ZORLU ENERJİ
ELEKTRİK ÜRETİM AŞ

SUMMARY FINANCIAL STATEMENTS
FOR THE PERIOD
01.01.2019 - 31.03.2019

(Originally issued in Turkish)

ZORLUENERJİ

ZORLU ENERJİ ELEKTRİK ÜRETİM AŞ
CONDENSED INTERIM CONSOLIDATED BALANCE SHEETS
AS OF 31 MARCH 2019 AND 31 DECEMBER 2018

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated)

			Audited
ASSETS	**Note**	**31.03.2019**	**31.12.2018**
Current Assets		**3,091,078**	**3,414,527**
Cash and cash equivalents	4	232,542	598,576
Trade receivables		775,824	632,448
Related parties	19	37,096	23,185
Other parties		738,728	609,263
Other receivables		979,050	1,019,582
Related parties	19	909,970	986,313
Other parties		69,080	33,269
Receivables from service concession arrangements	5	133,048	158,453
Derivative financial instruments	12	7,963	5,148
Inventories		9,411	9,416
Prepaid expenses		45,422	19,242
Other parties		45,422	19,242
Current period income tax assets		721	6,303
Other current assets		285,198	361,042
Other parties	6	285,198	361,042
Sub Total		**2,469,179**	**2,810,210**
Assets held for sale		621,899	604,317
Non - Current Assets		**13,896,378**	**13,749,333**
Financial investments		246	246
Other receivables		1,301,339	1,184,359
Related parties	19	1,301,308	1,184,359
Other parties		31	--
Receivables from service concession arrangements	5	1,185,316	1,167,479
Associates		444,777	378,523
Property, plant and equipment	7	8,870,565	8,916,703
Intangible assets	8	1,628,101	1,655,715
Right-of-use asset		30,835	--
Prepaid expenses		1,644	454
Deferred tax asset	15	314,994	309,401
Other non-current assets		118,561	136,453
Other parties	6	118,561	136,453
TOTAL ASSETS		**16,987,456**	**17,163,860**

ZORLU ENERJİ ELEKTRİK ÜRETİM AŞ
CONDENSED INTERIM CONSOLIDATED BALANCE SHEETS
AS OF 31 MARCH 2019 AND 31 DECEMBER 2018

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated)

			Audited
LIABILITIES AND SHAREHOLDERS' EQUITY	**Note**	**31.03.2019**	**31.12.2018**
Current Liabilities		**6,213,284**	**6,208,212**
Short-term financial liabilities		835,571	799,903
Related parties	9,19	63,983	68,524
Bank loans	9	751,072	723,841
Leasing debt	9	20,516	7,538
Short-term portion of long-term financial liabilities		2,598,644	2,591,349
Bank loans	9	2,002,443	2,076,080
Issued debt instruments	9	345,519	351,086
Other	9	250,682	164,183
Trade payables		1,361,058	1,514,021
Related parties	19	57,929	127,224
Other parties		1,303,129	1,386,797
Payables related to employee benefits		7,197	12,001
Other payables		713,751	709,738
Other parties	10	713,751	709,738
Derivative financial instruments	12	14,572	8,522
Deferred income		117,663	32,195
Other parties	13	117,663	32,195
Current income tax liabilities		10,185	2,897
Short-term provisions		13,710	16,198
Other provisions		13,710	16,198
Other current liabilities		109,654	114,706
Other parties	6	109,654	114,706
Sub Total		**5,782,005**	**5,801,530**
Liabilities held for sale		431,279	406,682
Non- Current Liabilities		**8,740,535**	**8,586,531**
Long-term financial liabilities		8,094,856	7,888,475
Bank loans	9	7,885,952	7,606,374
Leasing debt	9	43,589	26,983
Other	9	165,315	255,118
Other payables		18,773	20,014
Other parties		18,773	20,014
Derivative financial instruments	12	67,255	33,076
Deferred income		56,651	57,314
Other parties	13	56,651	57,314

Long term provisions		25,167	23,281
Long term provisions for employment benefit		25,167	23,281
Deferred tax liability	15	477,833	564,371
Shareholders' Equity		**2,033,637**	**2,369,117**
Equity attributable to owners of parent		**2,131,479**	**2,462,191**
Share capital	14	2,000,000	2,000,000
Adjustments to share capital	14	102,575	102,575
Share premium (Discount)		916	916
Impact of business combinations under common control or mergers involving businesses	2.6	(196,875)	(196,875)
Other comprehensive income/(expense) that will not be reclassified to profit or loss		3,679,603	3,727,623
Revaluation gain/(loss)		3,679,603	3,727,623
Increases/(decreases) on revaluation of property, plant and equipment		3,685,096	3,732,845
Actuarial gain/(loss) arising from defined benefit plans		(5,493)	(5,222)
Other comprehensive income/(expense) that will be reclassified to profit or loss		(2,069,588)	(1,703,341)
Currency translation differences		338,167	281,388
Gains/(losses) on hedges	12	(2,407,755)	(1,984,729)
Restricted reserves		7,897	7,897
Legal reserves		7,897	7,897
Accumulated losses		(1,428,855)	(1,511,152)
Net profit for the period		35,806	34,548
Non-controlling interests		(97,842)	(93,074)
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**16,987,456**	**17,163,860**

