

**(CONVENIENCE TRANSLATION OF CONDENSED  
INTERIM CONSOLIDATED FINANCIAL  
STATEMENTS ORIGINALLY ISSUED IN TURKISH)**

**OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ  
AND ITS SUBSIDIARIES**

CONDENSED CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS  
AS OF 30 SEPTEMBER 2021

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# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Financial Position as of 30 September 2021

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

		Not reviewed	Audited
		Current Period	Prior Period
	Notes	30 September 2021	31 December 2020
<b>ASSETS</b>			
<b>Current Assets</b>		<b>2.344.328.534</b>	1.909.488.901
Cash and Cash Equivalents	3	518.889.205	448.831.807
Financial Investments	9	95.634.022	85.754.711
Trade Receivables	4-5	1.032.370.276	926.136.800
<i>Trade Receivables from Related Parties</i>	4	89.358.667	18.472.262
<i>Trade Receivables from Third Parties</i>		943.011.609	907.664.538
Other Receivables		7.924.042	12.242.448
<i>Other Receivables from Related Parties</i>	4	1.861.667	-
<i>Other Receivables from Third Parties</i>		6.062.375	12.242.448
Inventories	6	656.979.852	352.430.450
Prepaid Expenses	7	24.236.222	75.737.614
Current Tax Assets		-	134.884
Other Current Assets		8.294.915	8.220.187
<b>Non-current Assets</b>		<b>2.140.805.804</b>	2.063.237.639
Other Receivables		3.462.551	2.988.820
<i>Other Receivables from Third Parties</i>		3.462.551	2.988.820
Investment Properties		30.498.038	29.954.268
Right-of-use Assets		17.384.393	16.791.857
Property, Plant and Equipment	8	1.892.246.931	1.835.124.391
Intangible assets		77.211.474	83.063.745
<i>Goodwill</i>		7.062.941	7.062.941
<i>Other Intangible Assets</i>	8	70.148.533	76.000.804
Prepaid Expenses	7	36.625.339	6.851.266
Deferred Tax Assets	14	79.969.446	87.956.953
Other Non-current Assets		3.407.632	506.339
<b>TOTAL ASSETS</b>		<b>4.485.134.338</b>	3.972.726.540

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Financial Position as of 30 September 2021

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

		Not reviewed	Audited
		Current Period	Prior Period
	Notes	30 September 2021	31 December 2020
<b>LIABILITIES AND EQUITY</b>			
<b>Current Liabilities</b>		<b>1.608.677.220</b>	<b>1.554.271.751</b>
Short-term Borrowings	12	<b>668.002.178</b>	707.265.009
Short-term Portion of Long-term Borrowings	12	<b>51.894.712</b>	103.009.662
Trade Payables	4-5	<b>696.110.109</b>	606.589.044
<i>Trade Payables to Related Parties</i>	4	<b>104.762.366</b>	135.632.596
<i>Trade Payables to Third Parties</i>		<b>591.347.743</b>	470.956.448
Payables Related to Employee Benefits		<b>17.427.542</b>	9.335.715
Other Payables		<b>13.360.612</b>	19.972.102
<i>Other Payables to Related Parties</i>	4	<b>3.565.345</b>	3.342.306
<i>Other Payables to Third Parties</i>		<b>9.795.267</b>	16.629.796
Deferred Income	7	<b>60.786.950</b>	22.883.869
Derivative Instruments		-	4.650.543
Current Tax Liabilities	14	<b>51.720.756</b>	31.200.804
Short-term Provisions		<b>49.130.903</b>	49.358.806
<i>Short-term Provisions for Employee Benefits</i>		<b>13.295.999</b>	15.300.000
<i>Other Short-term Provisions</i>	10	<b>35.834.904</b>	34.058.806
Other Short-term Liabilities		<b>243.458</b>	6.197
<b>Non-current Liabilities</b>		<b>162.159.472</b>	<b>136.303.584</b>
Long-term Borrowings	12	<b>16.055.881</b>	19.055.021
Deferred Income	7	-	239.771
Long-term Provisions		<b>146.103.591</b>	117.008.792
Long-term Provisions for Employee Benefits		<b>139.225.968</b>	106.291.720
Other Long-term Provisions	10	<b>6.877.623</b>	10.717.072
<b>TOTAL LIABILITIES</b>		<b>1.770.836.692</b>	<b>1.690.575.335</b>

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Financial Position as of 30 September 2021

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

		Not reviewed	Audited
		Current Period	Prior Period
	Notes	30 September 2021	31 December 2020
<b>EQUITY</b>		<b>2.714.297.646</b>	2.282.151.205
<b>Equity Attributable to Parent</b>		<b>2.714.297.646</b>	2.282.151.205
Paid-in Capital	13	<b>1.159.793.441</b>	1.159.793.441
Capital Adjustment Differences	13	<b>134.868.176</b>	134.868.176
Repurchased Shares (-)		<b>(6.935.220)</b>	(6.935.220)
Share Premiums (Discounts)		<b>234.322</b>	234.322
Other Accumulated Comprehensive Income (Expenses) That Will Not Be Reclassified To Profit or Loss		<b>(24.757.845)</b>	(14.620.649)
- <i>Gains (Losses) on Remeasurement of Defined Benefit Plans</i>		<b>(24.757.845)</b>	(14.620.649)
Other Accumulated Comprehensive Income (Expenses) That Will Be Reclassified To Profit or Loss		<b>2.672.144</b>	3.371.128
- <i>Foreign Currency Translation Differences</i>		<b>2.672.144</b>	3.371.128
Restricted Reserves Appropriated from Profit The Effect of Mergers Involving Undertaking or Enterprises Subject to Common Control	13	<b>405.954.871</b>	405.954.871
Retained earnings		<b>905.464.705</b>	649.004.587
Net Profit for the Period		<b>442.982.621</b>	358.453.306
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>4.485.134.338</b>	3.972.726.540

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Nine-month Interim Period Ended 30 September 2021

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

		Not reviewed Current Period 1 January - 30 September 2021	Not reviewed Current Period 1 July- 30 September 2021	Not reviewed Prior Period 1 January - 30 September 2020	Not reviewed Prior Period 1 July- 30 September 2020
<b>PROFIT OR LOSS</b>					
Revenue	16	3.150.609.420	1.164.713.136	1.961.907.527	867.780.315
Cost of Sales (-)	16	(2.362.966.280)	(881.427.847)	(1.643.401.502)	(674.892.584)
<b>GROSS PROFIT</b>		<b>787.643.140</b>	<b>283.285.289</b>	318.506.025	192.887.731
General Administrative Expenses (-)		(170.975.602)	(50.469.005)	(134.769.766)	(46.589.885)
Marketing Expenses (-)		(20.590.617)	(7.140.835)	(16.591.322)	(6.033.376)
Research and Development Expenses (-)		(6.696.131)	(2.310.362)	(6.007.259)	(1.919.157)
Other Income from Operating Activities	17	77.360.327	19.947.665	90.332.161	37.024.303
Other Expenses from Operating Activities (-)	17	(78.304.601)	(16.334.699)	(61.178.275)	(21.635.734)
<b>OPERATING PROFIT</b>		<b>588.436.516</b>	<b>226.978.053</b>	190.291.564	153.733.882
Income from Investment Activities	18	29.014.798	(4.931.683)	27.126.503	14.585.570
Expenses from Investment Activities (-)	18	(261.743)	(86.562)	(13.877.462)	(1.609.242)
<b>OPERATING PROFIT BEFORE FINANCIAL INCOME (EXPENSE)</b>		<b>617.189.571</b>	<b>221.959.808</b>	203.540.605	166.710.210
Finance Income	19	134.347.518	42.547.376	82.561.567	42.816.545
Finance Expense (-)	19	(161.481.429)	(63.540.816)	(88.529.854)	(18.711.318)
<b>PROFIT BEFORE TAX FROM CONTINUING OPERATIONS</b>		<b>590.055.660</b>	<b>200.966.368</b>	197.572.318	190.815.437
<b>Tax Expense</b>		<b>(147.073.039)</b>	<b>(48.247.112)</b>	(37.987.624)	(32.595.460)
Current Tax Expense	14	(136.551.234)	(52.124.465)	(38.551.086)	(19.790.838)
Deferred Tax (Expense)/Income	14	(10.521.805)	3.877.353	563.462	(12.804.622)
<b>PROFIT FOR THE PERIOD</b>		<b>442.982.621</b>	<b>152.719.256</b>	159.584.694	158.219.977
<b>Profit for the Period Attributable to</b>					
Non-controlling Interests		-	-	-	-
Owners of the Parent		442.982.621	152.719.256	159.584.694	158.219.977
<b>Earning Per Share</b>					
Earning Per Share (Nominal value of TL 1)	15	0,38	0,13	0,14	0,14

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

### Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Nine-month Interim Period Ended 30 September 2021

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

		Not reviewed Current Period	Not reviewed Current Period	Not reviewed Prior Period	Not reviewed Prior Period
	Notes	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
<b>CURRENT PROFIT</b>		<b>442.982.621</b>	<b>152.719.256</b>	159.584.694	158.219.977
<b>Items that Will Not Be Reclassified to Profit or Loss:</b>					
<b>Loss:</b>					
Gains / (Losses) on Remeasurement of Defined Benefit Plans		(12.671.493)	-	(9.623.534)	-
Taxes Related to Other Comprehensive Income That Will Not Be Reclassified to Profit or Loss	14	2.534.299	-	1.924.707	-
<b>Items that Will Be Reclassified to Profit or Loss:</b>					
Foreign Currency Translation Differences		(698.985)	114.581	(3.719.567)	(1.235.967)
<b>TOTAL COMPREHENSIVE EXPENSE</b>		<b>(10.836.179)</b>	<b>114.581</b>	(11.418.394)	(1.235.967)
<b>TOTAL COMPREHENSIVE INCOME / (EXPENSE)</b>		<b>432.146.442</b>	<b>152.833.837</b>	148.166.300	156.984.010
<b>Total Comprehensive Income / (Expense)</b>					
<b>Attributable to</b>					
Non-controlling Interests		-	-	-	-
Owners of the Parent		432.146.442	152.833.837	148.166.300	156.984.010

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Changes in Equity for the Nine-month Interim Period Ended 30 September 2021

