

AKIN TEKSTİL A.Ş.
Financial Report
Consolidated
2019 - 2. 3 Monthly Notification

General Information About Financial Statements

Independent Audit Comment

Independent Audit Company	MGI BAĞIMSIZ DENETİM A.Ş.
Audit Type	Limited
Audit Result	Positive

ARA DÖNEM FİNANSAL TABLOLARI HAKKINDA SINIRLI DENETİM RAPORU

Akın Tekstil Anonim Şirketi
Yönetim Kurulu'na

Giriş

Akın Tekstil Anonim Şirketi'nin ("Şirket") ve Bağlı Ortaklığı'nın (bundan sonra birlikte "Grup" olarak anılacaktır) ekte yer alan 30 Haziran 2019 tarihli konsolide finansal durum tablosunun, aynı tarihte sona eren altı aylık döneme ait konsolide kar veya zarar ve diğer kapsamlı gelir tablosunun, konsolide özkaynak değişim tablosunun ve konsolide nakit akım tablosunun sınırlı denetimini yürütmüş bulunuyoruz. Grup Yönetimi, söz konusu ara dönem finansal bilgilerin Türkiye Muhasebe Standardı 34 "Ara Dönem Finansal Raporlama" Standardı'na ("TMS 34") uygun olarak hazırlanmasından ve sunumundan sorumludur. Sorumluluğumuz, yaptığımız sınırlı denetime dayanarak söz konusu ara dönem finansal bilgilere ilişkin bir sonuç bildirmektir.

Sınırlı Denetimin Kapsamı

Yaptığımız sınırlı denetim, Sınırlı Bağımsız Denetim Standardı (SBDS) 2410 "Ara Dönem Finansal Bilgilerin, İşletmenin Yıllık Finansal Tablolarının Bağımsız Denetimini Yürüten Denetçi Tarafından Sınırlı Bağımsız Denetimi"ne uygun olarak yürütülmüştür. Ara dönem finansal bilgilere ilişkin sınırlı denetim, başta finans ve muhasebe konularından sorumlu kişiler olmak üzere ilgili kişilerin sorgulanması ve analitik prosedürler ile diğer sınırlı denetim prosedürlerinin uygulanmasından oluşur. Ara dönem finansal bilgilerin sınırlı denetiminin kapsamı, Bağımsız Denetim Standartları'na uygun olarak yapılan ve amacı finansal tablolar hakkında bir görüş bildirmek olan bağımsız denetimin kapsamına kıyasla önemli ölçüde dardır. Sonuç olarak ara dönem finansal bilgilerin sınırlı denetimi, denetim şirketinin, bir bağımsız denetimde belirlenebilecek tüm önemli hususlara vakıf olabileceğine ilişkin bir güvence sağlamamaktadır. Bu sebeple, bir bağımsız denetim görüşü bildirmemekteyiz.

Sonuç

Sınırlı denetimimize göre ilişikteki ara dönem finansal bilgilerin, tüm önemli yönleriyle TMS 34 "Ara Dönem Finansal Raporlama" Standardı'na uygun olarak hazırlanmadığı kanaatine varmamıza sebep olacak herhangi bir husus dikkatimizi çekmemiştir.

A Member of MGI WORLDWIDE

ÖZCAN AKSU

Sorumlu Ortak Başdenetçi

(İstanbul, 8 Ağustos 2019)

Statement of Financial Position (Balance Sheet)

