

DOĞUŞ OTOMOTİV SERVİS VE TİCARET A.Ş.**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2021 AND 31 DECEMBER 2020**

(Convenience translation of consolidated financial statements originally issued in Turkish and amounts expressed in thousands of TL unless otherwise indicated.)

		Reviewed	Audited
		31 March	31 December
	Notes	2021	2020
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	509,975	655,599
Trade receivables		1,486,878	1,047,149
<i>Trade receivables due from related parties</i>	22.1	1,037,958	561,857
<i>Trade receivables due from third parties</i>	8.1	448,920	485,292
Other receivables		129,586	103,672
<i>Other receivables due from related parties</i>	22.2	8,274	6,464
<i>Other receivables due from third parties</i>	9	121,312	97,208
Inventories	10	3,404,258	2,751,843
Prepayments		63,286	29,250
Other current assets		2,940	14,361
Total current assets		5,596,923	4,601,874
NON-CURRENT ASSETS			
Financial investments		561,545	561,545
<i>Financial assets measured at fair value through</i>			
<i>other comprehensive income</i>	6	561,545	561,545
Other receivables		4,595	10,115
<i>Other receivables due from related parties</i>		83	1,066
<i>Other receivables due from third parties</i>		4,512	9,049
Investments accounted for using equity method	11	700,657	790,730
Investment property	13	104,859	105,419
Property, plant and equipment	12	923,695	900,928
Right of use asset	24	81,498	75,855
Intangible assets		59,579	55,410
Prepayments		9,379	9,743
Deferred tax asset	20	30,759	5,515
Total non-current assets		2,476,566	2,515,260
TOTAL ASSETS		8,073,489	7,117,134

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		Reviewed	Audited
	Notes	31 March 2021	31 December 2020
LIABILITIES			
CURRENT LIABILITIES			
Current borrowings	7	1,826,983	2,096,708
Short-term portion of long-term borrowings	7	143,169	55,901
Trade payables		2,218,389	1,853,830
<i>Trade payables to related parties</i>	22.5	216,714	131,770
<i>Trade payables to third parties</i>	8.2	2,001,675	1,722,060
Employee benefit obligations		11,052	100,027
Other payables		600,000	101,594
<i>Other payables to related parties</i>	22.6	600,000	101,594
Deferred income		50,384	43,658
Current tax liabilities	20	114,762	28,086
Current provisions		38,659	38,740
<i>Other current provisions</i>	14	38,659	38,740
Other current liabilities	15	222,554	148,577
Total current liabilities		5,225,952	4,467,121
NON-CURRENT LIABILITIES			
Long-term borrowings	7	606,444	234,307
Deferred income		19,581	14,219
Non-current provisions		116,359	98,606
<i>Non-current provisions for employee benefits</i>		61,642	56,197
<i>Other long-term provisions</i>		54,717	42,409
Deferred tax liabilities	20	138	7,147
Total non-current liabilities		742,522	354,279
TOTAL LIABILITIES		5,968,474	4,821,400
EQUITY			
Equity attributable to equity holders of the Company		2,094,744	2,286,951
Issued capital	16	220,000	220,000
Inflation adjustment on capital	16	23,115	23,115
Treasury shares (-)	16	(220,325)	(220,325)
Other accumulated comprehensive income (loss) that will not be reclassified in profit or loss		(23,934)	(22,080)
<i>Gains (losses) on revaluation and remeasurement</i>		(23,934)	(22,080)
<i>Gains (losses) on remeasurements of defined benefit plans</i>		(23,934)	(22,080)
Other accumulated comprehensive income (loss) that will be reclassified in profit or loss		486,629	483,515
<i>Exchange differences on translation</i>	16	5,192	2,078
<i>Gains (losses) on revaluation and reclassification</i>		481,437	481,437
<i>Gains (losses) from financial assets measured at fair value through other comprehensive income</i>	16	481,437	481,437
Restricted reserves appropriated from profits	16	469,053	405,826
<i>Legal reserves</i>		199,463	136,236
<i>Treasury share reserves</i>		220,325	220,325
<i>Other restricted profit reserves</i>		49,265	49,265
Prior years' profit or losses	16	733,673	359,566
Profit (loss) for the period		406,533	1,037,334
Non-controlling interests	16	10,271	8,783
TOTAL EQUITY		2,105,015	2,295,734
TOTAL EQUITY AND LIABILITIES		8,073,489	7,117,134

DOĞUŞ OTOMOTİV SERVİS VE TİCARET A.Ş.

CONDENSED CONSOLIDATED INTERIM PROFIT OR LOSS STATEMENTS FOR THE THREE MONTH PERIOD ENDED 31 MARCH

(Convenience translation of consolidated financial statements originally issued in Turkish and amounts expressed in thousands of TL unless otherwise indicated.)

