

**(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 31 MARCH 2022

<b>INDEX</b>	<b>PAGE</b>
<b>CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION .....</b>	<b>1-3</b>
<b>CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME .....</b>	<b>4-5</b>
<b>CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY .....</b>	<b>6</b>
<b>CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS.....</b>	<b>7-8</b>
<b>NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS .....</b>	<b>9-42</b>

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Financial Position as of 31 March 2022

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

		Not reviewed	Audited
		Current Period	Prior Period
	Notes	31 March 2022	31 December 2021
<b>ASSETS</b>			
<b>Current Assets</b>		<b>3.072.118.930</b>	<b>2.600.687.269</b>
Cash and Cash Equivalents	3	<b>240.784.896</b>	314.816.289
Financial Investments	9	<b>198.324.142</b>	161.744.987
Trade Receivables	4-5	<b>1.245.136.950</b>	1.245.626.388
<i>Trade Receivables from Related Parties</i>	4	<b>144.776.182</b>	129.697.429
<i>Trade Receivables from Third Parties</i>		<b>1.100.360.768</b>	1.115.928.959
Other Receivables		<b>14.538.816</b>	19.066.575
<i>Other Receivables from Related Parties</i>	4	<b>3.822.799</b>	14.594.486
<i>Other Receivables from Third Parties</i>		<b>10.716.017</b>	4.472.089
Inventories	6	<b>1.200.664.427</b>	769.392.993
Prepaid Expenses	7	<b>63.150.845</b>	67.064.289
Other Current Assets		<b>108.254.508</b>	21.711.402
Assets Held for Sale		<b>1.264.346</b>	1.264.346
<b>Non-current Assets</b>		<b>2.350.341.222</b>	<b>2.274.946.920</b>
Other Receivables		<b>3.893.566</b>	4.980.297
<i>Other Receivables from Third Parties</i>		<b>3.893.566</b>	4.980.297
Investment Properties		<b>17.694.832</b>	17.694.832
Right-of-use Assets		<b>20.032.306</b>	24.688.677
Property, Plant and Equipment	8	<b>2.074.949.112</b>	2.000.700.068
Intangible assets		<b>72.196.743</b>	75.530.078
<i>Goodwill</i>		<b>7.062.941</b>	7.062.941
<i>Other Intangible Assets</i>	8	<b>65.133.802</b>	68.467.137
Prepaid Expenses	7	<b>45.207.382</b>	37.873.147
Deferred Tax Assets	14	<b>114.276.420</b>	111.336.537
Other Non-current Assets		<b>2.090.861</b>	2.143.284
<b>TOTAL ASSETS</b>		<b>5.422.460.152</b>	<b>4.875.634.189</b>

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Financial Position as of 31 March 2022

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

		Not reviewed	Audited
		Current Period	Prior Period
	Notes	31 March 2022	31 December 2021
<b>LIABILITIES AND EQUITY</b>			
<b>Current Liabilities</b>		<b>1.701.831.777</b>	<b>1.386.278.336</b>
Short-term Borrowings	12	<b>368.339.448</b>	132.944.958
Short-term Portion of Long-term Borrowings	12	<b>5.681.808</b>	12.888.532
Trade Payables	4-5	<b>1.070.386.619</b>	1.014.177.159
<i>Trade Payables to Related Parties</i>	4	<b>217.911.616</b>	174.973.672
<i>Trade Payables to Third Parties</i>		<b>852.475.003</b>	839.203.487
Payables Related to Employee Benefits		<b>36.576.896</b>	16.333.514
Other Payables		<b>29.498.764</b>	21.894.351
<i>Other Payables to Related Parties</i>	4	<b>3.810.215</b>	3.685.898
<i>Other Payables to Third Parties</i>		<b>25.688.549</b>	18.208.453
Deferred Income	7	<b>84.348.516</b>	57.144.473
Current Tax Liabilities	14	<b>55.493.796</b>	69.731.912
Short-term Provisions		<b>50.831.815</b>	61.076.491
<i>Short-term Provisions for Employee Benefits</i>		<b>7.875.010</b>	27.450.000
<i>Other Short-term Provisions</i>	10	<b>42.956.805</b>	33.626.491
Other Short-term Liabilities		<b>674.115</b>	86.946
<b>Non-current Liabilities</b>		<b>521.859.939</b>	<b>511.434.660</b>
Long-term Borrowings	12	<b>319.740.112</b>	321.197.169
Deferred Income	7	<b>4.030.108</b>	4.030.108
Long-term Provisions		<b>198.089.719</b>	186.207.383
Long-term Provisions for Employee Benefits		<b>191.231.008</b>	179.948.672
Other Long-term Provisions	10	<b>6.858.711</b>	6.258.711
<b>TOTAL LIABILITIES</b>		<b>2.223.691.716</b>	<b>1.897.712.996</b>

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Financial Position as of 31 March 2022

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

		Not reviewed	Audited
		Current Period	Prior Period
	Notes	31 March 2022	31 December 2021
<b>EQUITY</b>		<b>3.198.768.436</b>	2.977.921.193
<b>Equity Attributable to Parent</b>		<b>3.198.768.436</b>	2.977.921.193
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>(44.705.178)</b>	(44.705.178)
- <i>Gains (Losses) on Remeasurement of Defined Benefit Plans</i>		<b>(44.705.178)</b>	(44.705.178)
Other Accumulated Comprehensive Income (Expenses) That Will Be Reclassified To Profit or Loss		<b>2.502.300</b>	4.060.363
- <i>Foreign Currency Translation Differences</i>		<b>2.502.300</b>	4.060.363
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>1.630.629.988</b>	905.464.705
Net Profit for the Period		<b>222.405.305</b>	725.165.282
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>5.422.460.152</b>	4.875.634.189

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Three-month Interim Period Ended 31 March 2022

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

		Not reviewed Current Period	Not reviewed Prior Period
		1 January - 31 March 2022	1 January - 31 March 2021
<b>PROFIT OR LOSS</b>			
Revenue	16	1.657.750.275	848.278.311
Cost of Sales (-)	16	(1.312.697.428)	(628.200.146)
<b>GROSS PROFIT</b>		<b>345.052.847</b>	220.078.165
General Administrative Expenses (-)		(84.064.292)	(56.421.234)
Marketing Expenses (-)		(11.191.348)	(5.894.144)
Research and Development Expenses (-)		(3.871.287)	(2.062.779)
Other Income from Operating Activities	17	75.373.855	28.966.108
Other Expenses from Operating Activities (-)	17	(65.160.324)	(36.710.818)
<b>OPERATING PROFIT</b>		<b>256.139.451</b>	147.955.298
Income from Investment Activities	18	51.821.637	14.179.638
Expenses from Investment Activities (-)	18	(106.755)	(91.912)
<b>OPERATING PROFIT BEFORE FINANCIAL INCOME (EXPENSE)</b>		<b>307.854.333</b>	162.043.024
Finance Income	19	11.988.780	51.808.054
Finance Expense (-)	19	(44.604.331)	(49.913.390)
<b>PROFIT BEFORE TAX FROM CONTINUING OPERATIONS</b>		<b>275.238.782</b>	163.937.688
<b>Tax Expense</b>		<b>(52.833.477)</b>	(31.652.039)
Current Tax Expense	14	(55.773.359)	(32.456.951)
Deferred Tax (Expense)/Income	14	2.939.882	804.912
<b>PROFIT FOR THE PERIOD</b>		<b>222.405.305</b>	132.285.649
<b>Profit for the Period Attributable to</b>		<b>222.405.305</b>	132.285.649
Non-controlling Interests		-	-
Owners of the Parent		222.405.305	132.285.649
<b>Earning Per Share</b>			
Earning Per Share (Nominal value of TL 1)	15	0,19	0,11