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 30.06.2019	Previous Period 31.12.2018
Statement of Financial Position (Balance Sheet)			
Assets [abstract]			
CURRENT ASSETS			
Cash and cash equivalents	6	3.362.656	8.403.351
Trade Receivables	10	56.097.946	42.060.584
Trade Receivables Due From Related Parties	10,37	25.087	23.681
Trade Receivables Due From Unrelated Parties	10	56.072.859	42.036.903
Other Receivables	11	5.868.551	7.339.688
Other Receivables Due From Unrelated Parties	11	5.868.551	7.339.688
Derivative Financial Assets			771.800
Derivative Financial Assets Held for Trading	9		771.800
Inventories	13	93.745.976	104.038.323
Prepayments	14	3.894.655	4.051.899
Prepayments to Unrelated Parties		3.894.655	4.051.899
Current Tax Assets	15	500	358
Other current assets		615.456	4.880.641
Other Current Assets Due From Unrelated Parties	26	615.456	4.880.641
SUB-TOTAL		163.585.740	171.546.644
Total current assets		163.585.740	171.546.644
NON-CURRENT ASSETS			
Other Receivables	11	1.154.220	1.024.132
Other Receivables Due From Unrelated Parties	11	1.154.220	1.024.132
Investment property	17	259.843.690	259.843.690
Property, plant and equipment	18	216.246.640	223.484.694
Other property, plant and equipment	18	216.246.640	223.484.694
Right of Use Assets	8,18	9.734.809	
Intangible assets and goodwill		1.461.492	1.211.519
Other intangible assets	19	1.461.492	1.211.519
Total non-current assets		488.440.851	485.564.035
Total assets		652.026.591	657.110.679
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current Borrowings	8	47.450.606	9.924.413
Current Portion of Non-current Borrowings	8	0	5.301.804
Current Portion of Non-current Borrowings from Related Parties		0	
Current Portion of Non-current Borrowings from Unrelated Parties		0	5.301.804
Bank Loans			5.301.804
Trade Payables	10	81.922.535	103.851.323
Trade Payables to Related Parties	10,37	75.536	5.299
Trade Payables to Unrelated Parties	10	81.846.999	103.846.024
Employee Benefit Obligations	12	3.177.882	2.624.050
Other Payables	11	331.746	737.765
Other Payables to Related Parties	11,37	251	
Other Payables to Unrelated Parties	11	331.495	737.765
Deferred Income Other Than Contract Liabilities	21	1.980.343	1.070.073
Deferred Income Other Than Contract Liabilities from Unrelated Parties	21	1.980.343	1.070.073
Current tax liabilities, current	35	1.263.508	1.546.516
Current provisions	22	5.525.531	2.763.063
Current provisions for employee benefits	22,24	2.623.052	932.034
Other current provisions	22	2.902.479	1.831.029
Other Current Liabilities			19.668
Other Current Liabilities to Unrelated Parties	26		19.668
SUB-TOTAL		141.652.151	127.838.675
Total current liabilities		141.652.151	127.838.675
NON-CURRENT LIABILITIES			
Long Term Borrowings	8	6.831.629	22.053.744
Other Payables	11	131.768	196.278
Other Payables to Unrelated parties		131.768	196.278

Non-current provisions		11.535.070	10.057.854
Non-current provisions for employee benefits	24	11.535.070	10.057.854
Deferred Tax Liabilities	35	43.203.797	43.865.512
Total non-current liabilities		61.702.264	76.173.388
Total liabilities		203.354.415	204.012.063
EQUITY			
Equity attributable to owners of parent	27	448.874.794	453.288.230
Issued capital		25.200.000	25.200.000
Inflation Adjustments on Capital		29.765.306	71.987.424
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		177.570.548	178.410.529
Gains (Losses) on Revaluation and Remeasurement		177.570.548	178.410.529
Increases (Decreases) on Revaluation of Property, Plant and Equipment		181.939.876	181.939.876
Gains (Losses) on Remeasurements of Defined Benefit Plans		-4.369.328	-3.529.347
Restricted Reserves Appropriated From Profits		3.965.347	3.042.390
Other Restricted Profit Reserves		3.965.347	3.042.390
Prior Years' Profits or Losses		207.127.048	159.544.121
Current Period Net Profit Or Loss		5.246.545	15.103.766
Non-controlling interests		-202.618	-189.614
Total equity		448.672.176	453.098.616
Total Liabilities and Equity		652.026.591	657.110.679