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

	Share Capital	Capital Adjustment Differences	Repurchased Shares	Share Issuance Premiums	Restricted Reserves Appropriated from Profit	Gains / Losses on Remeasurement of Defined Benefit Plans	Foreign Currency Translation Differences	The Effect of Mergers Involving Undertaking or Enterprises Under Common Control	Prior Years' Profit	Net Profit for the Period	Equity
Balance as of 1 January 2020	785.527.741	134.868.176	-	234.324	405.954.871	(13.283.541)	6.262.691	(46.204.406)	737.020.355	-	2.010.380.211
Merger effect	374.265.700	-	-	-	-	-	-	(462.143.706)	45.546.377	-	(42.331.629)
Change due to share repurchase transactions	-	-	(6.935.220)	-	-	-	-	-	(30.747.993)	-	(37.683.213)
Total comprehensive income/(expense)	-	-	-	-	-	(7.698.828)	(3.719.567)	-	-	159.584.694	148.166.299
<i>Profit for the Period</i>	-	-	-	-	-	-	-	-	-	159.584.694	159.584.694
<i>Other Comprehensive Expense</i>	-	-	-	-	-	(7.698.828)	(3.719.567)	-	-	-	(11.418.395)
<b>30 September 2020</b>	<b>1.159.793.441</b>	<b>134.868.176</b>	<b>(6.935.220)</b>	<b>234.324</b>	<b>405.954.871</b>	<b>(20.982.369)</b>	<b>2.543.124</b>	<b>(508.348.112)</b>	<b>751.818.739</b>	<b>159.584.694</b>	<b>2.078.531.668</b>
Balance as of 1 January 2021	<b>1.159.793.441</b>	<b>134.868.176</b>	<b>(6.935.220)</b>	<b>234.322</b>	<b>405.954.871</b>	<b>(14.620.649)</b>	<b>3.371.128</b>	<b>(407.972.757)</b>	<b>1.007.457.893</b>	-	<b>2.282.151.205</b>
Transfer	-	-	-	-	-	-	-	<b>101.993.188</b>	<b>(101.993.188)</b>	-	-
Total comprehensive income/(expense)	-	-	-	-	-	(10.137.196)	(698.984)	-	-	<b>442.982.621</b>	<b>432.146.441</b>
<i>Profit for the Period</i>	-	-	-	-	-	-	-	-	-	<b>442.982.621</b>	<b>442.982.621</b>
<i>Other Comprehensive Expense</i>	-	-	-	-	-	(10.137.196)	(698.984)	-	-	-	(10.836.180)
<b>30 September 2021</b>	<b>1.159.793.441</b>	<b>134.868.176</b>	<b>(6.935.220)</b>	<b>234.322</b>	<b>405.954.871</b>	<b>(24.757.845)</b>	<b>2.672.144</b>	<b>(305.979.569)</b>	<b>905.464.705</b>	<b>442.982.621</b>	<b>2.714.297.646</b>



# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Cash Flows for the Nine-month Interim Period Ended 30 September 2021

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

		Not reviewed	Not reviewed
		Current Period	Prior Period
	Notes	1 January – 30 September 2021	1 January– 30 September 2020
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		<b>427.362.273</b>	290.170.689
<b>Profit for the Period</b>		<b>442.982.621</b>	159.584.694
<b>Adjustments Related to Reconciliation of Net Profit for the Period</b>		<b>388.845.576</b>	219.794.723
- Adjustments Related to Depreciation and Amortization Expenses		125.225.104	109.526.830
- Adjustments Related to Doubtful Receivables		5 9.213.414	40.052
- Adjustments Related to Provisions		66.051.536	47.320.129
- <i>Adjustments related to Employee Benefits</i>		40.466.429	21.067.127
- <i>Adjustments Related to Provisions (Reversal of) for Legal Cases</i>		10 778.038	(451.141)
- <i>Adjustments Related to Other Provisions (Reversals)</i>		10 24.807.069	26.704.143
- Adjustments Related to Interest (Income) and Expenses		49.069.115	50.794.707
- <i>Adjustments Related to Interest Income</i>		19 (25.837.886)	(16.987.506)
- <i>Adjustments Related to Interest Expense</i>		19 74.907.001	67.782.213
- Adjustments Related to Fair Value Losses (Gains)		(14.529.854)	(2.268.334)
- <i>Adjustments Related to Fair Value (Gains) /Losses of Financial Assets</i>		18 (9.873.088)	(2.268.334)
- <i>Adjustments Related to Fair Value Changes of Derivative Instruments</i>		(4.656.766)	-
- Adjustments Related to Dividend Income		18 (10.626.003)	(1.321.071)
- Adjustments Related to Gain on Sale of Fixed Assets		18 (4.567.316)	(9.110.029)
- Adjustments Related to Unrealized Foreign Currency Translation Differences		21.936.541	(2.081.852)
- Adjustments Related to Tax Income / Expense		14 147.073.039	37.987.624
- Other Adjustments in Profit or Loss		18 -	(11.093.333)
<b>Changes in Working Capital</b>		<b>(238.713.391)</b>	(56.211.586)
- Adjustments Related to Increase in Trade Receivables		5 (115.446.890)	(172.143.073)
- <i>Decrease (Increase) in Trade Receivables from Related Parties</i>		(70.886.405)	(35.068.325)
- <i>Decrease (Increase) in Trade Receivables from Third Parties</i>		(44.560.485)	(137.074.748)
- Adjustments Related to Decrease (Increase) in Other Receivables Related to Operations		4.243.678	(6.145.598)
- <i>Decrease (Increase) in Other Receivables Related to Operations from Related Parties</i>		(1.861.667)	4.793.075
- <i>Decrease (Increase) in Other Receivables Related to Operations from Third Parties</i>		6.105.345	(10.938.673)
- Adjustments Related to Increase in Inventories		6-7 (259.974.962)	35.032.442
- Adjustments Related to Increase (Decrease) in Other Non-current Assets		(3.375.019)	(4.790.239)
- Decrease (Increase) in Prepaid Expenses		7 6.937.828	(23.020.760)
- Adjustments Related to Increase in Trade Payables		5 89.521.065	120.270.827
- <i>Increase (Decrease) in Trade Payables to Related Parties</i>		5 (30.870.230)	37.447.461
- <i>Increase (Decrease) in Trade Payables to Third Parties</i>		120.391.295	82.823.366
- Increase in Payables Related to Employee Benefits		8.091.827	8.212.155
- Adjustments Related to Increase / (Decrease) in Other Operating Payables		(6.374.228)	10.330.507
- <i>Increase (Decrease) in Other Operating Payables to Related Parties</i>		223.039	(2.740.409)
- <i>Increase (Decrease) in Other Operating Payables to Third Parties</i>		(6.597.267)	13.070.916
- Increase / (Decrease) in Deferred Income		37.663.310	(23.957.847)
<b>Cash Flows from Operations</b>		<b>593.114.806</b>	323.167.831
- Payments Related to Provision for Employee Benefits		(22.207.677)	(6.604.211)
- Tax Payments		(115.896.398)	(26.392.931)
- Payments for Provisions		10 (27.648.458)	-

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Cash Flows for the Nine-month Interim Period Ended 30 September 2021

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

		Not reviewed	Not reviewed
		Current Period	Prior Period
	Notes	1 January – 30 September 2021	1 January– 30 September 2020
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		<b>(183.390.940)</b>	<b>(245.735.252)</b>
- Cash Inflows from Sale of Property, Plant and Equipment and Intangible Assets	8	5.532.755	7.068.238
- Cash Outflows from Purchase of Property, Plant and Equipment and Intangible Assets	7-8	(199.549.698)	(254.124.561)
- Dividend Income	18	10.626.003	1.321.071
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		<b>(165.672.538)</b>	<b>(82.512.483)</b>
- Cash Inflows From Borrowing		407.052.000	1.265.272.093
- <i>Cash Inflows from Loans</i>		407.052.000	1.265.272.093
- Cash Outflows Related to Debt Payments		(538.596.871)	(1.181.551.893)
- <i>Cash Outflows Related to Loan Repayments</i>		(236.125.179)	(1.073.470.845)
- <i>Cash Outflows from Payments of Other Borrowings</i>	12	(302.471.692)	(108.081.048)
- Interest Paid		(52.956.763)	(79.485.578)
- Interest Received	19	25.837.886	16.987.506
- Cash Outflows from Loan Payments Arising from Lease Agreements		(7.008.790)	(21.725.687)
- Cash Outflows Arising from Purchasing Its Own Shares		-	(82.008.924)
<b>D. NET DECREASE IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECT OF FOREIGN CURRENCY TRANSLATION DIFFERENCES ON CASH AND CASH EQUIVALENTS</b>		<b>78.298.795</b>	<b>(38.077.046)</b>
Effect of Foreign Currency Translation Differences on Cash and Cash Equivalents		(9.233.001)	2.222.725
<b>E. NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>69.065.794</b>	<b>(35.854.321)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	3	<b>448.206.273</b>	<b>368.759.555</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	3	<b>517.272.067</b>	<b>332.905.234</b>

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

### 1. ORGANIZATION AND OPERATIONS OF THE GROUP

Mardin Çimento Sanayii ve Ticaret A.Ş. ("the Company" or "Mardin Çimento"), was established on 2 June 1969 under the leadership of Türkiye Çimento Sanayii Türk Anonim Şirketi. The assembly of the factory was completed in 1975 and production started in September 1975. The main activity of the Company is the production and sales of clinker and cement.

Due to the purposes of providing more effective management, creating a strong financial, administrative and legal structure in the operating sector and strengthening the production and distribution activities; merger process has been started for Aslan Çimento A.Ş. ("Aslan Çimento"), Adana Çimento Sanayii Türk A.Ş. ("Adana Çimento"), Bolu Çimento Sanayii A.Ş. ("Bolu Çimento") and Ünye Çimento Sanayi ve Ticaret A.Ş. ("Ünye Çimento") following the application to Capital Market Boards in accordance with the board of directors decisions dated 30 December 2019. As of 20 February 2020, the merger application is approved and published in Capital Markets Board bulletin. The general assembly regarding the merger was held on 27 March 2020 and the merger was approved by the shareholders. The process of retirement right within the scope of merger started on 6 April 2020 and ended on 5 May 2020. With the registration of the General Assembly Resolutions for the merger on 14 May 2020, the legal process for the merger was completed. Following the merger, the title of Mardin Çimento was changed to OYAK Çimento Fabrikaları A.Ş. ("the Company") on 21 May 2020.

OYAK Çimento A.Ş. ("OYAK Çimento"), which was established on 25 November 2015 as a 100% subsidiary of the Ordu Yardimisma Kurumu ("OYAK") took over the shares of OYAK Çimento Fabrikaları A.Ş. (Previously titled as Adana Çimento Sanayii Türk A.Ş., Mardin Çimento Sanayii ve Ticaret A.Ş., Aslan Çimento A.Ş., Bolu Çimento Sanayii A.Ş., Ünye Çimento Sanayi ve Ticaret A.Ş.) owned by OYAK on 3 December 2015 and OYAK Çimento became the main shareholder of the Company. On 26 November 2018, OYAK transferred 40% of its 100% owned OYAK Çimento shares to Taiwan Cement Company ("TCC"). The ultimate main shareholder of the Company has not changed and is OYAK.

OYAK is an institution that is financially and administratively autonomous, which has a legal personality, subject to private law provisions, and was established on 1 March 1961 with the law numbered 205. OYAK, the "solidarity and pension fund" of TAF members, provides various services and benefits to its members. OYAK has more than 50 direct and indirect subsidiaries operating in the industry, finance and service sectors. Detailed information about OYAK can be found on its official website ([www.oyak.com.tr](http://www.oyak.com.tr)).

As of 31 December 2020, a subsidiary of the Company, OYAK Beton San. Ve Tic. A.Ş. ("OYAK Beton") had been merged with all its assets and liabilities in the financial statements of the Group.

The number of employees of the Company as of 30 September 2021 is 2.041 (31 December 2020: 1.996).

The shares of the company are traded in Borsa Istanbul ("BIST") and as of the preparation date of condensed consolidated interim financial statements 26,75% of the Company shares are publicly traded.

The registered address of the Group is Çukurambar Mahallesi 1480. Sokak, No: 2 A / 56, Çankaya, Ankara.

#### Dividend Distribution

It is decided not to distribute dividends over the profits of 2020 as a result of the General Assembly held in 31 March 2021.