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

### Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the Three-month Interim Period Ended 31 March 2022

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

	<b>Not reviewed</b>	Not reviewed
	<b>Current</b>	Prior
<b>Notes</b>	<b>1 January -</b>	1 January -
	<b>31 March</b>	31 March
	<b>2022</b>	2021
<b>CURRENT PROFIT</b>	<b>222.405.305</b>	132.285.649
<b>Items that Will Not Be Reclassified to Profit or Loss:</b>		
Gains / (Losses) on Remeasurement of Defined Benefit Plans	-	-
Taxes Related to Other Comprehensive Income That Will Not Be Reclassified to Profit or Loss	-	-
<b>Items that Will Be Reclassified to Profit or Loss:</b>	<b>(1.558.065)</b>	(612.110)
Foreign Currency Translation Differences	<b>(1.558.065)</b>	(612.110)
<b>TOTAL COMPREHENSIVE EXPENSE</b>	<b>(1.558.065)</b>	(612.110)
<b>TOTAL COMPREHENSIVE INCOME / (EXPENSE)</b>	<b>220.847.240</b>	131.673.539
<b>Total Comprehensive Income / (Expense)</b>		
<b>Attributable to</b>	<b>220.847.240</b>	131.673.539
Non-controlling Interests	-	-
Owners of the Parent	<b>220.847.240</b>	131.673.539

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Changes in Equity for the Three-month Interim Period Ended 31 March 2022

(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 2021	1.159.793.441	134.868.176	(6.935.220)	234.322	405.954.871	(14.620.649)	3.371.128	(407.972.757)	1.007.457.893	-	2.282.151.205
Transfer	-	-	-	-	-	-	-	101.993.188	(101.993.188)	-	-
Total comprehensive income/(expense)	-	-	-	-	-	-	(612.112)	-	-	132.285.649	131.673.537
<i>Profit for the Period</i>	-	-	-	-	-	-	-	-	-	132.285.649	132.285.649
<i>Other Comprehensive Expense</i>	-	-	-	-	-	-	(612.112)	-	-	-	(612.112)
<b>31 March 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>(14.620.649)</b>	<b>2.759.016</b>	<b>(305.979.569)</b>	<b>905.464.705</b>	<b>132.285.649</b>	<b>2.413.824.742</b>
Balance as of 1 January 2022	<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>(44.705.178)</b>	<b>4.060.363</b>	<b>(305.979.569)</b>	<b>1.630.629.988</b>	-	<b>2.977.921.194</b>
Transfer	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income/(expense)	-	-	-	-	-	-	(1.558.063)	-	-	222.405.305	220.847.242
<i>Profit for the Period</i>	-	-	-	-	-	-	-	-	-	222.405.305	222.405.305
<i>Other Comprehensive Expense</i>	-	-	-	-	-	-	(1.558.063)	-	-	-	(1.558.063)
<b>31 March 2022</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>(44.705.178)</b>	<b>2.502.300</b>	<b>(305.979.569)</b>	<b>1.630.629.988</b>	<b>222.405.305</b>	<b>3.198.768.436</b>



# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Cash Flows for the Three-month Interim Period Ended 31 March 2021

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

		Not reviewed	Not reviewed
		Current Period	Prior Period
	Notes	1 January – 31 March 2022	1 January– 31 March 2021
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		<b>(163.647.121)</b>	161.843.494
<b>Profit for the Period</b>		<b>222.405.305</b>	132.285.649
<b>Adjustments Related to Reconciliation of Net Profit for the Period</b>		<b>121.751.077</b>	107.962.017
- Adjustments Related to Depreciation and Amortization Expenses		<b>51.718.128</b>	40.391.720
- Adjustments Related to Doubtful Receivables	5	<b>(11.680)</b>	(580.776)
- Adjustments Related to Provisions		<b>42.280.744</b>	16.039.772
- <i>Adjustments related to Employee Benefits</i>		<b>23.525.321</b>	10.576.691
- <i>Adjustments Related to Provisions (Reversal of) for Legal Cases</i>	10	<b>-</b>	1.000.000
- <i>Adjustments Related to Other Provisions (Reversals)</i>	10	<b>18.755.423</b>	4.463.081
- Adjustments Related to Interest (Income) and Expenses		<b>22.863.594</b>	16.925.423
- <i>Adjustments Related to Interest Income</i>	19	<b>(4.665.996)</b>	(12.534.288)
- <i>Adjustments Related to Interest Expense</i>	19	<b>27.529.590</b>	29.459.711
- Adjustments Related to Fair Value Losses (Gains)		<b>(24.468.539)</b>	(1.838.011)
- <i>Adjustments Related to Fair Value (Gains) / Losses of Financial Assets</i>	18	<b>(24.468.539)</b>	(1.838.011)
- Adjustments Related to Dividend Income	18	<b>(25.559.845)</b>	(10.626.003)
- Adjustments Related to Gain on Sale of Fixed Assets	18	<b>(1.167.380)</b>	-
- Adjustments Related to Unrealized Foreign Currency Translation Differences		<b>3.262.578</b>	15.997.853
- Adjustments Related to Tax Income / Expense	14	<b>52.833.477</b>	31.652.039
<b>Changes in Working Capital</b>		<b>(310.605.838)</b>	(34.699.309)
- Adjustments Related to Increase in Trade Receivables	5	<b>501.118</b>	108.385.532
- <i>Decrease (Increase) in Trade Receivables from Related Parties</i>		<b>(15.078.753)</b>	(1.596.121)
- <i>Decrease (Increase) in Trade Receivables from Third Parties</i>		<b>15.579.871</b>	109.981.653
- Adjustments Related to Decrease (Increase) in Other Receivables Related to Operations		<b>4.527.758</b>	(13.063.657)
- <i>Decrease (Increase) in Other Receivables Related to Operations from Related Parties</i>		<b>10.771.687</b>	(1.752.238)
- <i>Decrease (Increase) in Other Receivables Related to Operations from Third Parties</i>		<b>(6.243.929)</b>	(11.311.419)
- Adjustments Related to Increase in Inventories	6	<b>(431.271.434)</b>	(106.658.947)
- Adjustments Related to Increase (Decrease) in Other Non-current Assets		<b>(125.191)</b>	(3.669.872)
- Decrease (Increase) in Prepaid Expenses	7	<b>3.913.444</b>	46.140.504
- Adjustments Related to Increase in Trade Payables	5	<b>56.209.460</b>	(71.950.829)
- <i>Increase (Decrease) in Trade Payables to Related Parties</i>	5	<b>42.937.944</b>	(9.899.115)
- <i>Increase (Decrease) in Trade Payables to Third Parties</i>		<b>13.271.516</b>	(62.051.714)
- Increase in Payables Related to Employee Benefits		<b>20.243.382</b>	5.937.583
- Adjustments Related to Increase / (Decrease) in Other Operating Payables		<b>8.191.582</b>	34.236
- <i>Increase (Decrease) in Other Operating Payables to Related Parties</i>		<b>124.317</b>	52.509
- <i>Increase (Decrease) in Other Operating Payables to Third Parties</i>		<b>8.067.265</b>	(18.273)
- Increase / (Decrease) in Deferred Income	7	<b>27.204.043</b>	146.141
<b>Cash Flows from Operations</b>		<b>33.550.544</b>	205.548.357
- Payments Related to Provision for Employee Benefits		<b>(31.817.975)</b>	-
- Tax Payments		<b>(156.554.581)</b>	(26.768.890)
- Payments for Provisions	10	<b>(8.825.109)</b>	(16.935.973)

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Condensed Consolidated Statement of Cash Flows for the Three-month Interim Period Ended 31 March 2021