Statement of Profit or Loss and Other Comprehensive Income

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2019 - 30.06.2019	Previous Period 01.01.2018 - 30.06.2018	Current Period 3 Months 01.04.2019 - 30.06.2019	Previous Period 3 Months 01.04.2018 - 30.06.2018
Statement of Profit or Loss and Other Comprehensive Income					
PROFIT (LOSS)					
Revenue	5,28	203.192.396	147.335.718	99.740.174	79.768.014
Cost of sales	5,28	-162.121.981	-127.484.060	-77.018.858	-67.967.823
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		41.070.415	19.851.658	22.721.316	11.800.191
GROSS PROFIT (LOSS)		41.070.415	19.851.658	22.721.316	11.800.191
General Administrative Expenses	29	-9.961.440	-9.113.175	-5.415.123	-4.712.961
Marketing Expenses	29	-14.025.208	-10.859.097	-6.941.300	-5.933.830
Research and development expense	29	-4.088.751	-3.315.330	-2.022.581	-1.582.255
Other Income from Operating Activities	31	21.521.076	13.211.931	8.183.608	6.166.016
Other Expenses from Operating Activities	31	-24.566.348	-10.181.690	-11.915.658	-4.950.095
PROFIT (LOSS) FROM OPERATING ACTIVITIES		9.949.744	-405.703	4.610.262	787.066
Investment Activity Income	32	1.419		1.419	
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		9.951.163	-405.703	4.611.681	787.066
Finance income	33	4.054.857	7.386.242	509.397	4.979.154
Finance costs	33	-7.485.506	-12.597.658	-1.375.293	-8.202.558
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		6.520.514	-5.617.119	3.745.785	-2.436.338
Tax (Expense) Income, Continuing Operations	35	-1.287.167	1.138.217	-721.760	456.888
Current Period Tax (Expense) Income		-1.738.935		-1.221.330	
Deferred Tax (Expense) Income		451.768	1.138.217	499.570	456.888
PROFIT (LOSS) FROM CONTINUING OPERATIONS		5.233.347	-4.478.902	3.024.025	-1.979.450
PROFIT (LOSS)		5.233.347	-4.478.902	3.024.025	-1.979.450
Profit (loss), attributable to [abstract]					
Non-controlling Interests		-13.198	-143.375	-52.247	-124.904
Owners of Parent		5.246.545	-4.335.527	3.076.272	-1.854.546
Earnings per share [abstract]					
Earnings per share [line items]					
Basic earnings per share					
Basic Earnings (Loss) Per Share from Continuing Operations					
<i>Pay Başına Kazanç</i>	36	0,20820000	-0,17200000	0,12210000	-0,07360000
Diluted Earnings Per Share					
OTHER COMPREHENSIVE INCOME					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		-839.787	-133.584	-536.977	-58.506
Gains (Losses) on Remeasurements of Defined Benefit Plans	24,27	-1.049.734	-166.979	-671.221	-73.133
Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss		209.947	33.395	134.244	14.627
Taxes Relating to Remeasurements of Defined Benefit Plans		209.947	33.395	134.244	14.627
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		0	-88.106	0	-68.337
Exchange Differences on Translation		0	-88.106	0	-68.337
Gains (Losses) on Exchange Differences on Translation	9,27	0	-88.106	0	-68.337
OTHER COMPREHENSIVE INCOME (LOSS)		-839.787	-221.690	-536.977	-126.843
TOTAL COMPREHENSIVE INCOME (LOSS)		4.393.560	-4.700.592	2.487.048	-2.106.293
Total Comprehensive Income Attributable to					
Non-controlling Interests		-13.004	-144.141	-50.537	-125.493
Owners of Parent		4.406.564	-4.556.451	2.537.585	-1.980.800

Statement of cash flows (Indirect Method)