#### Approval of the Condensed Consolidated Interim Financial Statements

The condensed consolidated interim financial statements have been approved and authorized to be published on 3 November 2021 by the Board of Directors.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

### 2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS

#### 2.1 Basis of Presentation

##### Statement of Compliance to TFRS

The Company and its Turkish subsidiaries maintain their books of account and prepare their statutory financial statements in accordance with accounting principles in the Turkish Commercial Code and tax legislation.

The accompanying condensed consolidated financial statements have been prepared in line with Capital Markets Board (“CMB”), Communiqué Serial: II, No. 14.1 on “Principles on Financial Reporting in Capital Market” (“the Communiqué”), promulgated in Official Gazette No. 28676 dated 13 June 2013. TFRSs include Standards and Interpretations published by POA under the names of Turkish Accounting Standards (“TAS”), Turkish Financial Reporting Standards, TAS Interpretations and TFRS Interpretations.

The condensed consolidated financial statements are presented in accordance with TFRS Taxonomy developed based on the “Financial Statement Examples and User Guide” announced by the POA published in the Official Gazette dated 7 June 2019 and numbered 30794.

The Group has prepared its interim consolidated financial statements as of 30 September 2021 by preferring condensed presentation in accordance with TAS 34 “Interim Financial Statements” and the explanations and notes required to be included in the annual financial statements prepared in accordance with TAS 34 are summarized or not included. Therefore, these interim condensed consolidated financial statements should be read together with the Group’s consolidated financial statements as of 31 December 2020.

##### Currency Used

The individual financial statements of each Group entity are presented in the currency of the primary economic environment in which the entity operates (its functional currency). The results and financial position of each entity are expressed in TL, which is the functional currency of the Group, and the presentation currency for the consolidated financial statements.

##### Functional (valid) and presentation currency

The functional currency for Ünye Cem SRL, the subsidiary of the Group, is Romanian Lei (Ron), but its financial position and operating results are converted into TL, which is the functional currency of the Group and the presentation currency for interim condensed consolidated financial statements, and included in the interim condensed consolidated financial statements.

	<u>30 September 2021</u>	<u>31 December 2020</u>
("RON") / TL Year-End	2,0689	1,8373
("RON") / TL Average	1,9588	1,6461

##### Adjustments of Consolidated Financial Statements in Hyperinflationary Periods

Under the decision of CMB dated 17 March 2005 and numbered 11/367, Group has ended the implementation of adjustments of consolidated financial statements in hyperinflationary periods for companies operating in Turkey and preparing financial statements in accordance with Turkish Financial Reporting Standards since 1 January 2005. Since 1 January 2015, Standard numbered 29 “Financial Reporting in Hyperinflationary Economies” (“TAS 29”) has not been applied.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Nine-month Interim Period Ended 30 September 2021

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

## 2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

### 2.1 Basis of Presentation (cont'd)

#### Going Concern

The condensed consolidated financial statements have been prepared on the basis of going concern, assuming that the Group will benefit from its assets and fulfill its obligations in the next year and within the natural flow of its operations.

#### Important Developments Regarding the Current Period

The effects of Covid-19, which started in Wuhan, China in December 2019 and declared as a global epidemic by the World Health Organization on 11 March 2020, on global economies continue. Necessary actions have been taken by the Group management to minimize the possible effects of Covid-19 on the Group's activities and financial status. The production activities of the Group were not stopped by obtaining the necessary permissions during the curfews. As of the report date, Covid-19 did not have an impact on the Group's activities that would affect the continuity of the business. In addition, the Group management uses loans to keep the liquidity level high. In line with the evaluations made, it is predicted that the Group will be able to maintain the sufficient liquidity level.

#### Subsidiaries

Subsidiaries are companies in which the Company is exposed to variable returns due to its relationship with the investee or is entitled to these returns, and at the same time has the control power because it has the opportunity to affect these returns with its activities on the investee.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies.

The statements of financial position and income statements of the subsidiaries have been consolidated using the full consolidation method and the carrying values and equities of the subsidiaries owned by OYAK Çimento Fabrikaları have been reciprocally offset. Intra-group transactions and balances between the Company and its subsidiaries have been offset during consolidation. The carrying values of the shares owned by the Company and the dividends resulting from them have been netted off from the relevant equity and statement of profit or loss accounts.

As of 30 September 2021 and 31 December 2020, the Group's ownership interests and voting rights in subsidiaries have been presented below:

Subsidiaries	Place of incorporation and operation	Main operation	30 September 2021	31 December 2020
			Shareholding rate (%)	Shareholding rate (%)
Ünye Cem SRL	Romania	Cement sale	100	100
Marmara Madencilik (*)	Turkey	Mining	98,9	98,9
Adana Çimento Sanayi ve Ticaret Ltd.	Cyprus	Sale of cement, clinker, ready-mixed concrete	100	100
Adana Çimento Free Port Ltd.	Cyprus	Sale of cement, clinker, ready-mixed concrete	100	100

(\*) As of the reporting date, it does not have any activity.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Nine-month Interim Period Ended 30 September 2021

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

## 2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

### 2.2 New and Amended Turkish Financial Reporting Standards

#### a) Amendments to TFRSs that are mandatorily effective from 2021

##### *Amendments to TFRS 9, TAS 39, TFRS 7, TFRS 4 and TFRS 16 Interest Rate Benchmark Reform – Phase 2*

The amendments in Interest Rate Benchmark Reform — Phase 2 (Amendments to TFRS 9, TAS 39, TFRS 7, TFRS 4 and TFRS 16) introduce a practical expedient for modifications required by the reform, clarify that hedge accounting is not discontinued solely because of the IBOR reform, and introduce disclosures that allow users to understand the nature and extent of risks arising from the IBOR reform to which the entity is exposed to and how the entity manages those risks as well as the entity's progress in transitioning from IBORs to alternative benchmark rates, and how the entity is managing this transition.

The amendments to TFRS 9, TAS 39, TFRS 7, TFRS 4 and TFRS 16 are all effective for annual periods beginning on or after 1 January 2021. Early application is permitted.

The Group assessed that the adoption of this amendment does not have any effect on the Group's consolidated financial statements.

#### b) New and revised TFRSs in issue but not yet effective

The Group has not yet adopted the following standards and amendments and interpretations to the existing standards:

TFRS 17	<i>Insurance Contracts</i>
Amendments to TAS 1	<i>Classification of Liabilities as Current or Non-Current</i>
Amendments to TFRS 3	<i>Reference to the Conceptual Framework</i>
Amendments to TAS 16	<i>Property, Plant and Equipment – Proceeds before Intended Use</i>
Amendments to TAS 37	<i>Onerous Contracts – Cost of Fulfilling a Contract</i>
Annual Improvements to TFRS Standards 2018-2020	<i>Amendments to TFRS 1, TFRS 9 and TAS 41</i>
Amendments to TFRS 4	<i>Extension of the Temporary Exemption from Applying IFRS 9</i>
Amendments to TFRS 16	<i>COVID-19 Related Rent Concessions beyond 30 June 2021</i>
Amendments to TAS 1	<i>Disclosure of Accounting Policies</i>
Amendments to TAS 8	<i>Definition of Accounting Estimates</i>
Amendments to TAS 12	<i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>

#### **TFRS 17 Insurance Contracts**

TFRS 17 requires insurance liabilities to be measured at a current fulfillment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. TFRS 17 supersedes TFRS 4 Insurance Contracts as of 1 January 2023.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Nine-month Interim Period Ended 30 September 2021

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

## 2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

### 2.2 New and Amended Turkish Financial Reporting Standards (cont'd)

#### b) New and revised TFRSs in issue but not yet effective (cont'd)

##### **Amendments to TAS 1 *Classification of Liabilities as Current or Non-Current***

The amendments aim to promote consistency in applying the requirements by helping companies determine whether, in the statement of financial position, debt and other liabilities with an uncertain settlement date should be classified as current (due or potentially due to be settled within one year) or non-current.

Amendments to TAS 1 are effective for annual reporting periods beginning on or after 1 January 2023 and earlier application is permitted.

##### **Amendments to TFRS 3 *Reference to the Conceptual Framework***

The amendments update an outdated reference to the Conceptual Framework in IFRS 3 without significantly changing the requirements in the standard.

The amendments are effective for annual periods beginning on or after 1 January 2022. Early application is permitted if an entity also applies all other updated references (published together with the updated *Conceptual Framework*) at the same time or earlier.

##### **Amendments to TAS 16 *Property, Plant and Equipment - Proceeds before Intended Use***

The amendments prohibit deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognizes the proceeds from selling such items, and the cost of producing those items, in profit or loss.

The amendments are effective for annual periods beginning on or after 1 January 2022. Early application is permitted.

##### **Amendments to TAS 37 *Onerous Contracts – Cost of Fulfilling a Contract***

The amendments specify that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract or an allocation of other costs that relate directly to fulfilling contracts.

The amendments published today are effective for annual periods beginning on or after 1 January 2022. Early application is permitted.

##### **Annual Improvements to TFRS Standards 2018-2020 Cycle**

##### **Amendments to TFRS 1 *First time adoption of Turkish Financial Reporting Standards***

The amendment permits a subsidiary that applies paragraph D16(a) of TFRS 1 to measure cumulative translation differences using the amounts reported by its parent, based on the parent's date of transition to TFRSs.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Nine-month Interim Period Ended 30 September 2021

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

## 2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

### 2.2 New and Amended Turkish Financial Reporting Standards (cont'd)

#### b) New and revised TFRSs in issue but not yet effective (cont'd)

#### **Annual Improvements to TFRS Standards 2018-2020 Cycle (cont'd)**

##### **Amendments to TFRS 9 *Financial Instruments***

The amendment clarifies which fees an entity includes in assessing whether to derecognize a financial liability. An entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other's behalf.

##### **Amendments to TAS 41 *Agriculture***

The amendment removes the requirement in paragraph 22 of TAS 41 for entities to exclude taxation cash flows when measuring the fair value of a biological asset using a present value technique. This will ensure consistency with the requirements in TFRS 13.

The amendments to TFRS 1, TFRS 9, and TAS 41 are all effective for annual periods beginning on or after 1 January 2022. Early application is permitted.

##### **Amendments to TFRS 4 *Extension of the Temporary Exemption from Applying TFRS 9***

The amendment changes the fixed expiry date for the temporary exemption in TFRS 4 Insurance Contracts from applying TFRS 9 Financial Instruments, so that entities would be required to apply TFRS 9 for annual periods beginning on or after 1 January 2023.

##### **Amendments to TFRS 16 *COVID-19 Related Rent Concessions beyond 30 June 2021***

Public Oversight Accounting and Auditing Standards Authority ("POA") has published COVID-19 Related Rent Concessions beyond 30 June 2021 (Amendment to TFRS 16) that extends, by one year, the June 2020 amendment that provides lessees with an exemption from assessing whether a COVID-19 related rent concession is a lease modification.

On issuance, the practical expedient was limited to rent concessions for which any reduction in lease payments affects only payments originally due on or before 30 June 2021. Since lessors continue to grant COVID-19 related rent concessions to lessees and since the effects of the COVID-19 pandemic are ongoing and significant, the POA decided to extend the time period over which the practical expedient is available for use.

On issuance, the practical expedient was limited to rent concessions for which any reduction in lease payments affects only payments originally due on or before 30 June 2021. Since lessors continue to grant COVID-19 related rent concessions to lessees and since the effects of the COVID-19 pandemic are ongoing and significant, the POA decided to extend the time period over which the practical expedient is available for use.