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

		Not reviewed	Not reviewed
		Current Period	Prior Period
	Notes	1 January – 31 March 2022	1 January– 31 March 2021
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		<b>(97.173.425)</b>	<b>(10.071.640)</b>
- Cash Inflows from Sale of Property, Plant and Equipment and Intangible Assets	8	<b>894.467</b>	33.125
- Cash Outflows from Purchase of Property, Plant and Equipment and Intangible Assets	7-8	<b>(123.627.737)</b>	(20.730.768)
- Dividend Income	18	<b>25.559.845</b>	10.626.003
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		<b>188.851.633</b>	<b>(71.547.939)</b>
- Cash Inflows From Borrowing		<b>475.507.258</b>	20.414.428
- <i>Cash Inflows from Loans</i>		<b>475.507.258</b>	20.414.428
- Cash Outflows Related to Debt Payments		<b>(262.433.333)</b>	(72.717.478)
- <i>Cash Outflows Related to Loan Repayments</i>		<b>(262.433.333)</b>	(72.717.478)
- Interest Paid		<b>(24.892.660)</b>	(29.459.711)
- Interest Received	19	<b>4.665.996</b>	12.534.288
- Cash Outflows from Loan Payments Arising from Lease Agreements		<b>(3.995.628)</b>	(2.319.466)
<b>D. NET DECREASE IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECT OF FOREIGN CURRENCY TRANSLATION DIFFERENCES ON CASH AND CASH EQUIVALENTS</b>		<b>(71.968.913)</b>	<b>80.223.915</b>
Effect of Foreign Currency Translation Differences on Cash and Cash Equivalents		<b>(1.943.882)</b>	(3.654.500)
<b>E. NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(73.912.795)</b>	<b>76.569.415</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>		<b>314.635.832</b>	<b>448.831.807</b>
	3		
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<b>240.723.037</b>	<b>525.401.222</b>
	3		

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

(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.

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.

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.

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 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 number of employees of the Company as of 31 March 2022 is 2.089 (31 December 2021: 2.082).

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 2021 as a result of the General Assembly held in 30 March 2022.

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

The condensed consolidated interim financial statements have been approved and authorized to be published on 29 April 2022 by the Board of Directors.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

(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 31 March 2022 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 2021.

##### 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>31 March 2022</u>	<u>31 December 2021</u>
("RON") / TL Year-End	3,2735	3,0316
("RON") / TL Average	3,1370	2,1038

##### 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.

As per the announcement published by the Public Oversight, Accounting and Auditing Standards Authority (“POA”) on 20 January 2022, since the cumulative change in the general purchasing power of the last three years has been 74.41% according to the Consumer Price Index (“CPI”) rates, it has been stated that entities applying the Turkish Financial Reporting Standards (“TFRS”) are not required to make any restatements in their financial statements for 2021 within the scope of TAS 29 “Financial Reporting in High Inflation Economies”. Hyperinflation accounting has not been applied to the financials, herein, within the scope of TAS 29.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

(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

While the effects of Covid 19 is continuing, 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 31 March 2022 and 31 December 2021, the Group's ownership interests and voting rights in subsidiaries have been presented below:

Subsidiaries	Place of incorporation and operation	Main operation	31 March 2022	31 December 2021
			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.

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company and its subsidiaries. Control is achieved when the Company:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee; and
- has the ability to use its power to affect its returns.

In the event of a situation or event that may lead to a change in at least one of the criteria listed above, the Company re-evaluates whether it has control power over its investment.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

(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)

##### Subsidiaries (cont'd)

When the Company has less than a majority of the voting rights of an investee, it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally. The Company considers all relevant facts and circumstances in assessing whether or not the Company's voting rights in an investee are sufficient to give it power, including:

- the size of the Company's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- potential voting rights held by the Company, other vote holders or other parties;
- rights arising from other contractual arrangements; and
- any additional facts and circumstances that indicate that the Company has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Consolidation of a subsidiary begins when the Company obtains control over the subsidiary and ceases when the Company loses control of the subsidiary. Income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of profit or loss and other comprehensive income from the date the Company gains control until the date when the Company ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

##### Changes in the Group's ownership interests in existing subsidiaries

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to owners of the Group.

When the Group loses control of a subsidiary, a gain or loss is recognized in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests. All amounts previously recognized in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets or liabilities of the subsidiary (i.e. reclassified to profit or loss or transferred to another category of equity as specified/permitted by applicable TAS). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under *TFRS 9 Financial Instruments*, when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

(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 that are mandatorily effective from 2022

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 16	<i>COVID-19 Related Rent Concessions beyond 30 June 2021</i>

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

The amendments update an outdated reference to the Conceptual Framework in TFRS 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 *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**

#### Amendments to TFRS 1 *First time adoption of International 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 Three-month Interim Period Ended 31 March 2022

(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)

#### a) Amendments that are mandatorily effective from 2022 (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 16 *COVID-19 Related Rent Concessions beyond 30 June 2021***

Public Oversight Accounting and Auditing Standards Authority ("POA") has published Amendments to TFRS 16 *COVID-19 Related Rent Concessions beyond 30 June 2021* 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.

The new amendment is effective for lessees for annual reporting periods beginning on or after 1 April 2021. Earlier application is permitted.



# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

(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

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 4	<i>Extension of the Temporary Exemption from Applying TFRS 9</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>
Amendments to TFRS 17	<i>Initial Application of TFRS 17 and TFRS 9 — Comparative Information (Amendment to TFRS 17)</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.

#### **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 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, so that entities would be required to apply TFRS 9 for annual periods beginning on or after 1 January 2023 with the deferral of the effective date of TFRS 17.

#### **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.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

(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 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.

##### **Amendments to TFRS 17 *Insurance Contracts* and *Initial Application of TFRS 17 and TFRS 9 — Comparative Information***

Amendments have been made in TFRS 17 in order to reduce the implementation costs, to explain the results and to facilitate the initial application.

The amendment permits entities that first apply TFRS 17 and TFRS 9 at the same time to present comparative information about a financial asset as if the classification and measurement requirements of TFRS 9 had been applied to that financial asset before.

Amendments are effective with the first application of TFRS 17.

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 three-month period ended 31 March 2022 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 31 March 2022 were prepared in accordance with the accounting policies applied during the preparation of the consolidated financial statements for the year ended 31 December 2021. Therefore, the accompanying condensed consolidated interim financial statements should be evaluated together with the consolidated financial statements as of 31 December 2021.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

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

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

### **2.4 Comparative Information And Restatement Of Prior Period Consolidated Financial Statements**

The Group's consolidated financial statements have been prepared comparatively with the prior period, allowing the determination of financial position and performance. Comparative information is reclassified and significant differences are explained when necessary in terms of compliance with presentation of current period consolidated financial statements. During the current period, the Group has done reclassification in relation to prior period. The reason and the amount of the reclassification is explained below:

The Group has reclassified 898.929 TL amortisation expense reported under the other expenses from operating activities in 2021 profit and loss table to general & administrative expenses line as of the current period.

### **2.5 Changes in Accounting Policies, Estimates and Errors**

If changes in accounting estimates are related to only one period, the changes are applied prospectively in the period in which changes are made. If changes in accounting estimates are related to future periods, the changes are applied prospectively both in the current period in which changes are made and also in future periods. No changes has been observed at the accounting estimates of the Group in the current year.

The identified errors which are identified are applied retrospectively and consolidated financial statements of preceding periods are restated. No errors has been determined in the current period.