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2019 - 30.06.2019	Previous Period 01.01.2018 - 30.06.2018
Statement of cash flows (Indirect Method)			
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		-674.846	6.811.041
Profit (Loss)		5.233.347	-4.478.902
Profit (Loss) from Continuing Operations		5.233.347	-4.478.902
Adjustments to Reconcile Profit (Loss)		14.595.813	11.898.821
Adjustments for depreciation and amortisation expense	18,19	4.792.784	3.606.683
Adjustments for Impairment Loss (Reversal of Impairment Loss)		-710.460	1.487.909
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Receivables	10	480.863	934.293
Adjustments for Impairment Loss (Reversal of Impairment Loss) of Inventories	13	-1.191.323	553.616
Adjustments for provisions		4.342.739	3.292.989
Adjustments for (Reversal of) Provisions Related with Employee Benefits	24	3.271.289	1.583.258
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions	22	13.848	
Adjustments for (Reversal of) Other Provisions	22	1.057.602	1.709.731
Adjustments for Interest (Income) Expenses		4.236.476	2.785.817
Adjustments for Interest Income	33	-122.258	-27.238
Adjustments for interest expense	33	3.517.410	2.787.210
Deferred Financial Expense from Credit Purchases	10	358.195	1.629.782
Unearned Financial Income from Credit Sales	10	483.129	-1.603.937
Adjustments for unrealised foreign exchange losses (gains)	8,33	648.526	1.863.640
Adjustments for Tax (Income) Expenses	35	1.287.167	-1.138.217
Adjustments for losses (gains) on disposal of non-current assets		-1.419	
Adjustments for Losses (Gains) Arised From Sale of Tangible Assets	32	-1.419	
Changes in Working Capital		-17.329.224	1.524.952
Adjustments for decrease (increase) in trade accounts receivable		-14.035.096	-8.864.633
Decrease (Increase) in Trade Accounts Receivables from Related Parties	10	-1.406	60.034
Decrease (Increase) in Trade Accounts Receivables from Unrelated Parties	10	-14.033.690	-8.924.667
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		1.341.050	-1.854.500
Decrease (Increase) in Other Unrelated Party Receivables Related with Operations	11	1.341.050	-1.854.500
Decrease (Increase) in Derivative Financial Assets	9	771.800	
Adjustments for decrease (increase) in inventories	13	11.483.670	-11.049.880
Decrease (Increase) in Prepaid Expenses	26	157.244	-395.069
Adjustments for increase (decrease) in trade accounts payable		-22.286.983	23.032.735
Increase (Decrease) in Trade Accounts Payables to Related Parties	10	70.237	-15.575
Increase (Decrease) in Trade Accounts Payables to Unrelated Parties	10	-22.357.220	23.048.310
Increase (Decrease) in Employee Benefit Liabilities	12	553.833	-99.831
Adjustments for increase (decrease) in other operating payables		-470.529	376.812
Increase (Decrease) in Other Operating Payables to Related Parties		250	
Increase (Decrease) in Other Operating Payables to Unrelated Parties	11	-470.779	376.812
Increase (Decrease) in Deferred Income Other Than Contract Liabilities	21	910.270	596.314
Other Adjustments for Other Increase (Decrease) in Working Capital		4.245.517	-216.996
Decrease (Increase) in Other Assets Related with Operations		4.245.517	-216.996
Cash Flows from (used in) Operations		2.499.936	8.944.871
Payments Related with Provisions for Employee Benefits	24	-1.152.839	-762.980
Income taxes refund (paid)	35	-2.021.943	-1.370.850
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		-5.550.103	-13.225.682

Proceeds from sales of property, plant, equipment and intangible assets		85.994	
Proceeds from sales of intangible assets	18-19	85.994	
Purchase of Property, Plant, Equipment and Intangible Assets		-5.636.097	-13.225.682
Purchase of intangible assets	18,19,32	-5.636.097	-13.225.682
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		1.184.511	10.525.180
Proceeds from borrowings		28.746.067	34.951.141
Proceeds from Loans	8	28.746.067	34.951.141
Repayments of borrowings		-12.539.197	-22.514.507
Loan Repayments	8	-12.539.197	-22.514.507
Payments of Lease Liabilities	8,18	1.645.407	
Dividends Paid	27	-8.820.000	
Interest paid	33	-7.486.895	-3.539.430
Interest Received	33	-360.871	1.627.976
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		-5.040.438	4.110.539
Net increase (decrease) in cash and cash equivalents		-5.040.438	4.110.539
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	6	8.403.094	2.653.155
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	6	3.362.656	6.763.694