This new change will be applied by tenants for annual accounting periods beginning on or after April 1, 2021, but early application is permitted.

The possible effects of the aforementioned standards, amendments and improvements on the consolidated financial position and performance of the Group are being evaluated.



# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Nine-month Interim Period Ended 30 September 2021

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

## 2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

### 2.2 New and Amended Turkish Financial Reporting Standards (cont'd)

#### b) New and revised TFRSs in issue but not yet effective (cont'd)

##### **Amendments to TAS 1 *Disclosure of Accounting Policies***

The amendments require that an entity discloses its material accounting policies, instead of its significant accounting policies.

Amendments to TAS 1 are effective for annual reporting periods beginning on or after 1 January 2023 and earlier application is permitted.

##### **Amendments to TAS 8 *Definition of Accounting Estimates***

With this amendment, the definition of “a change in accounting estimates” has been replaced with the definition of “an accounting estimate”, sample and explanatory paragraphs regarding estimates have been added, and the differences between application of an estimate prospectively and correction of errors retrospectively have been clarified.

Amendments to TAS 8 are effective for annual reporting periods beginning on or after 1 January 2023 and earlier application is permitted.

##### **Amendments to TAS 12 *Deferred Tax related to Assets and Liabilities arising from a Single Transaction***

The amendments clarify that the initial recognition exemption does not apply to transactions in which equal amounts of deductible and taxable temporary differences arise on initial recognition.

Amendments to TAS 12 are effective for annual reporting periods beginning on or after 1 January 2023 and earlier application is permitted.

The Group evaluates the effects of these standards, amendments and improvements on the consolidated financial statements.

### 2.3 Summary of Significant Accounting Policies

The condensed consolidated interim financial statements for the nine-month period ended 30 September 2021 have been prepared in accordance with TAS 34 of TFRS for the preparation of interim financial statements. In addition, the condensed consolidated interim financial statements for the period ended 30 September 2021 were prepared in accordance with the accounting policies applied during the preparation of the consolidated financial statements for the year ended 31 December 2020. Therefore, the accompanying condensed consolidated interim financial statements should be evaluated together with the consolidated financial statements as of 31 December 2020.

### 2.4 Accounting Policies and Changes and Misstatements in Accounting Estimates

Changes in accounting policies, if any, that result from applying a new standard for the first time are applied retrospectively or prospectively in accordance with transition provisions. Changes with no transition provisions, significant discretionary changes in accounting policy or accounting errors are applied retrospectively and financial statements of prior period are restated. If changes in accounting estimates are related to only one period, they are applied in the current period in which the changes are made, if they are related to subsequent period, they are applied in both current period and prospectively. In the current period, there is no change realized in accounting policies.

Misstatements which are identified are corrected retrospectively and consolidated financial statements of prior period are restated. The Group does not identified any significant misstatements in the current year.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

### **2.5 Critical Accounting Judgements and Key Sources of Esitimation Uncertainty**

If changes in accounting estimates are for only one period, changes are applied in the current year but if the estimated changes affect the following periods, changes are applied both on the current and following years prospectively.

### **2.6 Segment Reporting**

The operations of the Group's each plant have been defined as geographical segments. However, the segments with similar economic characteristics have been combined into a single operating segment considering the nature of the products and the production processes, methods to allocate the products and the type of customers or to provide services for the interim period.

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

### Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

#### 3. CASH AND CASH EQUIVALENTS

	<b>30 September 2021</b>	31 December 2020
Bank	<b>500.271.122</b>	444.235.631
Demand deposits	<b>3.424.104</b>	4.767.079
Time deposits with a maturity of less than three months (*)	<b>496.847.018</b>	439.468.552
Other cash and cash equivalents (**)	<b>18.618.083</b>	4.596.176
	<b>518.889.205</b>	448.831.807
Less : Interest accruals	<b>(1.617.138)</b>	(625.534)
Cash and cash equivalents in the statement of cash flow	<b>517.272.067</b>	448.206.273

(\*) Interest rates of time deposits for TL deposits varies from 7% to 19,40% (31 December 2020: 4,50%-18,00%), whereas for US Dollar deposits it is 1,25%, for EUR deposits it is 0,01% and for RON deposits it is 0,35% (31 December 2020: US Dollar: 0,01%-3,50%, RON: 1,00%, AVRO: %0,01).

(\*\*) POS deposit balance arising from sales with credit card is presented as other cash and cash equivalents. The Group collects the balance from the related bank in 28 days (25 days, as of 31 December 2020).

As of 30 September 2021, there is no blockage on cash and cash equivalents (31 December 2020: None).

#### 4. RELATED PARTY DISCLOSURES

The Group carries out various transactions with related parties during its activities. The balances of the related parties as of 30 September 2021 and 31 December 2020, and the transaction amounts and balances made with these institutions for the periods ending on 30 September 2021 and 30 September 2020 are as follows:

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

## 4. RELATED PARTY DISCLOSURES (cont'd)

	30 September 2021								
	Receivables				Payables				
	Short-term		Long-term		Short-term		Long-term		
	Trade	Non-trade	Trade	Non-trade	Trade	Non-trade	Trade	Non-trade	
<b>Balances with related parties</b>									
<b>Ultimate parent</b>									
Ordu Yardımlaşma Kurumu (OYAK)	-	-	-	-	1.007.953	-	-	-	-
<b>Parent</b>									
OYAK Çimento Anonim Şirketi	827.221	-	-	-	-	-	-	-	-
<b>Other companies managed by the ultimate parent</b>									
Erdemir Çelik Servis Merkezi San. Ve Tic. A.Ş.	676	-	-	-	-	-	-	-	-
OYKA Kağıt Ambalaj San. ve Tic. A.Ş.	-	-	-	-	21.572.999	-	-	-	-
Omsan Lojistik A.Ş.	-	-	-	-	1.691.485	-	-	-	-
Omsan Denizcilik A.Ş.	-	-	-	-	10.011.623	-	-	-	-
OYAK Denizcilik ve Liman İşletmeleri A.Ş.	39.245	-	-	-	-	-	-	-	-
OYAK İnşaat A.Ş.	7.878.570	-	-	-	-	-	-	-	-
Ereğli Demir Çelik Fabrikaları T.A.Ş.	-	-	-	-	9.775.754	-	-	-	-
İskenderun Demir ve Çelik A.Ş.	-	-	-	-	17.879.405	-	-	-	-
İskenderun Enerji Üretim ve Tic. A.Ş.	-	-	-	-	919.749	-	-	-	-
Mais Motorlu Araçlar İmal ve Satış A.Ş.	-	-	-	-	37.380	-	-	-	-
OYAK Pazarlama Hizmet ve Turizm A.Ş.	-	-	-	-	4.396.761	-	-	-	-
OYAK Grup Sigorta ve Reasürans Brokerliği A.Ş.	-	-	-	-	15.482	-	-	-	-
OYAK Savunma ve Güvenlik Sistemleri A.Ş.	-	-	-	-	2.696.549	-	-	-	-
OYAK Yatırım Menkul Değerler A.Ş.	-	-	-	-	180.083	-	-	-	-
OYAK Elektrik Enerjisi Toptan Satış A.Ş.	-	-	-	-	928.264	-	-	-	-
Güzel Enerji Akaryakıt A.Ş.	-	-	-	-	862.740	-	-	-	-
Doco Petrol ve Danışmanlık A.Ş.	-	-	-	-	6.367.304	-	-	-	-
Akdeniz Chemson Kimya San. Ve Tic. A.Ş.	-	-	-	-	87.739	-	-	-	-
Likitgaz Dağıtım ve Endüstri A.Ş.	-	-	-	-	23.891	-	-	-	-
Hektaş Ticaret T. A.Ş.	-	-	-	-	6.621	-	-	-	-
Oytaş İç ve Dış Ticaret A.Ş.	-	-	-	-	-	2.535.395	-	-	-
Kümaş Manyezit Sanayi A.Ş.	-	-	-	-	3.890.966	-	-	-	-
Cimpor - Industria de Cimentos	123.496	-	-	-	-	-	-	-	-
Cimpor Cote D'ivoire SARL	77.298.536	1.861.667	-	-	-	-	-	-	-
Diğer	-	-	-	-	-	1.029.950	-	-	-
<b>Other companies managed by the parent</b>									
Denizli Çimento San. Tic. A.Ş.	-	-	-	-	22.409.618	-	-	-	-
Cimpor Cameroun SA	3.190.923	-	-	-	-	-	-	-	-
	<b>89.358.667</b>	<b>1.861.667</b>	-	-	<b>104.762.366</b>	<b>3.565.345</b>	-	-	-

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

## 4. RELATED PARTY DISCLOSURES (cont'd)

	31 December 2020								
	Receivables				Payables				
	Short-term		Long-term		Short-term		Long-term		
Balances with related parties	Trade	Non-trade	Trade	Non-trade	Trade	Non-trade	Trade	Non-trade	
<b>Ultimate parent</b>									
Ordu Yardımlaşma Kurumu (OYAK)	-	-	-	-	1.348.568	-	-	-	-
<b>Parent</b>									
OYAK Çimento A.Ş.	-	-	-	-	7.163.975	-	-	-	-
<b>Other companies managed by the ultimate parent</b>									
Omsan Lojistik A.Ş.	-	-	-	-	14.116.555	-	-	-	-
Omsan Denizcilik A.Ş.	640.213	-	-	-	3.102.670	-	-	-	-
OYKA Kağıt Ambalaj San. Ve Tic. A.Ş.	-	-	-	-	21.855.855	-	-	-	-
OYAK İnşaat A.Ş.	3.580.410	-	-	-	-	-	-	-	-
Ereğli Demir Çelik Fabrikaları T. A.Ş.	-	-	-	-	11.346.279	-	-	-	-
Erdemir Çelik Servis Merkezi an. Ve Tic A.Ş.	230	-	-	-	-	-	-	-	-
İskenderun Demir ve Çelik A.Ş.	-	-	-	-	22.630.241	-	-	-	-
İskenderun Enerji üretim ve Tic. A.Ş.	-	-	-	-	1.916.849	-	-	-	-
Mais Motorlu Araçlar İmal ve Satış A.Ş.	-	-	-	-	56.731	-	-	-	-
OYAK Pazarlama Hizmet ve Turizm A.Ş.	-	-	-	-	7.822.801	-	-	-	-
OYAK Grup Sigorta ve Reasürans Brokerliği A.Ş.	-	-	-	-	12.547.507	-	-	-	-
OYAK Savunma ve Güvenlik Sistemleri A.Ş.	-	-	-	-	9.039.215	-	-	-	-
OYAK Elektrik Enerjisi Toptan Satış A.Ş.	-	-	-	-	830.424	-	-	-	-
OYAK Yatırım Menkul Değerler A.Ş.	-	-	-	-	373.458	-	-	-	-
Oytaş İç ve Dış Tic.A.Ş.	-	-	-	-	-	2.304.788	-	-	-
Güzel Enerji Akaryakıt A.Ş.	-	-	-	-	574.184	-	-	-	-
Cimpor Portugal Cabo Verde Operations SGPS, S.A.	2.399.128	-	-	-	-	-	-	-	-
Doco Petrol ve Danışmanlık A.Ş.	-	-	-	-	4.988.028	-	-	-	-
Akdeniz Chemson Kimya San. Ve Tic. A.Ş.	-	-	-	-	223.355	-	-	-	-
Hektaş Ticaret T. A.Ş.	-	-	-	-	16.587	-	-	-	-
Other	-	-	-	-	-	1.037.518	-	-	-
<b>Other companies managed by the parent</b>									
Denizli Çimento Sanayii Türk A.Ş.	123.900	-	-	-	15.679.314	-	-	-	-
Cimpor Cote d'Ivoire SARL	11.728.381	-	-	-	-	-	-	-	-
	18.472.262	-	-	-	135.632.596	3.342.306	-	-	-