### **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 Three-month Interim Period Ended 31 March 2022

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

#### 3. CASH AND CASH EQUIVALENTS

	<b>31 March 2022</b>	31 December 2021
Bank	<b>199.999.578</b>	290.072.334
Demand deposits	<b>15.281.460</b>	5.280.761
Time deposits with a maturity of less than three months (*)	<b>184.718.118</b>	284.791.573
Other cash and cash equivalents (**)	<b>40.785.318</b>	24.743.955
	<b>240.784.896</b>	314.816.289
Less : Interest accruals	<b>(61.859)</b>	(180.457)
Cash and cash equivalents in the statement of cash flow	<b>240.723.037</b>	314.635.832

(\*) Interest rates of time deposits for TL deposits varies from 13,00% to 16,50% (31 December 2021: 14,00%-26,00%), whereas for US Dollar deposits it is 0,02%-0,75%, and for RON deposits it is 0,35% (31 December 2021: US Dollar: 0,05%-0,75%, RON: 0,35%).

(\*\*) 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 banks in 30 days (28 days, as of 31 December 2021).

As of 31 March 2022, there is no blockage on cash and cash equivalents (31 December 2021: 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 31 March 2022 and 31 December 2021, and the transaction amounts and balances made with these institutions for the periods ending on 31 March 2022 and 31 March 2021 are as follows:

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

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

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

	31 March 2022			
	Receivables		Payables	
	Short-term		Short-term	
Balances with related parties	Trade	Non-trade	Trade	Non-trade
<b>Ultimate parent</b>				
Ordu Yardımlaşma Kurumu (OYAK)	-	-	4.621.453	-
<b>Parent</b>				
OYAK Çimento Anonim Şirketi	-	-	1.004.268	-
<b>Other companies managed by the ultimate parent</b>				
Erdemir Çelik Servis Merkezi San. Ve Tic. A.Ş.	729	-	-	-
OYKA Kağıt Ambalaj San. ve Tic. A.Ş.	-	-	44.004.923	-
Omsan Lojistik A.Ş.	-	-	2.191.780	-
Omsan Denizcilik A.Ş.	-	-	6.219.179	-
Omsan Havacılık A.Ş.	-	-	1.584.521	-
OYAK İnşaat A.Ş.	19.806.816	-	-	-
Ereğli Demir Çelik Fabrikaları T.A.Ş.	1.340	-	16.567.271	-
İskenderun Demir ve Çelik A.Ş.	-	-	25.238.324	-
İskenderun Enerji Üretim ve Tic. A.Ş.	11.635	-	719.884	-
Mais Motorlu Araçlar İmal ve Satış A.Ş.	-	-	37.670	-
OYAK Pazarlama Hizmet ve Turizm A.Ş.	-	-	20.655.039	-
OYAK Grup Sigorta ve Reasürans Brokerliği A.Ş.	-	-	3.614.079	-
OYAK Savunma ve Güvenlik Sistemleri A.Ş.	-	-	10.002.649	-
OYAK Yatırım Menkul Değerler A.Ş.	-	-	118.890	-
OYAK Elektrik Enerjisi Toptan Satış A.Ş.	-	-	189.881	-
Güzel Enerji Akaryakıt A.Ş.	-	-	2.080.095	-
Doco Petrol ve Danışmanlık A.Ş.	-	-	16.097.817	-
Akdeniz Chemson Kimya San. Ve Tic. A.Ş.	-	-	136.014	-
Oytaş İç ve Dış Tic.A.Ş.	-	-	-	2.780.265
Likitgaz Dağıtım ve Endüstri A.Ş.	-	-	36.005	-
Hektaş Ticaret T. A.Ş.	-	-	3.813	-
Kümaş Manyezit Sanayi A.Ş.	-	-	27.369.268	-
Miilux Yüksek Mukavemetli Çelik Üretim A.Ş.	-	-	50.664	-
Satem Grup Gıda Dağıtım ve Pazarlama A.Ş.	-	-	6.507	-
Oyak Akaryakıt ve LPG Yatırımları A.Ş.	-	-	520.603	-
Cimpor - Industria de Cimentos	196.720	-	-	-
Cimpor Cote D'Ivoire SARL	115.804.925	3.822.799	-	-
Cimpor-Serviços, Sa.	2.942.240	-	-	-
Other	-	-	-	1.029.950
<b>Other companies managed by the parent</b>				
Denizli Çimento San. Tic. A.Ş.	878.566	-	34.841.019	-
Cimpor Cameroun SA	5.133.211	-	-	-
	<b>144.776.182</b>	<b>3.822.799</b>	<b>217.911.616</b>	<b>3.810.215</b>

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

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

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

	31 December 2021			
	Receivables		Payables	
	Short Term		Short Term	
	Trade	Non-trade	Trade	Non-trade
<b>Balances with related parties</b>				
<b>Ultimate parent</b>				
Ordu Yardımlaşma Kurumu (OYAK)	-	-	4.589.626	-
<b>Parent</b>				
OYAK Çimento A.Ş.	-	11.087.302	-	-
<b>Other companies managed by the ultimate parent</b>				
Omsan Lojistik A.Ş.	-	-	6.015.509	-
Omsan Denizcilik A.Ş.	-	-	11.684.079	-
Omsan Havacılık A.Ş.	-	-	1.401.182	-
OYKA Kağıt Ambalaj San. ve Tic. A.Ş.	-	-	26.320.037	-
OYAK İnşaat A.Ş.	14.898.333	-	-	-
Ereğli Demir Çelik Fabrikaları T. A.Ş.	-	-	15.989.867	-
İskenderun Demir ve Çelik A.Ş.	-	-	26.013.344	-
İskenderun Enerji üretim ve Tic. A.Ş.	-	-	630.494	-
Mais Motorlu Araçlar İmal ve Satış A.Ş.	-	-	90.428	-
OYAK Pazarlama Hizmet ve Turizm A.Ş.	-	-	9.245.122	-
OYAK Grup Sigorta ve Reasürans Brokerliği A.Ş.	-	-	23.368.336	-
OYAK Savunma ve Güvenlik Sistemleri A.Ş.	-	-	5.269.908	-
OYAK Elektrik Enerjisi Toptan Satış A.Ş.	-	-	1.128.967	-
OYAK Yatırım Menkul Değerler A.Ş.	-	-	1.216.650	-
Oyak Sentetik Karbon Ürünleri Sanayi ve Ticaret A.Ş.	49.560	-	-	-
Oytaş İç ve Dış Tic.A.Ş.	-	-	-	2.655.948
Güzel Enerji Akaryakıt A.Ş.	-	-	1.412.530	-
Cimpor - Industria de Cimentos	181.720	-	-	-
Cimpor-Serviços, Sa.	2.690.569	-	-	-
Doco Petrol ve Danışmanlık A.Ş.	-	-	9.932.247	-
Akdeniz Chemson Kimya San. ve Tic. A.Ş.	-	-	333.549	-
Likitgaz Dağıtım ve Endüstri A.Ş.	-	-	26.200	-
Miilux Yüksek Mukavemeth Çelik Üretim A.Ş.	-	-	49.391	-
Satem Grup Gıda Dağıtım ve Pazarlama A.Ş.	-	-	6.507	-
Hektaş Ticaret T.A.Ş.	-	-	6.580	-
Kümaş Manyezit Sanayi A.Ş.	-	-	11.945.333	-
Cimpor Cote d'Ivoire SARL	107.121.900	3.507.184	-	-
Other	-	-	-	1.029.950
<b>Other companies managed by the parent</b>				
Denizli Çimento Sanayii Türk A.Ş.	-	-	18.297.786	-
Cimpor Cameroun SA	4.755.347	-	-	-
	129.697.429	14.594.486	174.973.672	3.685.898