Previous Period 01.01.2018 – 30.06.2018	Statement of changes in equity (abstract)																		
	Statement of changes in equity (line items)																		
	Equity at beginning of period			25.200.000	71.987.424	-2.101.669	169.880.520	-135.419				3.042.390	152.826.819	7.047.904	427.747.969	-132.332	427.615.637		
	Adjustments Related to Accounting Policy Changes																		
	Adjustments Related to Required Changes in Accounting Policies												-330.602		-330.602		-330.602		
	Adjustments Related to Voluntary Changes in Accounting Policies																		
	Adjustments Related to Errors																		
	Other Restatements																		
	Restated Balances			25.200.000	71.987.424	-2.101.669	169.880.520	-135.419				3.042.390	152.496.217	7.047.904	427.417.367	-132.332	427.285.035		
	Transfers		27										7.047.904	-7.047.904					
	Total Comprehensive Income (Loss)		27			-132.818		-88.106						-4.335.527	-4.556.451	-144.141	-4.700.592		
	Profit (loss)																		
	Other Comprehensive Income (Loss)																		
	Issue of equity																		
	Capital Decrease																		
	Capital Advance																		
	Effect of Merger or Liquidation or Division																		
	Effects of Business Combinations Under Common Control																		
	Advance Dividend Payments																		
	Dividends Paid																		
	Decrease through Other Distributions to Owners																		
	Increase (Decrease) through Treasury Share Transactions																		
	Increase (Decrease) through Share-Based Payment Transactions																		
	Acquisition or Disposal of a Subsidiary																		
	Increase (decrease) through changes in ownership interests in subsidiaries that do not result in loss of control, equity																		
	Transactions with noncontrolling shareholders																		
	Increase through Other Contributions by Owners																		
	Amount Removed from Reserve of Cash Flow Hedges and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied																		
	Amount Removed from Reserve of Change in Value of Time Value of Options and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied																		
	Amount Removed from Reserve of Change in Value of Forward Elements of Forward Contracts and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied																		
	Amount Removed from Reserve of Change in Value of Foreign Currency Basis Spreads and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which fair Value Hedge Accounting is Applied																		
	Increase (decrease) through other changes, equity																		
	Equity at end of period			25.200.000	71.987.424	-2.234.467	169.880.520	-223.525				3.042.390	159.544.121	-4.335.527	422.860.916	-276.473	422.594.443		
	Statement of changes in equity (abstract)																		
	Statement of changes in equity (line items)																		
	Equity at beginning of period			25.200.000	71.987.424	-3.529.347	181.939.876					3.042.390	159.544.121	15.103.766	453.288.230	-189.614	453.098.616		
	Adjustments Related to Accounting Policy Changes																		
	Adjustments Related to Required Changes in Accounting Policies																		
	Adjustments Related to Voluntary Changes in Accounting Policies																		
	Adjustments Related to Errors																		
Other Restatements				-42.222.118								42.222.118							
Restated Balances																			
Transfers		27									922.957	-14.180.809	-15.103.766						
Total Comprehensive Income (Loss)		27			-839.981								5.246.545	4.406.564	-13.004	4.393.560			
Profit (loss)																			
Other Comprehensive Income (Loss)																			
Issue of equity																			
Capital Decrease																			
Capital Advance																			
Effect of Merger or Liquidation or Division																			
Effects of Business Combinations Under Common Control																			
Advance Dividend Payments																			
Dividends Paid																			

Current Period 01.01.2019 - 30.06.2019											-8.820.000		-8.820.000		-8.820.000
	Decrease through Other Distributions to Owners														
	Increase (Decrease) through Treasury Share Transactions														
	Increase (Decrease) through Share-Based Payment Transactions														
	Acquisition or Disposal of a Subsidiary														
	Increase (decrease) through changes in ownership interests in subsidiaries that do not result in loss of control, equity														
	Transactions with noncontrolling shareholders														
	Increase through Other Contributions by Owners														
	Amount Removed from Reserve of Cash Flow Hedges and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied														
	Amount Removed from Reserve of Change in Value of Time Value of Options and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied														
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	Amount Removed from Reserve of Change in Value of Foreign Currency Basis Spreads and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied														
	Increase (decrease) through other changes, equity														
	Equity at end of period		25.200.000	29.765.306	-4.369.328	181.939.876				3.965.347	207.127.048	5.246.545	448.874.794	-202.618	448.672.176