	Notes	Reviewed 31 March 2021	Reviewed 31 March 2020
Revenue		6,195,463	3,181,218
Cost of sales		(5,433,193)	(2,765,925)
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		762,270	415,293
GROSS PROFIT (LOSS)		762,270	415,293
General administrative expenses	17.2	(131,031)	(109,026)
Marketing expenses	17.1	(109,162)	(77,967)
Other income from operating activities		31,093	17,490
Other expenses from operating activities		(52,235)	(27,194)
PROFIT (LOSS) FROM OPERATING ACTIVITIES		500,935	218,596
Investment activity income	18	12,034	6,507
Share of profit (loss) from investments accounted for using equity method	11	94,942	51,870
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		607,911	276,973
Finance income	19	12,739	13,104
Finance costs	19	(129,164)	(140,939)
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		491,486	149,138
Tax (expense) income, continuing operations		(83,465)	(24,151)
Current period tax (expense) income	20	(115,255)	(11,383)
Deferred tax (expense) income	20	31,790	(12,768)
PROFIT (LOSS) FROM CONTINUING OPERATIONS		408,021	124,987
PROFIT (LOSS)		408,021	124,987
Profit (loss), attributable to			
Non-controlling interests		1,488	855
Owners of parent		406,533	124,132
Basic earnings per share			
Basic earnings (loss) per share from continuing operations	21	2.0532	0.6269
Diluted earnings per share			
Diluted earnings (loss) per share from continuing operations	21	2.0532	0.6269

DOĞUŞ OTOMOTİV SERVİS VE TİCARET A.Ş.**CONDENSED CONSOLIDATED INTERIM OTHER COMPREHENSIVE
PROFIT OR LOSS STATEMENTS
FOR THE THREE MONTH PERIOD ENDED 31 MARCH**

(Convenience translation of consolidated financial statements originally issued in Turkish and amounts expressed in thousands of TL unless otherwise indicated.)

	<u>Notes</u>	<u>Reviewed 31 March 2021</u>	<u>Reviewed 31 March 2020</u>
PROFIT (LOSS)		408,021	124,987
Other comprehensive income			
Other comprehensive income that will not be reclassified to profit or loss		(1,854)	(792)
Gains (losses) on remeasurements of defined benefit plans		(2,317)	(1,016)
Taxes related to components of other comprehensive income that will not be reclassified to profit or loss		463	224
<i>Taxes relating to measurements of defined benefit plans</i>	20	463	224
Other comprehensive income that will be reclassified to profit or loss		3,114	12
Exchange differences on translation		3,114	12
Other comprehensive income (loss) related with financial assets measured at fair value through other comprehensive income		-	-
<i>Gains (losses) on financial assets measured at fair value through other comprehensive income</i>		-	-
Share of other comprehensive income of associates and joint ventures accounted for equity method that will be reclassified to profit or loss		-	-
Taxes relating to components of other comprehensive income that will be reclassified to profit or loss		-	-
<i>Taxes relating to financial assets measured at fair value through other comprehensive income</i>		-	-
OTHER COMPREHENSIVE INCOME (LOSS)		1,260	(780)
TOTAL COMPREHENSIVE INCOME (LOSS)		409,281	124,207
Total comprehensive income attributable to			
Non-controlling interests		1,488	855
Owners of parent		407,793	123,352

DOĞUŞ OTOMOTİV SERVİS VE TİCARET A.Ş.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY FOR THE THREE MONTH PERIOD ENDED 31 MARCH

(Convenience translation of condensed consolidated interim financial statements originally issued in Turkish and amounts expressed in thousands of TL unless otherwise indicated.)

				Accumulated other comprehensive income and expense that will not be reclassified through profit or loss	Accumulated other comprehensive income and expense that will be reclassified through profit or loss			Accumulated earnings				
	Issued capital (Note 16)	Inflation adjustments on capital (Note 16)	Treasury shares (Note 16)	Gains / losses on remeasurements of defined benefit plans	Foreign currency translation difference (Note 16)	Gains / losses on remeasuring of financial assets measured at fair value through other comprehensive income (Note 16)	Restricted reserve (Note 16)	Retained earnings / (Accumulate d losses)	Net profit / loss for the period	Equity attributable to equity holders of the Company	Non- controlling interests (Note 16)	Total Equity
Balance at 1 January 2020	220,000	23,115	(220,310)	(24,322)	2,047	479,329	397,068	292,547	75,777	1,245,251	7,290	1,252,541
Transfers	-	-	-	-	-	-	-	75,777	(75,777)	-	-	-
Total comprehensive income (loss)	-	-	-	(792)	12	-	-	-	124,132	123,352	855	124,207
Profit (loss) for the period	-	-	-	-	-	-	-	-	124,132	124,132	855	124,987
Other comprehensive income (loss)	-	-	-	(792)	12	-	-	-	-	(780)	-	(780)
Balance at 31 March 2020	220,000	23,115	(220,310)	(25,114)	2,059	479,329	397,068	368,324	124,132	1,368,603	8,145	1,376,748
Balance at 1 January 2021	220,000	23,115	(220,325)	(22,080)	2,078	481,437	405,826	359,566	1,037,334	2,286,951	8,783	2,295,734
Transfers	-	-	-	-	-	-	63,227	974,107	(1,037,334)	-	-	-
Total comprehensive income (loss)	-	-	-	(1,854)	3,114	-	-	-	406,533	407,793	1,488	409,281
Profit (loss) for the period	-	-	-	-	-	-	-	-	406,533	406,533	1,488	408,021
Other comprehensive income (loss)	-	-	-	(1,854)	3,114	-	-	-	-	1,260	-	1,260
Profit shares	-	-	-	-	-	-	-	(600,000)	-	(600,000)	-	(600,000)
Balance at 31 March 2021	220,000	23,115	(220,325)	(23,934)	5,192	481,437	469,053	733,673	406,533	2,094,744	10,271	2,105,015