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

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

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

	1 January – 31 March 2022							
	Purchases	Sales	Interest received	Interest paid	Lease income	Other income	Other expenses	Fixed asset purchases
<b>Balances with related parties</b>								
<b>Ultimate partner</b>								
Ordu Yardımlaşma Kurumu (OYAK)	-	-	-	-	-	-	73.460	-
<b>Partner</b>								
OYAK Çimento A.Ş. (1)	-	-	-	-	-	-	10.808.440	-
<b>Other companies managed by the ultimate parent</b>								
OYAK İnşaat A.Ş.	-	21.907.515	-	-	112.000	-	-	-
Omsan Lojistik A.Ş. (4)	1.982.971	-	-	-	-	-	877.754	-
OYKA Kağıt Ambalaj San. ve Tic. A.Ş. (2)	46.296.370	-	-	-	-	-	-	-
İskenderun Demir ve Çelik A.Ş.	11.975.753	15.290	-	-	-	-	-	-
İskenderun Enerji Üretim ve Tic.A.Ş.	524.354	-	-	-	-	-	-	-
Mais Motorlu Araçlar İmal ve Satış A.Ş.	35.559	-	-	-	-	-	-	-
OYAK Elektrik Enerjisi Toptan Satış A.Ş. (3)	197.204.787	-	-	-	-	-	-	-
Ereğli Demir ve Çelik Fabrikaları T.A.Ş. (8)	7.808.063	-	-	-	-	-	4.964	-
Erdemir Çelik Servis Merkezi San. Ve Tic. A.Ş.	-	-	-	-	-	1.104	-	-
OYAK Pazarlama Hizmet ve Turizm A.Ş. (6)	10.459.222	-	-	-	-	-	692.076	5.694.924
OYAK Savunma ve Güvenlik Sistemleri A.Ş. (5)	8.385.166	-	-	-	-	68.000	-	30.604
Omsan Havacılık A.Ş.	42.222	-	-	-	-	-	-	-
OYAK Yatırım Menkul Değerler A.Ş.	78.090	-	-	-	-	-	-	-
Omsan Denizcilik A.Ş. (4)	26.904.731	-	-	-	-	-	2.061.552	-
Akdeniz Chemson Kimya San. Ve Tic.A.Ş.	115.266	-	-	-	-	-	-	-
Hektaş Ticaret T.A.Ş.	6.164	-	-	-	-	-	-	-
Doco Petrol Ve Danışmanlık A.Ş.	25.315.312	-	-	-	-	-	-	-
Oyak Akaryakıt ve LPG Yatırımları A.Ş.	436.963	-	-	-	-	-	-	-
Güzel Enerji Yakıt A.Ş. (9)	2.575.960	-	-	-	-	668	19.010	-
Likitgaz Dağıtım ve Endüstri A.Ş.	71.966	-	-	-	-	-	-	-
Kümaş Manyezit Sanayi A.Ş. (10)	-	-	-	-	-	-	2.349.201	19.725.971
Miilux Yüksek Mukavemetli Çelik Üretim A.Ş.	40.338	-	-	-	-	-	12.711	-
Cimpor Cote d'Ivoire SARL (11)	-	46.433.634	-	-	-	-	-	-
<b>Other companies managed by the parent</b>								
Denizli Çimento A.Ş. (7)	29.778.448	-	-	-	-	572.861	-	-
	<b>370.037.705</b>	<b>68.356.439</b>	-	-	<b>112.000</b>	<b>642.633</b>	<b>16.899.168</b>	<b>25.451.499</b>

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

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

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

Transactions with related parties	1 January – 31 March 2021							
	Purchases	Sales	Interest received	Interest paid	Lease income	Other income	Commission expenses	Other expenses
<b>Ultimate partner</b>								
Ordu Yardımlaşma Kurumu (OYAK)	-	-	-	-	-	-	-	756.625
<b>Partner</b>								
OYAK Çimento A.Ş. (1)	-	-	-	-	-	1.445.758	-	30.000
<b>Other companies managed by the ultimate parent</b>								
OYAK İnşaat A.Ş.	-	5.368.640	-	-	133.333	1.365	-	14.955
Omsan Lojistik A.Ş.	11.480.144	-	-	-	-	35.987	-	2.957
OYKA Kağıt Ambalaj San. ve Tic. A.Ş. (2)	18.395.287	-	-	-	-	14.757	-	-
İskenderun Demir ve Çelik A.Ş. (9)	10.442.505	8.800	-	-	-	-	-	823.130
İskenderun Enerji Üretim ve Tic.A.Ş.	469.612	-	-	-	-	-	-	-
Mais Motorlu Araçlar İmal ve Satış A.Ş.	21.451	-	-	-	-	-	-	-
OYAK Elektrik Enerjisi Toptan Satış A.Ş. (3)	83.877.077	-	-	-	-	1.848.451	-	-
Ereğli Demir ve Çelik Fabrikaları T.A.Ş. (9)	6.616.066	-	-	-	-	818.748	-	-
Erdemir Çelik Servis Merkezi San. Ve Tic. A.Ş.	-	-	-	-	-	660	-	-
OYAK Pazarlama Hizmet ve Turizm A.Ş. (6)	4.493.341	-	-	-	-	-	-	1.878.559
OYAK Savunma ve Güvenlik Sistemleri A.Ş. (5)	5.777.783	-	-	-	-	71.839	-	-
Omsan Denizcilik A.Ş. (4)	6.732.179	-	-	-	-	-	-	-
OYAK Yatırım Menkul Değerler A.Ş.	90.000	-	-	-	-	-	-	-
OYAK Denizcilik Ve Liman İşl. A.Ş.	-	-	-	-	-	66.539	-	-
Akdeniz Chemson Kimya San. Ve Tic.A.Ş.	87.551	-	-	-	-	-	-	-
Hektaş Ticaret T.A.Ş.	7.153	-	-	-	-	-	-	-
Doco Petrol Ve Danışmanlık A.Ş.	8.510.854	-	-	-	-	-	-	-
Güzel Enerji Yakıt A.Ş. (10)	1.202.242	-	-	-	-	-	-	-
<b>Other companies managed by the parent</b>								
Denizli Çimento A.Ş. (8)	13.897.445	109.139	-	-	38.780	1.236.079	-	448.005
Cimpor Industria de Cimentos S.A.	-	-	-	-	-	89.575	-	-
Cimpor Cote d'Ivoire SARL	-	-	-	-	-	642.519	-	-
	172.100.690	5.486.579	-	-	172.113	6.272.277	-	3.954.231



# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

(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 – 31 March 2022 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 services.
- (5) Purchases from OYAK Savunma ve Güvenlik Hizmetleri A.Ş. consist of security services.
- (6) Purchases from OYAK Pazarlama Hizmet ve Turizm A.Ş. consist 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. and 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 – 31 March 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 services.
- (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., İskenderun Enerji Üretim Tic. A.Ş. consist of purchases of raw material.
- (9) 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 and vice presidents. The salaries and similar benefits provided to key management personnel for their services are as follows:

	1 January- 31 March 2022	1 January- 31 March 2021
Salaries and other short-term benefits	10.817.190	1.736.136
	10.817.190	1.736.136

### 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	31 March 2022	31 December 2021
Trade receivables, net	1.098.650.258	1.110.636.399
Notes receivable	118.397.226	122.114.834
Trade receivables from related parties (Note 4)	144.776.182	129.697.429
Provision for doubtful trade receivables and expected loan loss (-)	(116.686.716)	(116.822.274)
	1.245.136.950	1.245.626.388

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

(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 2021: 2 months).

As of 31 March 2022, there are receivables from customers who declared concordat amounting to TL 38.873.462 (31 December 2021: TL 40.070.277) and there is a guarantee related to them with registered value amounting in total to TL 59.244.000 (31 December 2021: 60.424.000). 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 31 March 2022, provision for doubtful receivables has been made for the portion of trade receivables amounting to TL 116.686.716 (31 December 2021: TL 116.822.274).

