

(Convenience Translation into English of Condensed Interim Financial Statements Originally Issued in Turkish)

TAT GIDA SANAYİ A.Ş.

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2022

(Amounts are expressed in Turkish Lira (TL) unless otherwise indicated)

ASSETS	Notes	Not Reviewed	Audited
		31 March 2022	31 December 2021
Current Assets			
Cash and cash equivalents		251.840.214	106.046.019
Trade receivables		467.054.191	473.882.599
-Trade receivables from related parties	18	394.070.053	433.602.270
-Trade receivables from third parties	5	72.984.138	40.280.329
Other receivables		1.240.814	2.875.061
-Other receivables from third parties		1.240.814	2.875.061
Inventories	6	474.190.841	627.595.375
Derivatives		10.382.217	9.063.664
Prepaid expenses		65.299.844	29.206.570
Other current assets	17	118.278.683	101.146.584
Subtotal		1.388.286.804	1.349.815.872
Assets as held for sale	8	-	--
Total Current Asset		1.388.286.804	1.349.815.872
Non-Current Assets			
Other receivables		68.085	68.085
-Other receivables from third parties		68.085	68.085
Financial investments		5.122.949	5.122.949
Property, plant and equipment	7	232.513.444	229.427.009
Right of use assets		27.015.421	25.481.697
Intangible assets		8.708.973	8.737.285
Deferred tax assets		23.329.670	18.891.876
Other non-current assets	17	294.817	294.817
Total Non-Current Assets		297.053.359	288.023.718
TOTAL ASSET		1.685.340.163	1.637.839.590

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CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT
31 MARCH 2022 (CONTINUED)

(Amounts are expressed in Turkish Lira (TL) unless otherwise indicated)

		Not Reviewed	Audited
	Notes	31 March 2022	31 December 2021
LIABILITIES			
Short-term financial borrowings		180.997.832	92.401.001
Short-term leasing borrowings	4	6.223.977	5.618.972
-Leasing borrowings to related parties		4.321.947	3.866.636
-Leasing borrowings to third parties		1.902.030	1.752.336
Short-term portion of long-term borrowings		113.088.709	147.144.849
Trade payables		248.683.065	257.816.497
- Trade payables to related parties	18	40.408.634	49.053.751
- Trade payables to third parties	5	208.274.431	208.762.746
Employee benefit obligations		6.227.227	4.475.763
Derivative financial instruments		--	--
Other payables		30.553.126	19.047.239
- Other payables from related parties	18	24.261.628	11.724.613
- Other payables from third parties		6.291.498	7.322.626
Deferred income		7.634.781	6.505.824
Current tax liabilities		-	6.066.187
Short-term provisions		36.816.868	14.159.957
- Short-term provisions for employment benefits		1.747.433	1.747.433
- Other short-term provisions		35.069.435	12.412.524
Subtotal		630.225.585	553.236.289
Liabilities as held for sales	15	-	--
Total Short-Term Liabilities		630.225.585	553.236.289
Long-term financial borrowings	4	90.000.000	160.000.000
Long-term leasing borrowings	4	23.063.205	22.096.945
-Long-term leasing borrowings to related parties		5.902.511	4.488.922
-Long-term leasing borrowings to third parties		17.160.694	17.608.023
Long-term provisions		18.341.118	17.295.879
- Long-term provisions for employment benefits		18.341.118	17.295.879
Total Long-Term Liabilities		131.404.323	199.392.824
Total Liabilities		761.629.908	752.629.113
Share capital	10	136.000.000	136.000.000
Inflation adjustment to share capital	10	21.601.088	21.601.088
Share premiums	10	10.107.809	10.107.809
Other comprehensive income or expenses that may be reclassified subsequently to profit or loss		3.409.399	3.409.399
- Financial assets revaluation reserve		3.409.399	3.409.399
- Losses related to hedging from cash flow risk		--	--
Other comprehensive income or expenses that will not be reclassified subsequently to profit or loss		(2.812.064)	(2.812.064)
-Actuarial gains / (losses) in defined benefit plan		(2.812.064)	(2.812.064)
Restricted reserves	10	118.508.084	72.461.784
Prior years' profit		541.934.949	421.252.127
Profit for the period		94.960.990	223.190.334
Total Equity		923.710.255	885.210.477
TOTAL LIABILITIES AND EQUITY		1.685.340.163	1.637.839.590

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TAT GIDA

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2022

(Amounts are expressed in Turkish Lira (TL) unless otherwise stated)