DOĞUŞ OTOMOTİV SERVİS VE TİCARET A.Ş.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS FOR THE THREE MONTH PERIOD ENDED 31 MARCH

(Convenience translation of condensed consolidated interim financial statements originally issued in Turkish and amounts expressed in thousands of TL unless otherwise indicated.)

	Notes	Reviewed	
		31 March 2021	31 March 2020
A. CASH FLOWS FROM OPERATING ACTIVITIES		(363,342)	(106,806)
Profit (loss) for the period		408,021	124,987
Adjustments to for profit (loss) for the period reconciliation:		297,722	211,025
Adjustments for depreciation and amortization expense	17.2, 24	40,268	31,587
Adjustments for impairment loss (reversal of impairment loss)		269	4,216
Adjustments for impairment loss (reversal of impairment loss) of receivables		(7)	2,861
Adjustments for impairment loss (reversal of impairment loss) of inventories	10	276	1,355
Adjustments for provisions		186,618	101,334
Adjustments for (reversal of) provisions related with employee benefits		3,966	2,999
Adjustments for (reversal of) lawsuit and/or penalty provision expenses		1,784	878
Adjustments for (reversal of) warranty provisions		39,406	28,455
Adjustments for (reversal of) other provisions		141,462	69,002
Adjustments for interest (income) and expense		93,929	98,902
Adjustments for interest income	19	(12,739)	(13,104)
Adjustments for interest expense	19	106,668	112,006
Adjustments for unrealized foreign exchange losses (gains)		149	9,212
Adjustments for undistributed profits of investments accounted for using equity method	11	(94,942)	(51,870)
Adjustments for tax (income) expenses	20	83,465	24,151
Adjustments for losses (gains) on disposal of non-current assets		(12,034)	(6,507)
Adjustments for losses (gains) arisen from sale of tangible assets	18	(12,034)	(6,507)
Changes in working capital		(1,010,705)	(407,224)
Adjustments for decrease (increase) in trade receivables		(439,722)	(26,962)
Decrease (increase) in due from related parties		(476,101)	(675)
Decrease (increase) in due from third parties		36,379	(26,287)
Adjustments for decrease (increase) in inventories		(652,691)	(325,802)
Adjustments for increase (decrease) in trade payables		223,097	(92,170)
Increase (decrease) in due to related parties		84,944	(23,385)
Increase (decrease) in due to third parties		138,153	(68,785)
Increase (decrease) in deferred income		12,088	17,567
Adjustments for other increase (decrease) in working capital		(153,477)	20,143
Cash flows from operations		(304,962)	(71,212)
Payments related with provisions for employee benefits		(834)	(875)
Payments related with other provisions		(28,967)	(26,946)
Income taxes refund (paid)		(28,579)	(7,773)
B. CASH FLOWS FROM INVESTING ACTIVITIES		143,433	(12,879)
Cash outflows arising from purchase of shares or capital increase of associates and/or joint ventures		-	(942)
Proceeds from sales of property, plant and equipment and intangible assets		15,993	9,411
Proceeds from sales of property, plant and equipment		15,993	9,411
Purchase of property, plant, equipment and intangible assets		(57,575)	(21,348)
Purchase of property, plant and equipment	12	(44,774)	(13,597)
Purchase of intangible assets		(12,801)	(7,751)
Dividends received		185,015	-
C. CASH FLOWS FROM FINANCING ACTIVITIES		74,172	(155,517)
Proceeds from borrowings		1,343,252	1,184,336
Repayments of borrowings		(1,153,652)	(1,222,588)
Payments of lease liabilities		(18,866)	(10,289)
Interest paid		(109,301)	(120,080)
Interest received		12,739	13,104
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES (A+B+C)		(145,737)	(275,202)
D. EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		113	(1,928)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C+D)		(145,624)	(277,130)
E. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5	655,599	648,342
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (A+B+C+D+E)	5	509,975	371,212