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

<b>Movements of provision for doubtful trade receivables and expected loan loss</b>	<b>1 January- 31 March 2022</b>	<b>1 January- 31 March 2021</b>
Opening balance	(116.822.274)	(80.014.556)
Charge for the period	(11.680)	(580.776)
Collections	147.238	-
<b>Closing balance</b>	<b>(116.686.716)</b>	<b>(80.595.332)</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>31 March 2022</b>	<b>31 December 2021</b>
Trade payables	852.475.003	839.203.487
Trade payables to related parties (Note: 4)	217.911.616	174.973.672
	<b>1.070.386.619</b>	<b>1.014.177.159</b>

The average payment term of trade payables related to the purchase of goods is 2,5 months (31 December 2021: 3 months). Trade payables mainly consist of TL balances. As of balance sheet date, the Group has no long-term trade payables (31 December 2021: None).

### 6. INVENTORIES

	<b>31 March 2022</b>	<b>31 December 2021</b>
Raw material	538.767.073	426.311.119
Semi-finished goods	349.740.752	161.621.085
Finished goods	120.955.453	42.437.158
Trade goods	270.049	287.035
Impairment on inventories (-)	(2.053.625)	(2.053.625)
Goods in transit	190.540.448	137.157.903
Other inventories	2.444.277	3.632.318
	<b>1.200.664.427</b>	<b>769.392.993</b>

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

(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>31 March 2022</b>	<b>31 December 2021</b>
Prepaid expenses	<b>20.928.228</b>	7.363.440
Prepaid insurance	<b>14.799.316</b>	20.991.861
Advances given for inventory purchases	<b>27.423.301</b>	38.708.988
	<b>63.150.845</b>	67.064.289

<b>Long-term Prepaid Expenses</b>	<b>31 March 2022</b>	<b>31 December 2021</b>
Advances given for fixed asset purchases	<b>45.207.382</b>	37.873.147
	<b>45.207.382</b>	37.873.147

#### b) Deferred Income

<b>Short-term Deferred Income</b>	<b>31 March 2022</b>	<b>31 December 2021</b>
Deferred income and advances received	<b>78.420.836</b>	51.918.550
Deferred income	<b>5.927.680</b>	5.225.923
	<b>84.348.516</b>	57.144.473

<b>Long-term Deferred Income</b>	<b>31 March 2022</b>	<b>31 December 2021</b>
Deferred income	<b>4.030.108</b>	4.030.108
	<b>4.030.108</b>	4.030.108

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

### Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

(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 three-month period ended on 31 March 2022 amounts to TL 2.074.949.112 (31 December 2021: TL 2.000.700.068).

Property, plant and equipment purchased in the three-month period ended on 31 March 2022 amounts to TL 116.272.452 (31 March 2021: TL 16.226.437).

Property, plant and equipment sold in the three-month period ended on 31 March 2022 amounts to TL 894.467 (31 March 2021: TL 33.125).

##### b) Intangible Assets

Net book value of intangible assets held in the three-month period ended on 31 March 2022 amounts to TL 65.133.802 (31 December 2021: TL 68.467.137).

Intangible assets purchased in the three-month period ended on 31 March 2022 amounts to TL 21.050 (31 March 2021: TL 553.806).

There are no intangible assets sold in the three-month period ended on 31 March 2022 (31 March 2021: None).

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

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

### 9. FINANCIAL INVESTMENTS

	31 March 2022	31 December 2021
<b>Short-term financial investments</b>		
Financial assets at FVTPL	<b>186.213.526</b>	161.744.987
Financial assets shown at amortized value	<b>12.110.616</b>	-
	<b>198.324.142</b>	161.744.987

Financial assets at FVTPL:

Shareholders	Share rate %	31 March 2022		Share rate %	31 December 2021	
		Amount	Cost		Amount	Cost
<u>Listed equity instruments</u>						
Ereğli Demir Çelik Fabrikaları A.Ş. (*)	< 1	<b>186.213.526</b>	<b>7.245.316</b>	< 1	161.744.987	7.245.316

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

The Group's share rate on Ereğli Demir Çelik Fabrikaları A.Ş. is less than 1%. Shares traded on the stock exchange are valued at the best purchase price as of the balance sheet date.

Financial assets shown at amortized value:

	31 March 2022	31 December 2021
Private sector bonds	<b>12.110.616</b>	-
	<b>12.110.616</b>	-

Group has made securities investment in order to obtain the return fixed income issued by banks and the private sector in Turkey. The fixed income securities held by the Group under the business model for collection of contractual cash flows that includes principal and interest payments related with principal amount.

### 10. PROVISIONS

	31 March 2022	31 December 2021
<b>Short-term provisions</b>		
State provision for the mine (*)	<b>16.406.143</b>	12.238.824
Provision for legal cases	<b>11.491.335</b>	11.491.335
Other short-term provisions (**)	<b>15.059.327</b>	9.896.332
	<b>42.956.805</b>	33.626.491

(\*) 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 sales premiums to be paid to the retailers and other various provisions.

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

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

### 10. PROVISIONS (cont'd)

Long-term provisions	31 March 2022	31 December 2021
Provision for land occupation	3.131.585	2.531.585
Mine rehabilitation fee	3.727.126	3.727.126
	<b>6.858.711</b>	6.258.711

The movement of short and long-term provisions as of 31 March 2022 and 2021 is presented below.

	Short-term			Long-term	
	State provision for the mine	Provision for legal cases	Other provisions	Mine rehabilitation fees	Provision for land occupation
As of 1 January 2022	12.238.824	11.491.335	9.896.332	3.727.126	2.531.585
Additional provision	4.167.319	-	13.988.104	-	600.000
Payments during the period	-	-	(8.825.109)	-	-
<b>31 March 2022</b>	<b>16.406.143</b>	<b>11.491.335</b>	<b>15.059.327</b>	<b>3.727.126</b>	<b>3.131.585</b>

	Short-term			Long-term	
	State provision for the mine	Provision for legal cases	Other provisions	Mine rehabilitation fees	Provision for land occupation
As of 1 January 2021	9.387.462	10.983.101	13.688.243	5.276.074	5.440.998
Additional provision	2.783.163	1.000.000	1.479.918	-	200.000
Payments during the period	-	-	(13.688.243)	-	(3.247.730)
31 March 2021	12.170.625	11.983.101	1.479.918	5.276.074	2.393.268

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

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

## 11. COMMITMENTS

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

31 March 2022	TL	US Dollars (TL equivalent)	Euro (TL equivalent)	Total TL
A. Total Amount of GPMs Given for the Company’s Own Legal Personality	206.683.147	15.660.086	1.856.547	224.199.780
- <i>Guarantee Letters</i>	206.683.147	15.660.086	1.856.547	224.199.780
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>206.683.147</b>	<b>15.660.086</b>	<b>1.856.547</b>	<b>224.199.780</b>

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

31 December 2021	TL	US Dollars (TL equivalent)	Euro (TL equivalent)	Total TL
A. Total Amount of GPMs Given for the Company’s Own Legal Personality	182.134.381	20.258.613	1.719.884	204.112.878
- <i>Guarantee Letters</i>	182.134.381	20.258.613	1.719.884	204.112.878
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>182.134.381</b>	<b>20.258.613</b>	<b>1.719.884</b>	<b>204.112.878</b>

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

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

### 12. BORROWINGS

	<b>31 March 2022</b>	31 December 2021
<b>Short-term borrowings</b>		
Bank loans	<b>360.770.671</b>	124.276.649
Short-term portion of long-term bank loans	-	5.000.000
Lease liabilities	<b>5.681.808</b>	7.888.532
Borrowing instruments issued	<b>7.568.777</b>	8.668.309
	<b>374.021.256</b>	145.833.490
<b>Long-term borrowings</b>		
Borrowing instruments issued	<b>300.000.000</b>	300.000.000
Long-term lease liabilities	<b>19.740.112</b>	21.197.169
	<b>319.740.112</b>	321.197.169

The details of bank loans are as follows:

Currency	Weighted average interest rate	31 March 2022	
		Short-term	Long-term
TL	15,28%	<b>360.770.671</b>	-
		<b>360.770.671</b>	-
Currency	Weighted average interest rate	31 December 2021	
		Short-term	Long-term
TL	14,74%	129.276.649	-
		129.276.649	-

The repayment schedule of the Group for bank loans as of 31 March 2022 and 31 December 2021 is as follows:

	<b>31 March 2022</b>	31 December 2021
Payable within 1 year	<b>360.770.671</b>	129.276.649
Payable within 1 - 2 years	-	-
Payable within 2 - 3 years	-	-
Payable within 3 - 4 years	-	-
	<b>360.770.671</b>	129.276.649



# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

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

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

a) Share Capital and Treasury Shares

As of 31 March 2022 and 31 December 2021, the paid-in capital structure of the Company is as follows:

Shareholders	%	31 March 2022	%	31 December 2021
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 31 March 2022, the capital of the Company consists of 115.979.344.100 shares (31 December 2021: 115.979.344.100 shares). The nominal value of the shares is TL 0,01 per share (31 December 2021: per share TL 0,01).

b) Restricted reserves appropriated from profit

The Group reserves 5% of the historical statutory profit as first legal reserve, until the total reserve reaches 20% of the historical paid in share capital according to Turkish Commercial Law. The other legal reserve is appropriated at the rate of 10% per annum of all cash dividend distributions after the payment of dividends to the shareholders at a rate of 5%. According to Turkish Commercial Law, general legal reserves can only be used if it does not exceed the capital or issued capital for close the losses, continue the business when business is not going well or end the unemployment and to take suitable precautions to reduce the results of unemployment. Details of restricted reserves appropriated profit are as follows:

	31 March 2022	31 December 2021
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*

	31 March 2022	31 December 2021
Current corporate tax	<b>55.773.359</b>	206.338.165
Less: Prepaid taxes and funds	<b>(279.563)</b>	(136.606.253)
<b>Tax liability for the profit for the period to be paid</b>	<b>55.493.796</b>	69.731.912

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

	1 January- 31 March 2022	1 January- 31 March 2021
The tax expense / (income) consists of:		
Current tax expense	<b>55.773.359</b>	32.456.951
Tax income relating to the origination and reversal of temporary differences	<b>(2.939.882)</b>	(804.912)
<b>Total tax expense / (income)</b>	<b>52.833.477</b>	31.652.039

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

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

### 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.

"Law on the Amendment of Certain Tax Laws and Some Other Laws" numbered 7061 was published in the Official Newspaper dated 5 December 2017 and numbered 30261. In Article 89 of this Law, amendments are made in the 5th article entitled "Exceptions" of the Corporate Tax Law. The first paragraph of the article; (a) the 75% exemption applied to the earnings generated by the sale of immovable properties in the assets of the institutions for two full years has been reduced to 50%. This regulation entered into force on 5 December 2017.

The effective corporate tax rate in Turkey is 23% (2021: 25%). For Ünye Cem SRL, the taxable corporate income subjected to Romanian law, is calculated as 16% on the remaining basis after deducting deductible expenses (2021: 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.

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

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

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

The tax rate used in the calculation of deferred tax assets and liabilities is in between 20% -23% (2021: 20% - 22%).

	31 March 2022	31 December 2021
<b>Deferred tax (assets)/liabilities:</b>		
Depreciation and amortization differences of property, plant and equipment and intangible assets	(13.253.663)	(11.864.028)
Provision for employment termination benefit	24.082.170	25.190.474
Premium provision provided to employees	10.356.748	5.854.500
Senior labor incentive bonus provision	8.519.380	8.989.605
Provision for unused vacation	1.127.387	1.805.325
Provision for legal cases	2.153.435	2.153.435
Provision for doubtful trade receivables	15.063.855	15.063.855
Provision for sales incentive premium	652.337	652.337
Provision for state right to mines	1.188.199	2.146.682
Provision for land occupation	386.317	506.317
Provision for rehabilitation	413.344	413.344
Valuation of equity shares	(6.585.832)	(7.992.773)
Investment allowance and energy incentive	68.771.919	63.560.584
Other	1.400.824	4.856.880
	<b>114.276.420</b>	<b>111.336.537</b>

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

	1 January - 31 March 2022	1 January - 31 March 2021
<b>Reconciliation of tax provision:</b>		
Operating profit before tax	275.238.782	163.937.688
Income tax rate of 23% (2021: 25%)	(63.304.920)	(36.066.291)
Tax effect of:		
- non-deductible expenses	(1.771.613)	(657.317)
- prior years' losses on which deferred tax asset is not generated	-	2.558.165
- exemptions and other discounts	11.090.099	2.125.201
- other adjustments	1.152.957	388.203
Tax provision expense in the statement of profit or loss and other comprehensive income	<b>(52.833.477)</b>	<b>(31.652.039)</b>

### 15. EARNING PER SHARE

	1 January - 31 March 2022	1 January - 31 March 2021
<b>Earning per Share</b>		
Profit for the period	222.405.305	132.285.649
Average amount of shares available during the period	115.979.344.100	115.979.344.100
Earning per share from ongoing activities (TL 1 nominal cost)	<b>0,19</b>	0,11

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

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

### 16. REVENUE AND COST OF SALES

#### a) Revenue

	<b>1 January- 31 March 2022</b>	1 January- 31 March 2021
Domestic sales	<b>1.303.494.503</b>	679.072.289
Foreign sales (export)	<b>287.145.623</b>	150.641.761
Foreign sales (export listed)	<b>67.950.313</b>	22.750.243
Sales discounts (-)	<b>(5.148.163)</b>	(5.322.565)
Other income	<b>4.307.999</b>	1.136.583
<b>Net Sales</b>	<b>1.657.750.275</b>	848.278.311

As of 31 March 2022, the Group recognized sales income amounting to TL 1.657.750.275 (31 March 2021: TL 848.278.311) related to performance obligations at a point in time.

#### b) Cost of sales

	<b>1 January- 31 March 2022</b>	1 January- 31 March 2021
Direct raw material and material expenses	<b>(1.169.296.735)</b>	(405.296.282)
Direct labor expenses	<b>(26.822.180)</b>	(16.827.205)
Depreciation and amortization expenses	<b>(46.329.005)</b>	(35.821.504)
Production overhead personnel expenses	<b>(62.980.237)</b>	(35.428.967)
Other production overhead expenses	<b>(271.330.733)</b>	(181.743.592)
<b>Total production cost</b>	<b>(1.576.758.890)</b>	(675.117.550)
Change in semi-finished product inventories	<b>191.266.924</b>	49.101.600
Change in finished product inventories	<b>78.280.786</b>	8.581.664
Cost of trade goods sold	<b>(5.486.248)</b>	(10.765.860)
	<b>(1.312.697.428)</b>	(628.200.146)

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

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

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

The details of other income from operating activities for the periods ended on 31 March 2022 and 2021 are as follows:

<b>Other Income from Operating Activities</b>	<b>1 January- 31 March 2022</b>	<b>1 January- 31 March 2021</b>
Operational exchange difference income	<b>69.686.927</b>	20.055.504
Scrap, material sales and service profit	<b>1.653.390</b>	822.377
Maturity and interest income from forward sales	<b>855.122</b>	5.270.984
Discount interest income	<b>538.095</b>	-
Compensation and penalty income	-	399.238
Other income	<b>2.640.321</b>	2.418.005
	<b>75.373.855</b>	28.966.108

The details of other expenses from operating activities for the periods ended on 31 March 2022 and 2021 are as follows:

<b>Other Expenses from Operating Activities</b>	<b>1 January- 31 March 2022</b>	<b>1 January- 31 March 2021</b>
Operational exchange difference expense	<b>(59.686.201)</b>	(33.032.247)
Compensation and penalty expense	<b>(150.210)</b>	-
Discount interest expense	-	(764.651)
Other expenses	<b>(5.323.913)</b>	(2.913.920)
	<b>(65.160.324)</b>	(36.710.818)