		Not Reviewed	Not Reviewed
	Notes	1 January- 31 March 2022	1 January- 31 March 2021
Profit or loss			
Continuing operations			
Sales	12	536.593.061	213.693.888
Cost of sales (-)	12	<u>(353.796.005)</u>	<u>(153.297.065)</u>
Gross profit from continuing operations		<u>182.797.056</u>	<u>60.396.823</u>
Marketing expenses (-)		(49.608.464)	(16.804.336)
General administrative expenses (-)		(51.338.557)	(18.376.288)
Research and development expenses (-)		(643.872)	(448.036)
Other income from operating activities	13	29.747.101	7.757.342
Other expenses from operating activities (-)	13	<u>(11.076.295)</u>	<u>(2.429.956)</u>
Operating profit from continuing operations		<u>99.876.969</u>	<u>30.095.549</u>
Income from investing activities	14	2.061.249	1.669.626
Expenses from investing activities (-)	14	<u>(980)</u>	<u>(17.064)</u>
Operating profit before finance expense		<u>101.937.238</u>	<u>31.748.111</u>
Finance income	15	18.557.138	29.335.776
Finance expense (-)	15	<u>(29.208.814)</u>	<u>(25.374.089)</u>
Finance expense, net		<u>(10.651.676)</u>	<u>3.961.687</u>
Profit before tax		<u>91.285.562</u>	<u>35.709.798</u>
Tax expense		3.675.428	(10.270.471)
Current tax expense	16	(765.949)	(10.168.929)
Deferred tax expense	16	<u>4.441.377</u>	<u>(101.542)</u>
Profit for the period from continuing operations		<u>94.960.990</u>	<u>25.439.327</u>
Profit / (loss) for the period from discontinued operations	8	-	65.813.321
Profit for the period		<u>94.960.990</u>	<u>91.252.648</u>
Earnings per share		0,70	0,67
Earnings per common and diluted share from continuing operations		0,70	0,19
Earnings / (losses) per common and diluted share from discontinued operations			0,48

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CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2022

(Amounts are expressed in Turkish Lira (TL) unless otherwise stated)

		Not Reviewed	Not Reviewed
	Notes	1 January- 31 March 2022	1 January- 31 March 2021
Continuing profit before tax		94.960.990	25.439.327
Discontinued operations profit		-	65.813.321
Adjustments to reconcile profit for the period:			
Adjustments related to depreciation and amortization expenses	3	3.480.824	2.499.626
Adjustments related to impairment		(482.446)	-
<i>Adjustments related to impairment of receivables</i>		-	-
<i>Adjustments related to impairment of stocks</i>	6	(482.446)	-
Adjustments related to provisions		27.311.158	12.954.276
<i>Adjustments related to provision for employee termination benefit</i>		4.654.247	1.528.264
<i>Adjustments related to other provisions</i>		22.656.911	11.426.012
Adjustments related to gain or loss on sales of property, plant and equipment	14	(297)	(6.007)
Adjustment related to gain on available for sales		-	(69.041.724)
Adjustments related to income accruals	17	(4.019.545)	(1.549.398)
Adjustments related to increase in fair value of derivatives		(1.318.553)	(6.359.062)
Adjustments related to tax expense	16	(3.675.428)	10.270.471
Unrealized foreign exchange loss		5.227.330	1.618.531
Discount expense		(8.901.103)	(3.514.785)
Discount income		20.420.967	2.769.235
Interest income	15	(3.454.880)	(3.643.291)
Interest expense	15	15.420.675	8.660.214
Changes in working capital		144.969.692	45.910.734
Adjustments related to changes in trade receivables and other receivables		(53.124.776)	7.860.022
Adjustments related to changes in due from related parties		39.532.217	(5.166.551)
Adjustments related to changes in inventories		153.886.980	99.891.131
Adjustments related to changes in prepaid expenses		(36.093.274)	(16.019.241)
Adjustments related to changes in other current and non-current assets		(10.494.716)	15.427.340
Adjustments related to changes in trade payables		8.412.788	(14.860.875)
Adjustments related to changes due to related parties		3.891.898	(17.512.455)
Adjustments related to changes in deferred income		1.128.957	(2.436.549)
Adjustments related to changes in employee benefit payables		1.751.464	(3.295.357)
Adjustments related to changes in other current liabilities		(671.933)	15.592.552
Cash flows from operating activities		253.189.297	125.390.751
Employee termination benefits paid		(3.609.008)	(24.585.678)
Taxes refund / (paid)		(6.828.553)	(13.809.180)
Net cash flows (used in)/from operating activities		242.751.736	86.995.893
Investing activities:			
Property, plant and equipment and intangible asset acquisitions	7	(6.114.632)	(3.400.987)
Cash generated from sale of property, plant and equipment and intangible assets		7.354	124.293
Dividend received		-	182.128.321
Net cash used in investing activities		(6.107.278)	178.851.627
Financing activities:			
Interest gained	15	3.454.880	3.643.291
Cash outflow due to leasing		(2.993.317)	(2.556.869)
Cash inflows due to loan received		167.086.970	22.270.299
Cash outflows due to loan received		(193.732.138)	(21.719.034)
Interest paid	15	(8.205.446)	(8.660.214)
Dividend paid		(56.461.212)	(42.111.998)
Net cash (used in)/from financing activities		(90.850.263)	(49.134.525)
Net change in cash and cash equivalents		145.794.195	216.712.995
Cash and cash equivalents at the beginning of the period		106.046.019	120.612.224
Cash and cash equivalents at the ending of the period		251.840.214	337.325.219