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

## 4. RELATED PARTY DISCLOSURES (cont'd)

	1 January – 30 September 2021							Fixed asset sales
	Purchases	Sales	Interest received	Interest paid	Lease income	Other income	Other expenses	
<b>Balances with related parties</b>								
<b>Ultimate partner</b>								
Ordu Yardımlaşma Kurumu (OYAK)	-	-	-	-	-	-	1.878.820	-
<b>Partner</b>								
OYAK Çimento A.Ş. (1)	-	-	-	-	-	-	14.957.654	-
<b>Other companies managed by the ultimate parent</b>								
OYAK İnşaat A.Ş.	-	18.632.346	-	-	523.333	1.365	35.859	-
Omsan Lojistik A.Ş.	20.102.843	-	-	-	-	39.640	12.229	-
OYKA Kağıt Ambalaj San. ve Tic. A.Ş. (2)	63.468.490	-	-	-	-	-	2.145	-
İskenderun Demir ve Çelik A.Ş.	31.749.537	38.710	-	-	-	-	56.147	-
İskenderun Enerji Üretim ve Tic.A.Ş.	1.943.761	-	-	-	-	-	-	-
Mais Motorlu Araçlar İmal ve Satış A.Ş.	84.239	-	-	-	-	-	-	-
OYAK Elektrik Enerjisi Toptan Satış A.Ş. (3)	308.157.178	-	-	-	-	-	-	-
Ereğli Demir ve Çelik Fabrikaları T.A.Ş. (8)	17.626.144	-	-	-	-	1.412.293	-	-
Erdemir Çelik Servis Merkezi San. Ve Tic. A.Ş.	-	-	-	-	-	2.439	-	-
OYAK Pazarlama Hizmet ve Turizm A.Ş. (6)	16.672.597	-	-	-	-	14.044	2.384.077	-
OYAK Savunma ve Güvenlik Sistemleri A.Ş. (5)	17.621.177	-	-	-	-	276.924	2.408	-
Omsan Denizcilik A.Ş. (4)	66.318.284	-	-	-	-	10.560	-	-
OYAK Yatırım Menkul Değerler A.Ş.	218.483	-	-	-	-	-	-	-
OYAK Denizcilik Ve Liman İşl. A.Ş.	-	-	-	-	-	167.225	90	-
Akdeniz Chemson Kimya San. Ve Tic.A.Ş	261.630	-	-	-	-	-	-	-
Hektaş Ticaret T.A.Ş.	21.214	-	-	-	-	-	-	-
Doco Petrol Ve Danışmanlık A.Ş. (9)	28.645.249	-	-	-	-	-	-	-
Güzel Enerji Yakıt A.Ş. (9)	4.040.410	-	-	-	-	-	-	-
Likitgaz Dağıtım ve Endüstri A.Ş.	20.247	-	-	-	-	-	-	-
Kümaş Manyezit Sanayi A.Ş. (10)	-	-	-	-	-	169.755	18.481.045	-
Cimpor Industria de Cimentos S.A.	-	4.644.534	-	-	-	102.444	-	-
Cimpor Cote d'Ivoire SARL (11)	-	57.745.055	-	-	-	2.454.449	-	-
<b>Other companies managed by the parent</b>								
Denizli Çimento A.Ş. (7)	50.139.716	171.113	-	-	91.505	1.992.663	880.864	-
Cimpor Cameroun SA	-	-	-	-	-	-	-	3.103.379
	<b>627.091.199</b>	<b>81.231.759</b>	-	-	<b>614.838</b>	<b>6.643.801</b>	<b>38.691.338</b>	<b>3.103.379</b>

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

### 4. RELATED PARTY DISCLOSURES (cont'd)

Transactions with related parties	1 January – 30 September 2020							
	Purchases	Sales	Interest received	Interest paid	Lease income	Other income	Commission expenses	Other expenses
<b>Ultimate partner</b>								
Ordu Yardımlaşma Kurumu (OYAK)	79.276	-	-	-	-	3.171	-	-
<b>Partner</b>								
OYAK Çimento A.Ş. (1)	14.121.056	-	-	-	-	5.992.086	-	-
<b>Other companies managed by the ultimate parent</b>								
OYAK İnşaat A.Ş.	-	11.198.698	-	-	-	-	-	-
Omsan Lojistik A.Ş. (4)	25.453.460	-	-	-	-	35.923	-	-
OYKA Kağıt Ambalaj San. ve Tic. A.Ş. (2)	39.522.712	-	-	-	-	-	-	-
İskenderun Demir ve Çelik A.Ş. (9)	27.317.214	9.060	-	-	-	-	-	51.672
İskenderun Enerji Üretim ve Tic.A.Ş.	1.468.759	-	-	-	-	-	-	-
Mais Motorlu Araçlar İmal ve Satış A.Ş.	187.159	-	-	-	-	-	-	-
OYAK Elektrik Enerjisi Toptan Satış A.Ş. (3)	194.838.263	-	-	-	-	2.589.142	-	-
OYTAŞ İç ve Dış Tic. A.Ş.	-	-	-	144.601	7.795	3.940	-	-
Ereğli Demir ve Çelik Fabrikaları T.A.Ş. (9)	11.064.036	-	-	-	-	1.752	-	-
OYAK Pazarlama Hizmet ve Turizm A.Ş. (6)	14.431.591	-	-	-	-	71.112	-	-
OYAK Savunma ve Güvenlik Sistemleri A.Ş. (5)	14.806.195	-	-	-	-	227.918	-	-
Omsan Denizcilik A.Ş. (4)	4.311.897	-	-	-	-	-	-	12.582.039
OYAK Grup Sigorta ve Reasürans Brokerliği A.Ş.(7)	-	-	-	-	-	-	-	-
OYAK Yatırım Menkul Değerler A.Ş.	287.451	-	-	-	-	-	-	-
Güzel Enerji Yakıt A.Ş. (10)	1.064.210	-	-	-	-	-	-	-
<b>Other companies managed by the parent</b>								
Denizli Çimento A.Ş. (8)	22.296.591	111.408	-	-	-	278.231	-	-
	<b>371.249.870</b>	<b>11.319.166</b>	<b>-</b>	<b>144.601</b>	<b>7.795</b>	<b>9.203.275</b>	<b>-</b>	<b>12.633.711</b>

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

### 4. RELATED PARTY DISCLOSURES (cont'd)

#### Disclosures related to transactions with related parties for the period 1 January – 30 September 2021 are as follows:

- (1) Purchase from OYAK Çimento A.Ş. consists of reflection amounts of other income and other expenses.
- (2) Purchases from OYKA Kağıt Ambalaj San. ve Tic. A.Ş. consist of purchase of paper bag used in bagged cement sales
- (3) Purchases from OYAK Elektrik Enerjisi Toptan Satış A.Ş. consist of purchase of electricity energy.
- (4) Purchases from Omsan Lojistik A.Ş., Omsan Denizcilik A.Ş. consist of transportation service.
- (5) Purchases from OYAK Savunma ve Güvenlik Hizmetleri A.Ş. consist of security services.
- (6) Purchases from OYAK Pazarlama Hizmet ve Turizm A.Ş. consists of accommodation, transportation, construction and cleaning services.
- (7) Purchases from Denizli Çimento A.Ş. consist of cement purchased for ready mixed concrete.
- (8) Purchases from Ereğli Demir Çelik Fabrikaları T.A.Ş. and İskenderun Demir ve Çelik A.Ş. consist of purchases of raw material.
- (9) Purchases from Güzel Enerji Yakıt A.Ş., Doco Petrol ve Danışmanlık A.Ş. consist of fuel purchases.
- (10) Purchases from Kümaş Manyezit Sanayi A.Ş. consist of magnesite refractory brick.
- (11) Sales to Cimpore Cote d'Ivoire SARL consist of cement and clinker sales.

#### Disclosures related to transactions with related parties for the period 1 January – 30 September 2020 are as follows:

- (1) Purchase from OYAK Çimento A.Ş. consists of reflection amounts of other income and other expenses.
- (2) Purchases from OYKA Kağıt Ambalaj San. ve Tic. A.Ş. consist of purchase of paper bag used in bagged cement sales
- (3) Purchases from OYAK Elektrik Enerjisi Toptan Satış A.Ş. consist of purchase of electricity energy.
- (4) Purchases from Omsan Lojistik A.Ş., Omsan Denizcilik A.Ş. consist of transportation service.
- (5) Purchases from OYAK Savunma ve Güvenlik Hizmetleri A.Ş. consist of security services.
- (6) Purchases from OYAK Pazarlama Hizmet ve Turizm A.Ş. consists of accommodation, transportation, construction and cleaning services.
- (7) Purchases from OYAK Grup Sigorta A.Ş. consist of insurance policies.
- (8) Purchases from Denizli Çimento A.Ş. consist of cement purchased for ready mixed concrete.
- (9) Purchases from Ereğli Demir Çelik Fabrikaları T.A.Ş., İskenderun Enerji Üretim Tic. A.Ş. consist of purchases of raw material.
- (10) Purchases from Güzel Enerji Yakıt A.Ş. consist of fuel purchases.

#### Salaries and other benefits for key management personnel

Key management personnel consists of members of the Board of Directors, vice presidents, general manager and directors. The salaries and similar benefits provided to key management personnel for their services are as follows:

	1 January- 30 September 2021	1 January- 30 September 2020
Salaries and other short-term benefits	10.607.474	6.268.747
	10.607.474	6.268.747

### 5. TRADE RECEIVABLES AND PAYABLES

#### a) Trade Receivables

The details of the Group's trade receivables as of the balance sheet date are as follows:

Short-term trade receivables	30 September 2021	31 December 2020
Trade receivables, net	910.835.213	840.383.892
Notes receivable	114.028.010	140.056.465
Trade receivables from related parties (Note 4)	89.358.667	18.472.262
Provision for doubtful trade receivables (-)	(80.415.791)	(71.339.996)
Expected loan loss provision (-)	(1.435.823)	(1.435.823)
	1.032.370.276	926.136.800



# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

### 5. TRADE RECEIVABLES AND PAYABLES (cont'd)

#### a) Trade Receivables (cont'd)

As of the balance sheet date, the Group does not have any long-term trade receivables. Although the collection period of trade receivables varies depending on the type of product and the contracts made with the customer, the average is 2 months (31 December 2020: 2 months).

As of 30 September 2021, there are receivables from customers who declared concordat amounting to TL 60.178.029 (31 December 2020: TL 65.082.907) and there is a guarantee related to them with registered value amounting in total to TL 61.545.292 (31 December 2020: 63.660.292). These guarantees consist of pledges of real estates and vehicles. In addition, there are mine licenses amounting to TL 20.000.000 that have been under mortgage for the receivables after the date of concordat, and the process to extend the term of these licenses is ongoing.