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

### Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

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

#### 18. INCOME FROM INVESTMENT ACTIVITIES

The details of income from investment activities for the periods ended 31 March 2022 and 2021 are as follows:

	<b>1 January - 31 March 2022</b>	1 January - 31 March 2021
<b>Income from investment activities</b>		
Dividend income	<b>25.559.845</b>	10.626.003
Profit from sale of fixed assets	<b>1.167.380</b>	-
Rent income from investment properties	<b>625.873</b>	1.715.624
Valuation difference of financial assets measured at FVTPL	<b>24.468.539</b>	1.838.011
	<b>51.821.637</b>	14.179.638
	<b>1 January – 31 March 2022</b>	1 January - 31 March 2021
<b>Expenses from investment activities</b>		
Rent income from investment properties and other expenses	<b>(84.680)</b>	(91.912)
Loss on sale of disposal of fixed assets	<b>(22.075)</b>	-
	<b>(106.755)</b>	(91.912)

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

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

### 19. FINANCE INCOME AND EXPENSES

The details of finance income for the periods ended 31 March 2022 and 2021 are as follows:

<b>Finance Income</b>	<b>1 January - 31 March 2022</b>	<b>1 January - 31 March 2021</b>
Finance exchange gains	<b>7.266.225</b>	39.177.984
Interest income	<b>4.665.996</b>	12.534.288
Other finance income	<b>56.559</b>	95.782
	<b>11.988.780</b>	51.808.054

The details of finance expenses for the periods ended 31 March 2022 and 2021 are as follows:

<b>Finance Expenses</b>	<b>1 January - 31 March 2022</b>	<b>1 January - 31 March 2021</b>
Interest expense	<b>(27.529.590)</b>	(29.459.711)
Finance exchange loss	<b>(6.047.246)</b>	(15.997.853)
Employment termination benefits interest cost	<b>(5.517.871)</b>	(2.373.073)
Senior labor interest cost	<b>(2.041.857)</b>	(750.182)
Other financial expenses	<b>(3.467.767)</b>	(1.332.571)
	<b>(44.604.331)</b>	(49.913.390)

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

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

### 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

	31 March 2022	31 December 2021
Financial payables (Note: 12)	693.761.368	467.030.659
Less: Cash and Cash Equivalents (Note:3)	(240.784.896)	(314.816.289)
Less: Short-term Financial Investments (Note: 9)	(198.324.142)	(161.744.987)
Net Debt	254.652.330	(9.530.617)
Total Equity	3.198.768.436	2.977.921.193
Total Capital	3.453.420.766	2.968.390.576
<b>Net Debt/Total Capital Ratio</b>	<b>7%</b>	<b>-</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.



# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

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

### 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:

	31 March 2022			
	TL Equivalent (Functional currency)	US Dollars	EURO	GBP
1 Trade Receivable	218.449.992	12.622.749	2.068.684	-
2 Monetary Financial Assets	39.757.867	2.685.637	27.505	-
3 Prepaid Expenses	12.281.463	268.181	492.400	17.575
4 Other Current Assets	7.358.997	190.260	280.872	-
5 CURRENT ASSETS (1+2+3+4)	277.848.319	15.766.827	2.869.461	17.575
6 NON-CURRENT ASSETS	47.887.946	235.677	2.728.704	-
7 TOTAL ASSETS (5+6)	325.736.265	16.002.504	5.598.165	17.575
8 Short-term liabilities	326.197.797	13.565.832	7.801.212	-
9 Long-term liabilities	-	-	-	-
10 TOTAL LIABILITIES (8+9)	326.197.797	13.565.832	7.801.212	-
11 Net foreign currency asset liability position (7-10)	(461.532)	2.436.672	(2.203.047)	17.575
12 Export	287.145.622	18.739.788	1.615.525	-
13 Import	441.958.974	27.850.058	2.082.636	-

## OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

### Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

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

#### 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)

	31 December 2021			
	TL Equivalent (Functional currency)	US Dollar	EURO	GBP
1. Trade Receivables	191.385.200	13.312.269	924.388	-
2. Monetary Financial Assets (including cash, bank deposits)	114.843.234	8.389.779	199.902	-
3. Other Current Assets	37.628.391	737.524	1.821.616	17.575
4. Current Assets (1+ 2 + 3)	343.856.825	22.439.572	2.945.906	17.575
5. Non-Current Assets	44.793.825	235.677	2.760.875	-
6. Total Assets (4 + 5)	388.650.650	22.675.249	5.706.781	17.575
7. Current Liabilities	424.837.902	23.489.246	7.356.242	249
8. Non-current Liabilities	-	-	-	-
9. Total Liabilities (7 + 8)	424.837.902	23.489.246	7.356.242	249
10. Net foreign currency asset liability position (6 - 9)	(36.187.252)	(813.997)	(1.649.461)	17.326
11. Monetary items net foreign currency asset/liability position (6 - 9)	(36.187.252)	(813.997)	(1.649.461)	17.326
12. Export	796.726.483	80.450.042	5.285.067	-
13. Export-registered sales	205.102.419	20.024.188	1.296.115	-
14. Import	282.113.266	25.053.869	6.498.573	236.426

##### 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.

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

Notes to the Condensed Consolidated Financial Statements  
for the Three-month Interim Period Ended 31 March 2022

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

## 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)*

Foreign currency sensitivity (cont'd)

	<b>31 March 2022</b>	
	<u>Profit / Loss</u>	<u>Profit / Loss</u>
	<u>Appreciation of foreign currency</u>	<u>Depreciation of foreign currency</u>
<b>In case of 20% appreciation of US Dollar against TL</b>		
1 - USD net asset / liability	<b>7.139.595</b>	<b>(7.139.595)</b>
2- Portion hedged from USD risk (-)	-	-
3 – USD net effect (1+2)	<b>7.139.595</b>	<b>(7.139.595)</b>
<b>In case of 20% appreciation of Euro against TL</b>		
4 - Euro net asset / liability	<b>(7.181.999)</b>	<b>7.181.999</b>
5 - Portion hedged from Euro risk (-)	-	-
6 – Euro net effect	<b>(7.181.999)</b>	<b>7.181.999</b>
<b>TOTAL (3 + 6)</b>	<b>(42.404)</b>	<b>42.404</b>

	31 December 2021	
	<u>Profit / Loss</u>	<u>Profit / Loss</u>
	<u>Appreciation of foreign currency</u>	<u>Depreciation of foreign currency</u>
<b>In case of 20% appreciation of US Dollar against TL</b>		
1 - USD net asset / liability	(2.173.859)	2.173.859
2 - Portion hedged from USD risk (-)	-	-
3 - USD net effect (1+2)	(2.173.859)	2.173.859
<b>In case of 20% appreciation of Euro against TL</b>		
4 - Euro net asset / liability	(4.985.958)	4.985.958
5 - Portion hedged from Euro risk (-)	-	-
6- Euro net effect (4+5)	(4.985.958)	4.985.958
<b>TOTAL (3 + 6)</b>	<b>(7.159.817)</b>	<b>7.159.817</b>

# OYAK ÇİMENTO FABRİKALARI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

## Notes to the Condensed Consolidated Financial Statements for the Three-month Interim Period Ended 31 March 2022

(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 31 March 2022 and 31 December 2021, 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:

	31 March 2022		
Financial assets at fair value in the balance sheet	Level 1	Level 2	Level 3
Financial assets at FVTPL	186.213.526	-	-

  

	31 December 2021		
Financial assets at fair value in the balance sheet	Level 1	Level 2	Level 3
Financial assets at FVTPL	161.744.987	-	-

### 21. EVENTS AFTER BALANCE SHEET

None.