

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

**GÜBRE FABRİKALARI TÜRK ANONİM ŞİRKETİ**

**Consolidated statement of cash flows for the period ended December 31, 2022**

**(Amounts expressed in Turkish Lira (“TL”) unless otherwise indicated.)**

	Notes	January 1, – December 31, 2022	January 1, – December 31, 2021
<b>Cash flows from operating activities</b>			
Period income		<b>843.058.034</b>	<b>469.789.398</b>
<b>Adjustments to reconcile net profit for the period</b>			
Adjustments related to depreciation and amortization expense	12-13	544.179.536	201.604.164
Adjustments related to gain from investments accounted by equity method	3	(145.742.448)	(10.849.475)
Adjustments related to provisions for employee benefits	17	383.032.327	288.473.114
Adjustments related to interest expense		659.586.879	230.750.721
Adjustments related to impairment of inventories	9	48.286.214	1.857.449
Adjustments related to impairment of receivables	8	(2.091.346)	5.548.335
Deferred financial (income) / expense		(18.131.283)	2.885.920
Adjustments related to lawsuit provisions	16	13.644.421	13.052.548
Adjustments related to current year tax expense	28	350.028.518	138.474.285
Adjustments related to losses on sale of property, plant and equipments	25	(1.541.260)	(6.511.428)
Adjustments related to fair value gains on derivative financial instruments	20	47.846.093	(39.424.793)
Adjustments related to fair value losses (gains) on investment properties	25	(137.215.452)	(51.972.227)
<b>Cash flows from the operating activities before changes in the assets and liabilities</b>		<b>2.584.940.233</b>	<b>1.243.678.011</b>
<b>Change in working capital (net):</b>			
Adjustments related to increase in trade receivables		353.549.912	(1.094.552.350)
Adjustments related to increase in other receivables		(253.330.354)	(168.964.647)
Adjustments related to decrease in inventories		(2.828.655.416)	(3.792.741.434)
Adjustments related to increase in trade payables		394.917.501	3.272.115.891
Increase / (decrease) in employee benefit obligations		(15.268.475)	46.198.266
Increase / (decrease) in deferred income		(676.456.696)	722.213.848
Increase / (decrease) in prepaid expenses		89.516.395	(628.870.428)
Increase / (decrease) in other payables		(339.692.161)	(20.859.318)
Adjustments related to other decrease in working capital		(84.028.180)	88.212.118
<b>Cash flows from the operations after the changes in working capital</b>		<b>(774.507.241)</b>	<b>(333.570.043)</b>
Interest paid		(583.087.095)	(125.649.906)
Taxes refunds/ (payments)	28	(97.029.675)	42.956.514
Payments related to provision for employee benefits	17	(347.703.212)	(97.972.780)
<b>Cash flow regarding investment activities</b>		<b>(1.802.327.223)</b>	<b>(514.236.215)</b>
<b>Cash flows from investment activities</b>			
Cash outflows from the purchases of property, plant and equipment and intangible assets	12-13	(1.682.873.616)	(298.503.156)
Cash inflows from the purchases of property, plant and equipment and intangible assets	12-13	53.754.427	38.127.244
Other cash inflows / (outflows)		(312.770.105)	(181.167.485)
<b>Cash flows from investment activities</b>		<b>(1.941.889.294)</b>	<b>(441.543.397)</b>
<b>Cash flows from financing activities</b>			
Cash inflows from financial borrowings		10.419.020.800	3.079.000.000
Cash outflows from financial borrowings payments		(7.502.579.092)	(2.255.043.536)
Other cash inflows / (outflows)		543.784	--
<b>Cash flows from financing activities</b>		<b>2.916.985.492</b>	<b>823.956.464</b>
<b>Net change in cash and cash equivalents before effect of foreign currency translation difference</b>		<b>(827.231.025)</b>	<b>(131.823.148)</b>
<b>Cash and cash equivalents as of January 1</b>	5	<b>1.171.491.537</b>	<b>657.508.102</b>
Foreign currency translation difference		739.118.685	645.806.583
<b>Cash and cash equivalents as of December 31</b>	5	<b>1.083.379.197</b>	<b>1.171.491.537</b>

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