As of 30 September 2021, provision for doubtful receivables has been made for the portion of trade receivables amounting to TL 80.415.791 (31 December 2020: TL 71.339.996).

The table of movements related to the Group's provision for doubtful trade receivables is as follows:

	1 January- 30 September 2021	1 January- 30 September 2020
<b>Movements of provision for doubtful trade receivables</b>		
Opening balance	(71.339.996)	(69.365.533)
Charge for the period	(9.213.414)	(40.052)
Reversal of provision	-	402.974
Collections	137.619	143.152
<b>Closing balance</b>	<b>(80.415.791)</b>	<b>(68.859.459)</b>

#### b) Trade Payables

The details of the Group's trade payables as of the balance sheet date are as follows:

<b>Short-term trade payables</b>	<b>30 September 2021</b>	<b>31 December 2020</b>
Trade payables	591.347.743	466.651.448
Trade payables to related parties (Note:4)	104.762.366	135.632.596
Debt securities	-	4.305.000
	<b>696.110.109</b>	<b>606.589.044</b>

The average payment term of trade payables related to the purchase of goods is 2 months (31 December 2020: 2 months). Trade payables mainly consist of TL balances. As of balance sheet date, the Group has no long-term trade payables (31 December 2020: None).

### 6. INVENTORIES

	<b>30 September 2021</b>	<b>31 December 2020</b>
Raw material	392.856.502	258.659.748
Semi-finished goods	146.022.862	58.543.873
Finished goods	49.704.600	22.854.590
Trade goods	246.829	2.304.929
Impairment on inventories	(2.053.625)	(2.053.625)
Goods in transit	66.159.798	9.502.485
Other inventories	4.042.886	2.618.450
	<b>656.979.852</b>	<b>352.430.450</b>

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

### Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

#### 7. PREPAID EXPENSES AND DEFERRED INCOME

##### a) Prepaid Expenses

<b>Short-term Prepaid Expenses</b>	<b>30 September 2021</b>	31 December 2020
Prepaid expenses	<b>6.975.528</b>	3.187.204
Prepaid insurance	<b>3.518.383</b>	14.233.659
Order advances given for inventory purchase (*)	<b>13.742.311</b>	58.316.751
	<b>24.236.222</b>	75.737.614

(\*) As of 31 December 2020, TL 51.457.263 of the balance of order advances given for inventory purchases is due to the advance payment made by the Group for petcoke purchases. As of 30 September 2021 and remaining portion of 31 December 2020 balances consist of advances given for other raw material purchases.

<b>Long-term Prepaid Expenses</b>	<b>30 September 2021</b>	31 December 2020
Order advances given for fixed asset purchases	<b>36.625.339</b>	6.840.390
Prepaid expenses	-	10.876
	<b>36.625.339</b>	6.851.266

##### b) Deferred Income

<b>Short-term Deferred Income</b>	<b>30 September 2021</b>	31 December 2020
Deferred income and order advances received	<b>58.246.727</b>	22.706.966
Deferred income	<b>2.540.223</b>	176.903
	<b>60.786.950</b>	22.883.869

<b>Long-term Deferred Income</b>	<b>30 September 2021</b>	31 December 2020
Deferred income	-	239.771
	-	239.771

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

### Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

#### 8. PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

##### a) Property, plant and equipment

Net book value of property, plant and equipment held in the nine-month period ended on 30 September 2021 amounts to TL 1.892.246.931 (31 December 2020: TL 1.835.124.391).

Property, plant and equipment purchased in the nine-month period ended on 30 September 2021 amounts to TL 168.764.023 (30 September 2020: TL 217.943.503).

Property, plant and equipment sold in the nine-month period ended on 30 September 2021 amounts to TL 5.532.755 (30 September 2020: TL 5.369.912).

##### b) Intangible Assets

Net book value of intangible assets held in the nine-month period ended on 30 September 2021 amounts to TL 70.148.533 (31 December 2020: TL 76.000.804).

Intangible assets purchased in the nine-month period ended on 30 September 2021 amounts to TL 1.000.726 (30 September 2020: TL 36.181.058).

There are no intangible assets sold in the nine-month period ended on 30 September 2021 (30 September 2020: TL 1.698.326).

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Nine-month Interim Period Ended 30 September 2021

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

### 9. FINANCIAL INVESTMENTS

	30 September 2021	31 December 2020
<b>Short-term financial investments</b>		
Financial investments at fair value through profit or loss	95.634.022	85.754.711
	<b>95.634.022</b>	<b>85.754.711</b>

Financial investments at fair value through profit or loss:

Shareholders	30 September 2021			31 December 2020		
	Share rate %	Amount	Cost	Share rate %	Amount	Cost
<u>Shares Traded on the Stock Exchange</u>						
Ereğli Demir Çelik Fabrikaları A.Ş. (*)	< 1	95.634.022	7.245.316	< 1	85.754.711	7.245.316

(\*) It comprises 5.743.785 shares. Purchase cost is TL 7.245.316.

Shares traded on the stock exchange are valued at the best purchase price as of the balance sheet date.

### 10. PROVISIONS

	30 September 2021	31 December 2020
<b>Short-term provisions</b>		
State provision for the mine (*)	9.499.558	9.387.462
Provision for legal cases	11.586.139	10.983.101
Other short-term provisions (**)	14.749.207	13.688.243
	<b>35.834.904</b>	<b>34.058.806</b>

(\*) The amount of provision set for state rights that the Group pays for the mines every year in the sixth month of the following year.

(\*\*) Other provisions consist of turnover premiums to be paid to the retailers by the Group and other provisions.

	30 September 2021	31 December 2020
<b>Long-term provisions</b>		
Provision for land occupation	1.601.549	5.440.998
Mine rehabilitation fee	5.276.074	5.276.074
	<b>6.877.623</b>	<b>10.717.072</b>

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Nine-month Interim Period Ended 30 September 2021

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

### 10. PROVISIONS (cont'd)

The movement of short and long-term provisions as of 30 September 2021 and 2020 is presented below.

	Short-term			Long-term	
	State provision for the mine	Provision for legal cases	Other provisions	Mine rehabilitation fee	Other provisions
As of 1 January 2021	9.387.462	10.983.101	13.688.243	5.276.074	5.440.998
Additional provision	9.531.186	778.038	14.780.319	-	1.768.203
Payments during the period	(9.419.090)	(175.000)	(12.791.187)	-	(5.263.181)
Reversal of provision	-	-	(928.168)	-	(344.471)
<b>30 September 2021</b>	<b>9.499.558</b>	<b>11.586.139</b>	<b>14.749.207</b>	<b>5.276.074</b>	<b>1.601.549</b>

  

	Short-term			Long-term	
	State provision for the mine	Provision for legal cases	Other provisions	Mine rehabilitation fee	Other provisions
As of 1 January 2020	7.991.422	10.315.923	4.800.306	3.804.217	4.313.696
Additional provision	6.847.253	427.416	19.181.106	2.179	272.810
Reversal of provision	-	(878.557)	-	-	(2.179)
<b>30 September 2020</b>	<b>14.838.675</b>	<b>9.864.782</b>	<b>23.981.412</b>	<b>3.806.396</b>	<b>4.584.327</b>

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Nine-month Interim Period Ended 30 September 2021

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

## 11. COMMITMENTS

### Guarantees-Pledges-Mortgages (“GPM”) given by the Company

30 September 2021	TL equivalent	US Dollars	Euro	Total TL
A. Total Amount of GPMs Given for the Company’s Own Legal Personality	118.263.935	188.800.326	1.173.436	308.237.697
<i>- Guarantee Letters</i>	<b>118.263.935</b>	<b>188.800.326</b>	<b>1.173.436</b>	<b>308.237.697</b>
B. Total Amount of GPMs Given on behalf of Fully Consolidated Companies	-	-	-	-
C. Total Amount of GPMs given in the Normal Course of Business Activities on Behalf of Third Parties	-	-	-	-
D. Total Amount of Other GPMs Given				
i. Total Amount of GPMs Given on Behalf of the Parent	-	-	-	-
ii. Total Amount of GPMs Given on Behalf of Other Group Companies Which Are Not in Scope of B and C	-	-	-	-
iii. Total Amount of GPMs Given on Behalf of Third Parties Which Are Not in Scope of C	-	-	-	-
<b>Total</b>	<b>118.263.935</b>	<b>188.800.326</b>	<b>1.173.436</b>	<b>308.237.697</b>

### Guarantees-Pledges-Mortgages (“GPM”) given by the Company

31 December 2020	TL equivalent	US Dollars	Euro	Total TL
A. Total Amount of GPMs Given for the Company’s Own Legal Personality	173.931.178	82.176.090	-	256.107.268
<i>- Guarantee Letters</i>	<b>173.931.178</b>	<b>82.176.090</b>	<b>-</b>	<b>256.107.268</b>
B. Total Amount of GPMs Given on behalf of Fully Consolidated Companies	-	-	-	-
C. Total Amount of GPMs given in the Normal Course of Business Activities on Behalf of Third Parties	-	-	-	-
D. Total Amount of Other GPMs Given				
i. Total Amount of GPMs Given on Behalf of the Parent	-	-	-	-
ii. Total Amount of GPMs Given on Behalf of Other Group Companies Which Are Not in Scope of B and C	-	-	-	-
iii. Total Amount of GPMs Given on Behalf of Third Parties Which Are Not in Scope of C	-	-	-	-
<b>Total</b>	<b>173.931.178</b>	<b>82.176.090</b>	<b>-</b>	<b>256.107.268</b>

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
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(Amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

### 12. BORROWINGS

	30 September 2021	31 December 2020
<b>Short-term borrowings</b>		
Bank loans	<b>668.002.178</b>	404.793.317
Short-term portion of long-term bank loans	<b>47.074.403</b>	94.759.239
Lease liabilities	<b>4.820.309</b>	8.250.423
Issued debt instruments	-	302.471.692
	<b>719.896.890</b>	810.274.671
<b>Long-term borrowings</b>		
Bank loans	-	5.000.004
Lease liabilities	<b>16.055.881</b>	14.055.017
	<b>16.055.881</b>	19.055.021

The details of bank loans are as follows:

Currency	Weighted average interest rate	30 September 2021	
		Short-term	Long-term
TL	15,11%	<b>532.605.018</b>	-
US Dollars	0,95%	<b>178.008.088</b>	-
Euro	EURIBOR+3,5%	<b>4.463.475</b>	-
		<b>715.076.581</b>	-
Currency	Weighted average interest rate	31 December 2020	
		Short-term	Long-term
TL	11,44%	418.426.498	5.000.004
US Dollars	1,05%	73.405.000	-
Euro	EURIBOR+3,5%	7.721.058	-
		499.552.556	5.000.004

The repayment schedule of the Group for bank loans as of 30 September 2021 and 31 December 2020 is as follows:

	30 September 2021	31 December 2020
Payable within 1 year	<b>715.076.581</b>	499.552.556
Payable within 1 - 2 years	-	5.000.004
Payable within 2 - 3 years	-	-
Payable within 3 - 4 years	-	-
	<b>715.076.581</b>	504.552.560

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

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## 13. SHARE CAPITAL, RESERVES AND OTHER EQUITY ITEMS

a) Share Capital and Treasury Shares

As of 30 September 2021 and 31 December 2020, the paid-in capital structure of the Company is as follows:

Shareholders	%	30 September 2021	%	31 December 2020
OYAK Çimento A.Ş.	73,25	849.507.227	73,25	849.507.227
Publicly traded	26,75	310.286.214	26,75	310.286.214
Nominal capital	<b>100</b>	<b>1.159.793.441</b>	100	1.159.793.441
Total capital		<b>1.159.793.441</b>		1.159.793.441
Inflation adjustment		134.868.176		134.868.176
Adjusted capital		<b>1.294.661.617</b>		1.294.661.617

As of 30 September 2021, the capital of the Company consists of 115.979.344.100 shares (31 December 2020: 115.979.344.100 shares). The nominal value of the shares is TL 0,01 per share (31 December 2020: per share TL 0,01).

b) Restricted reserves appropriated from profit

The TCC stipulates that the first legal reserve is appropriated out of historical statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the Group's historical paid-in share capital. The second legal reserve is appropriated at the rate of 1/10 per annum of all cash distributions for the companies made dividend payment according to Capital Market Board ("CMB") regulations and 1/11 per annum of all cash distributions for the companies made dividend payment according to statutory regulations in excess of 5% of the historical paid-in share capital. Under TCC, the legal reserves are not available for distribution unless they exceed 50% of the historical paid in share capital but may be used to offset losses in the event that historical general reserve is exhausted. Details of the restricted reserves appropriated from profit is as follows:

	30 September 2021	31 December 2020
Legal Reserves	<b>405.954.871</b>	405.954.871
	<b>405.954.871</b>	405.954.871

## 14. TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES)

*Current tax liability*

	30 September 2021	31 December 2020
Current corporate tax	<b>136.551.234</b>	63.114.803
Less: Prepaid taxes and funds	<b>(84.830.478)</b>	(31.913.999)
<b>Tax liability for the profit for the period to be paid</b>	<b>51.720.756</b>	31.200.804

*Tax expense in statement of profit or loss and other comprehensive income*

	1 January- 30 September 2021	1 January- 30 September 2020
The tax expense / (income) consists of:		
Current tax expense	<b>136.551.234</b>	(38.551.086)
Tax income relating to the origination and reversal of temporary differences	<b>10.521.805</b>	563.462
<b>Total tax expense / (income)</b>	<b>147.073.039</b>	(37.987.624)



## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

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### 14. TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (cont'd)

#### *Corporate Tax:*

The Group except its subsidiary in Romania is subject to Turkish corporate taxes in force. The necessary provisions are allocated in the financial statements for the estimated liabilities based on the Group's results for the current period. Turkish tax legislation does not permit a parent company and its subsidiary to file a consolidated tax return. Therefore, provisions for taxes, as reflected in the accompanying consolidated financial statements, have been calculated on a separate-entity basis.

Corporate tax is applied on taxable corporate income, which is calculated from the statutory accounting profit by adding back non-deductible expenses, and by deducting dividends received from resident companies, other exempt income and other incentives (prior year's losses if any and investment incentives used if preferred) utilized.

In accordance with the provisional article added to the Corporate Tax Law with the 11th article of the Law No. 7316 published in the Official Gazette No. 31462 dated 22 April 2021, the corporate tax rate has been increased to 25% for corporate income for the 2021 taxation period, and to 23% for corporate income for the 2022 taxation period.

The effective corporate tax rate in Turkey is 25% (2020: 22%). For Ünye Cem SRL, the taxable corporate income subjected to Romanian law, is calculated as 16% on the remaining basis after deducting deductible expenses (2020: 16%).

#### *Deferred Tax:*

The Group recognizes deferred tax assets and liabilities based upon the temporary differences arising between its taxable statutory financial statements and its financial statements prepared in accordance with the TFRS. These differences usually result in the recognition of revenue and expenses in different reporting periods for the TFRS regulations and tax purposes.

In accordance with the Provisional article added to the Corporate Tax Law for subsidiaries in Turkey, the tax rate used in the calculation of deferred tax assets and liabilities (other than land) is 25% for corporate earnings for the 2021 taxation period, 23% for corporate earnings for the 2022 taxation period, and 20% for 2023 and the following years. The tax rate is 16% for the subsidiary operating in Romania (31 December 2020: 22% in Turkey; 16% in Romania).

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

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

### 14. TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (cont'd)

<b>Deferred tax (assets)/liabilities:</b>	<b>30 September 2021</b>	<b>31 December 2020</b>
Depreciation and amortization differences of property, plant and equipment and intangible assets	<b>(8.179.700)</b>	(8.008.084)
Provision for employment termination benefit	<b>17.266.534</b>	15.114.862
Premium provision provided to employees	<b>2.659.200</b>	3.060.000
Senior labor incentive bonus provision	<b>6.516.666</b>	5.023.040
Provision for unused vacation	<b>1.555.907</b>	1.120.440
Provision for legal cases	<b>2.317.228</b>	2.196.620
Provision for doubtful trade receivables	<b>11.497.160</b>	9.797.160
Provision for sales incentive premium	<b>2.426.743</b>	652.337
Provision for state right to mines	<b>1.518.763</b>	1.490.869
Provision for land occupation	<b>1.088.199</b>	1.088.199
Provision for rehabilitation	<b>376.113</b>	376.113
Shares valuation	<b>(4.687.225)</b>	(4.193.259)
Investment allowance and energy incentive	<b>46.731.201</b>	58.154.260
Prior years' losses	-	2.537.726
Derivative transactions	<b>571.162</b>	1.501.271
Other	<b>(1.688.505)</b>	(1.954.601)
	<b>79.969.446</b>	<b>87.956.953</b>

*Reconciliation of tax expense for the period with profit for the period is as follows:*

<b>Reconciliation of tax provision:</b>	<b>1 January- 30 September 2021</b>	<b>1 January- 30 September 2020</b>
Operating profit before tax	<b>590.055.660</b>	197.572.318
Income tax rate of 25% (2020: 22%)	<b>(147.513.915)</b>	(43.465.910)
Tax effect of:		
- non-deductible expenses	<b>(2.783.307)</b>	(2.557.727)
- prior years' losses on which deferred tax asset is not generated	-	(2.508.083)
- exemptions and other discounts	<b>3.910.060</b>	2.586.759
- other adjustments	<b>(685.877)</b>	7.957.337
Tax provision expense in the statement of profit or loss and other comprehensive income	<b>(147.073.039)</b>	<b>(37.987.624)</b>

### 15. EARNING PER SHARE

<b>Earning per Share</b>	<b>1 January - 30 September 2021</b>	<b>1 July- 30 September 2021</b>	<b>1 January - 30 September 2020</b>	<b>1 July- 30 September 2020</b>
Profit for the period	<b>442.982.621</b>	<b>152.719.256</b>	159.584.694	158.219.977
Average amount of shares available during the period	<b>115.979.344.100</b>	<b>115.979.344.100</b>	115.979.344.100	115.979.344.100
Earning per share from ongoing activities (TL 1 nominal cost)	<b>0,38</b>	<b>0,13</b>	0,14	0,14

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
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(Amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

## 16. REVENUE AND COST OF SALES

### a) Revenue

	<b>1 January- 30 September 2021</b>	<b>1 July- 30 September 2021</b>	1 January- 30 September 2020	1 July- 30 September 2020
Domestic sales	<b>2.520.498.044</b>	<b>933.554.427</b>	1.591.429.443	719.140.190
Foreign sales (export)	<b>514.737.771</b>	<b>176.835.589</b>	321.180.604	120.437.469
Foreign sales (export listed)	<b>130.617.626</b>	<b>59.678.913</b>	66.003.114	33.972.599
Sales discounts (-)	<b>(20.267.308)</b>	<b>(7.414.245)</b>	(21.970.126)	(8.589.347)
Other income	<b>5.023.287</b>	<b>2.058.452</b>	5.264.492	2.819.404
<b>Net Sales</b>	<b>3.150.609.420</b>	<b>1.164.713.136</b>	1.961.907.527	867.780.315

As of 30 September 2021, the Group recognized sales income amounting to TL 3.150.609.420 (30 September 2020: TL 1.961.907.527) related to performance obligations at a point in time.

### b) Cost of sales

	<b>1 January- 30 September 2021</b>	<b>1 July- 30 September 2021</b>	1 January- 30 September 2020	1 July- 30 September 2020
Direct raw material and material expenses	<b>(1.710.440.146)</b>	<b>(683.411.839)</b>	(865.836.478)	(293.589.485)
Direct labor expenses	<b>(52.685.476)</b>	<b>(16.516.655)</b>	(50.406.931)	(26.626.146)
Depreciation and amortization expenses	<b>(111.487.349)</b>	<b>(38.948.231)</b>	(97.657.716)	(34.651.199)
Production overhead personnel expenses	<b>(112.678.355)</b>	<b>(41.870.005)</b>	(90.734.989)	(26.116.828)
Other production overhead expenses	<b>(467.641.226)</b>	<b>(181.281.712)</b>	(496.533.386)	(245.715.447)
<b>Total production cost</b>	<b>(2.454.932.552)</b>	<b>(962.028.442)</b>	(1.601.169.500)	(626.699.105)
Change in semi-finished product inventories	<b>93.463.070</b>	<b>73.282.740</b>	(27.488.744)	(39.778.551)
Change in finished product inventories	<b>25.664.311</b>	<b>15.213.501</b>	3.705.710	2.570.265
Cost of trade goods sold	<b>(27.161.109)</b>	<b>(7.895.646)</b>	(18.448.968)	(10.985.193)
	<b>(2.362.966.280)</b>	<b>(881.427.847)</b>	(1.643.401.502)	(674.892.584)

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

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### 17. OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES

The details of other income from operating activities for the periods ended on 30 September 2021 and 2020 are as follows:

<b>Other Income from Operating Activities</b>				
	<b>1 January- 30 September 2021</b>	<b>1 July- 30 September 2021</b>	1 January- 30 September 2020	1 July- 30 September 2020
Operational exchange difference income	<b>51.026.802</b>	<b>8.021.976</b>	52.846.861	15.447.999
Interest income from interest and forward sales	<b>3.199.681</b>	<b>960.050</b>	10.627.391	6.416.126
Scrap, material sales and service profit	<b>14.373.026</b>	<b>9.325.112</b>	3.369.575	2.535.311
Premium and incentive income	<b>1.160.489</b>	-	5.080.825	1.464.177
Compensation and penalty income	<b>2.832.670</b>	<b>521.122</b>	3.826.136	2.206.498
Discount interest income	-	-	-	(732.118)
Other income	<b>4.767.659</b>	<b>1.119.405</b>	14.581.373	9.686.310
	<b>77.360.327</b>	<b>19.947.665</b>	90.332.161	37.024.303

The details of other expenses from operating activities for the periods ended on 30 September 2021 and 2020 are as follows:

<b>Other Expenses from Operating Activities</b>				
	<b>1 January- 30 September 2021</b>	<b>1 July- 30 September 2021</b>	1 January- 30 September 2020	1 July - 30 September 2020
Operational exchange difference expense	<b>(70.674.635)</b>	<b>(13.891.857)</b>	(52.068.185)	(18.625.964)
Compensation and penalty expense	<b>(399.011)</b>	<b>(217.075)</b>	(903.455)	-
Depreciation expense	<b>(2.726.750)</b>	<b>(918.905)</b>	(1.397.831)	(1.167.380)
Other expenses	<b>(4.504.205)</b>	<b>(1.306.862)</b>	(6.808.804)	(1.842.390)
	<b>(78.304.601)</b>	<b>(16.334.699)</b>	(61.178.275)	(21.635.734)

