

(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 September 30, 2023

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

	Notes	January 1, – September 30, 2023	January 1, – September 30, 2022
Cash flows from operating activities			
Period income		323.351.117	1.419.175.709
Adjustments to reconcile net profit for the period			
Adjustments related to depreciation and amortization expense	9-10	542.666.788	396.555.598
Adjustments related to gain from investments accounted by equity method		(162.436.626)	(75.267.491)
Adjustments related to provisions for employee benefits	18	345.397.033	236.372.272
Adjustments related to interest expense		320.728.031	468.651.099
Adjustments related to impairment of inventories	8	45.406.416	90.195.072
Adjustments related to impairment of receivables	6	711.140	(2.398.494)
Deferred financial (income) / expense		4.889.858	461.379
Adjustments related to lawsuit provisions	12	6.315.527	11.645.315
Adjustments related to current year tax expense		(456.987.826)	109.640.705
Adjustments related to losses on sale of property, plant and equipments	9-10	(1.202.639)	(1.430.686)
Adjustments related to fair value gains on derivative financial instruments		(15.473.776)	70.729.839
Adjustments related to fair value losses (gains) on investment properties		--	263.133
Cash flows from the operating activities before changes in the assets and liabilities		953.365.043	2.724.593.450
Change in working capital (net):			
Adjustments related to increase in trade receivables		(1.126.129.262)	(806.445.240)
Adjustments related to increase in other receivables		(913.684.199)	(201.259.109)
Adjustments related to decrease in inventories		3.233.466.661	(315.074.806)
Adjustments related to increase in trade payables		(275.209.608)	(778.942.066)
Increase / (decrease) in employee benefit obligations		1.323.144	21.333.009
Increase / (decrease) in deferred income		251.326.622	(607.489.462)
Increase / (decrease) in prepaid expenses		(444.614.350)	115.542.630
Increase / (decrease) in other payables		179.100.230	105.861.617
Adjustments related to other decrease in working capital		721.456.416	428.588.709
Cash flows from the operations after the changes in working capital		2.580.400.697	686.708.732
Interest paid		(802.769.242)	(369.282.034)
Taxes refunds/ (payments)		(151.186.551)	(90.937.072)
Payments related to provision for employee benefits	18	(242.318.644)	(162.577.240)
Cash flow regarding investment activities		1.384.126.260	63.912.386
Cash flows from investment activities			
Cash outflows from the purchases of property, plant and equipment and intangible assets	9-10	(1.357.111.858)	(1.045.899.609)
Cash inflows from the purchases of property, plant and equipment and intangible assets	9-10	7.030.841	36.411.926
Other cash inflows / (outflows)		(693.759.067)	(299.832.207)
Cash flows from investment activities		(2.043.840.084)	(1.309.319.890)
Cash flows from financing activities			
Cash inflows from financial borrowings		10.513.523.806	7.860.792.000
Cash outflows from financial borrowings payments		(8.384.463.114)	(6.074.220.943)
Other cash inflows / (outflows)		--	543.784
Cash flows from financing activities		2.129.060.692	1.787.114.841
Net change in cash and cash equivalents before effect of foreign currency translation difference		1.469.346.868	541.707.337
Cash and cash equivalents as of January 1		1.083.379.197	1.171.491.537
Foreign currency translation difference		53.271.316	315.419.346
Cash and cash equivalents as of September 30		2.605.997.381	2.028.618.220

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