statements.