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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### 18. INCOME FROM INVESTMENT ACTIVITIES

The details of income from investment activities for the periods ended 30 September 2021 and 2020 are as follows:

	<b>1 January- 30 September 2021</b>	<b>1 July- 30 September 2021</b>	1 January - 30 September 2020	1 July - 30 September 2020
<b>Income from investment activities</b>				
Income from land expropriated	-	-	11.093.333	-
Dividend income	<b>10.626.003</b>	-	1.321.071	1.321.071
Profit from sale of fixed assets	<b>4.567.316</b>	<b>1.915.787</b>	9.110.029	6.821.251
Rent income from investment properties	<b>3.948.391</b>	<b>740.549</b>	3.333.736	2.543.926
Valuation difference of financial assets measured at FVTPL	<b>9.873.088</b>	<b>(7.588.019)</b>	2.268.334	3.899.322
	<b>29.014.798</b>	<b>(4.931.683)</b>	27.126.503	14.585.570

	<b>1 July- 30 September 2021</b>	<b>1 July- 30 September 2021</b>	1 January – 30 September 2020	1 July - 30 September 2020
<b>Expenses from investment activities</b>				
Valuation difference of financial assets measured at FVTPL	<b>(261.743)</b>	<b>(86.562)</b>	(819.355)	(272.579)
Expenses related to merger transactions	-	-	(11.721.444)	-
Other expenses related investment properties	-	-	(1.336.663)	(1.336.663)
	<b>(261.743)</b>	<b>(86.562)</b>	(13.877.462)	(1.609.242)

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## Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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### 19. FINANCE INCOME AND EXPENSES

The details of finance income for the periods ended 30 September 2021 and 2020 are as follows:

<b>Finance Income</b>	<b>1 January- 30 September 2021</b>	<b>1 July- 30 September 2021</b>	<b>1 January- 30 September 2020</b>	<b>1 July - 30 September 2020</b>
Interest income	25.837.886	5.216.020	16.987.506	3.812.213
Finance exchange gains	99.856.595	33.747.587	65.061.572	39.004.332
Other finance income	8.653.037	3.583.769	512.489	-
	<b>134.347.518</b>	<b>42.547.376</b>	82.561.567	42.816.545

The details of finance expenses for the periods ended 30 September 2021 and 2020 are as follows:

<b>Finance Expenses</b>	<b>1 January- 30 September 2021</b>	<b>1 July- 30 September 2021</b>	<b>1 January - 30 September 2020</b>	<b>1 July - 30 September 2020</b>
Interest expense	(74.907.001)	(23.590.546)	(67.782.213)	(11.604.239)
Employment termination benefits interest cost	(8.210.909)	(3.829.473)	(5.750.264)	(1.784.479)
Senior labor interest cost	(2.782.816)	(1.282.451)	(1.956.160)	(832.627)
Finance exchange loss	(70.084.126)	(33.056.473)	(11.963.699)	(4.489.973)
Other financial expenses	(5.496.577)	(1.781.873)	(1.077.518)	-
	<b>(161.481.429)</b>	<b>(63.540.816)</b>	(88.529.854)	(18.711.318)

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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### 20. THE NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS

#### a) Capital risk management

The Group manages its capital to ensure that it will be able to continue as going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The capital structure of the Group consists of payables, which include the loans disclosed in Note 13, and equity items which comprise cash and cash equivalents, issued capital, reserves and prior years' profits, respectively.

The Group's key management reviews the cost of capital and risks related to each capital level. Based on recommendations of key management, the Group balances its overall capital structure through the payment of dividends, new share issues and acquiring own shares, as well as the issue of new debt or the redemption of existing debt.

The Group management examines the capital by leverage ratio in order to be consistent with other companies in the industry. This ratio is calculated by dividing net debt by total capital. Net debt is obtained by subtracting cash and cash equivalents from total loans (including current and non-current loans as shown in the balance sheet). Total capital is calculated by adding "equity" item in the consolidated balance sheet and net debt.

#### Net Debt/Total Capital Ratio

	30 September 2021	31 December 2020
Financial payables (Note: 12)	735.952.771	829.329.692
Less: Cash and Cash Equivalents (Note:3)	(518.889.205)	(448.831.807)
Less: Short-term Financial Investments (Note: 9)	(95.634.022)	(85.754.711)
Net Debt	121.429.544	294.743.174
Total Equity	2.714.297.646	2.282.151.205
Total Capital	2.835.727.190	2.576.894.379
<b>Net Debt/Total Capital Ratio</b>	<b>4%</b>	<b>11%</b>

#### b) Financial Risk Factors

The Group's activities expose it to market risk (currency risk, price risk), credit risk and liquidity risk. Group's risk management programme generally focuses on uncertainty in financial markets and minimizing potential negative effects on Group's financial performance.

The main financial instruments used by the Group are bank loans, bonds issued, cash and short-term bank deposits. The main purpose of using these tools is to create financing for the Group's operations. The Company also has financial instruments, such as trade receivables and trade payables, which arise directly from operations.

There are also derivative contracts to which the Group is a party.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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### 20. THE NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

#### b) Financial Risk Factors (cont'd)

##### b.3) Market risk management

The operations of the Group are primarily exposed to financial risks related to changes in the exchange rate and interest rate.

Market risks are also evaluated with sensitivity analyses.

##### Foreign currency risk management

Transactions in foreign currency cause exchange rate risk. The Group is mainly exposed to foreign currency risk in Euro and US Dollar.

The breakdown of the Group's monetary and non-monetary assets and liabilities in foreign currency as of balance sheet date is as follows:

	30 September 2021			
	TL Equivalent (Functional currency)	US Dollars	EURO	GBP
1 Trade Receivable	92.119.683	9.342.697	890.924	-
2 Monetary Financial Assets	257.346.298	28.380.351	521.830	-
3 Prepaid Expenses	2.588.891	95.101	149.135	17.575
4 Other Current Assets	5.593.399	148.340	415.451	-
5 CURRENT ASSETS (1+2+3+4)	357.648.271	37.966.489	1.977.339	17.575
6 NON-CURRENT ASSETS	36.061.546	-	3.503.400	-
7 TOTAL ASSETS (5+6)	393.709.816	37.966.489	5.480.739	17.575
8 Short-term liabilities	369.148.550	36.656.986	4.174.101	5.049
9 Long-term liabilities	-	-	-	-
10 TOTAL LIABILITIES (8+9)	369.148.550	36.656.986	4.174.101	5.049
11 Net foreign currency asset liability position (7-10)	24.561.266	1.309.503	1.306.638	12.526
12 Export	510.746.483	51.156.244	5.449.769	-
13 Import	264.386.784	22.721.869	5.781.587	243.025



## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

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### 20. THE NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

#### b) Financial Risk Factors (cont'd)

##### Foreign currency risk management (cont'd)

	TL Equivalent (Functional currency)	31 December 2020		
		US Dollars	EURO	GBP
1 Trade Receivable	43.073.953	5.867.986	-	-
2 Monetary Financial Assets	255.514.151	33.504.763	1.062.671	-
Other Current Assets	943.327	93.397	28.613	-
3 CURRENT ASSETS (1+2)	299.531.431	39.466.146	1.091.284	-
4 NON-CURRENT ASSETS				
5 TOTAL ASSETS (3+4)	299.531.431	39.466.146	1.091.284	-
6 Short-term liabilities	237.078.606	27.188.688	4.163.017	-
7 Long-term liabilities	-	-	-	-
8 TOTAL LIABILITIES (6+7)	237.078.606	27.188.688	4.163.017	-
9 Net foreign currency asset liability position (5-8)	62.452.825	12.277.458	(3.071.733)	-
10 Import	530.131.072	68.289.803	5.813.580	-
11 Export	147.513.412	15.768.936	3.327.264	179.999

#### Foreign currency sensitivity

The Group is mainly exposed to foreign currency risk in Euro and US Dollar.

The following table details the Group's sensitivity to a 20% increase and decrease in the US Dollar and Euro. 20% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 20% change in foreign currency rates. Positive value indicates an increase in profit or loss and other equity items.

	30 September 2021	
	Profit / Loss	Profit / Loss
	Appreciation of foreign currency	Depreciation of foreign currency
<b>In case of 20% appreciation of US Dollar against TL</b>		
1 - USD net asset / liability	2.327.380	(2.327.380)
2- Portion hedged from USD risk (-)		
3 – USD net effect (1+2)	2.327.380	(2.327.380)
<b>In case of 20% appreciation of Euro against TL</b>		
4 - Euro net asset / liability	2.692.340	(2.692.340)
5 - Portion hedged from Euro risk (-)		
6 – Euro net effect	2.692.340	(2.692.340)
<b>TOTAL (3 + 6)</b>	<b>5.019.720</b>	<b>(5.019.720)</b>

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
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(Amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

### 20. THE NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

#### Foreign currency sensitivity (cont'd)

	31 December 2020	
	<u>Profit / Loss</u>	<u>Profit / Loss</u>
	<u>Appreciation of foreign currency</u>	<u>Depreciation of foreign currency</u>
In case of 20% appreciation of US Dollar against TL		
1 - USD net asset / liability	18.024.536	(18.024.536)
2 - Portion hedged from USD risk (-)	-	-
3 - USD net effect	<u>18.024.536</u>	<u>(18.024.536)</u>
In case of 20% appreciation of Euro against TL		
4 - Euro net asset / liability	(5.533.973)	5.533.973
5 - Portion hedged from Euro risk (-)	-	-
6- Euro net effect (4+5)	<u>(5.533.973)</u>	<u>5.533.973</u>
<b>TOTAL (3 + 6)</b>	<u>12.490.563</u>	<u>(12.490.563)</u>

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

### Notes to the Condensed Consolidated Financial Statements for the Nine-month Interim Period Ended 30 September 2021

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

#### 20. THE NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

##### Fair value hierarchy table

As of 30 September 2021 and 31 December 2020, the Group has the following financial assets and liabilities carried at fair value:

The fair values of financial assets and financial liabilities are determined as follows:

Level 1: the fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices;

Level 2: the fair value of other financial assets and financial liabilities are determined in accordance with generally accepted pricing models based on discounted cash flow analysis using prices from observable current market transactions; and

Level 3: the fair value of the financial assets and financial liabilities are determined where there is no observable market data.

##### Level classification of financial assets and liabilities recognized at fair value:

Some financial assets and financial liabilities of the Group are recognized in the consolidated financial statements at their fair values on each balance sheet date. The table below provides the information on how the fair values of these financial assets and liabilities are determined:

Fair value hierarchy table:

Financial assets at fair value in the balance sheet	30 September 2021		
	Level 1	Level 2	Level 3
Financial assets at FVTPL	95.634.022	-	-
Derivative financial liabilities	-	-	-

  

Financial assets at fair value in the balance sheet	31 December 2020		
	Level 1	Level 2	Level 3
Financial assets at FVTPL	85.754.711	-	-
Derivative financial liabilities	-	(4.650.543)	-

#### 21. EVENTS AFTER BALANCE SHEET

As published on the Public Disclosure Platform on 02.11.2021, the Group has realized an issuance of a private sector bond to qualified investors. The nominal value of the bond is 300.000.000 TL of which will mature within 728 days.