ZORLU ENERJİ ELEKTRİK ÜRETİM AŞ
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF INCOME
FOR THE PERIOD ENDED 31 MARCH 2019 AND 31 MARCH 2018

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated)

	Note	01.01 - 31.03.2019	*Restated* 01.01 - 31.03.2018
Revenue		1,870,843	1,277,579
Cost of sales (-)	16	(1,482,172)	(978,498)
Gross Profit		**388,671**	**299,081**
General & Administrative expenses (-)	16	(40,072)	(40,432)
Marketing expenses (-)	16	(13,049)	(11,430)
Other operating income	17	93,007	53,637
Other operating expense (-)	17	(49,034)	(42,373)
Operating Profit		**379,523**	**258,483**
Income from invesments		13	18
Share of income of associates		22,222	17,413
Operating Profit Before Financing Expenses		**401,758**	**275,914**
Financial income	18	298,441	194,753
Financial expenses (-)	18	(641,481)	(438,082)
(Loss)/Profit Before Income Tax		**58,718**	**32,585**
Current income tax expenses (-)	15	(16,656)	(14,071)
Deferred tax income/(expenses)	15	(11,024)	17,751
Net Profit/(Loss) for the Period		**31,038**	**36,265**
Net loss attributable to:			
Non-controlling interest		(4,768)	965
Equity holders of the Company		35,806	35,300
Earnings/(loss) per share		0,018	0,018

ZORLU ENERJİ ELEKTRİK ÜRETİM AŞ
CONDENSED INTERIM STATEMENTS OF CONSOLIDATED CASH FLOW
FOR THE PERIOD ENDED 31 MARCH 2019 AND 31 MARCH 2018

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated)

	Note	01.01-31.03.2019	*Restated* 01.01-31.03.2018
Net Cash Provided by Operating Activities		**471,828**	**293,950**
Net income/(loss) for the period		31,038	36,265
Adjustments to reconcile profit/(loss)		**458,914**	**255,735**
Depreciation and amortization	16,17	126,274	90,886
Adjustments related to provisions		791	(8,673)
Provisions for employee benefits		3,279	(32)
Other		(2,488)	(8,641)
Adjustments related to interest (income)/expenses		348,614	211,721
Interest income	17,18	(83,215)	(38,925)
Interest expense	17,18	431,829	250,646
Unrealized foreign exchange differences		(30,034)	31,005
Adjustments related to fair value (gain)/loss		(4,599)	(75,186)
Fair value (gain)/loss on financial assets	5	(18,097)	(20,629)
Fair value (gain)/loss on derivative financial instruments	18	13,498	(54,557)
Adjustments for undistributed profits of associates		(22,222)	(17,413)
Tax (income)/expense	15	27,680	(3,680)
(Income)/loss from sales of tangible assets		(13)	(18)
Other adjustments to reconcile profit/(loss)	4	12,423	27,093
Changes in Working Capital		**(6,407)**	**5,631**
(Increase)/decrease in trade receivables		(139,907)	(167,151)
Related parties		(13,911)	(50,767)
Other parties		(125,996)	(116,384)
(Increase)/decrease in other receivables		155,753	253,524
Related parties		191,595	256,595
Other parties		(35,842)	(3,071)
(Increase)/decrease in inventories		5	8,922
Increase/(decrease) in trade payables		(179,629)	(49,093)
Related parties		(68,465)	(154,825)
Other parties		(111,164)	105,732
Increase/(decrease) in other payables		10,685	(38,238)
Other parties		10,685	(38,238)
Other		146,686	(2,333)
(Increase)/decrease in other assets		71,688	(97,756)
Increase/(decrease) in other liabilities		74,998	95,423
Cash flows from operating activities		**483,545**	**297,631**
Employee termination benefits paid		(1,628)	(3,681)
Taxes paid		(10,089)	--
Net Cash From Investing Activities		**6,706**	**(179,799)**
Cash flows used in obtaining control of subsidiaries		--	--
Cash provided from sales of tangible and intangible assets		2,676	218
Tangible assets		2,667	218
Intangible assets		9	--
Cash outflows from acqusition of tangible and intangible assets		(6,174)	(209,318)
Tangible assets		(6,162)	(207,584)
Intangible assets		(12)	(1,734)

Cash provided from sales of tangible assets held for sale		--	--
Other inflows/(outflows) of cash	4	10,204	29,301
Net Cash From Financing Activities		**(875,499)**	**463,369**
Proceeds from borrowings		152,242	1,459,179
Bank loans	9	28,329	1,319,259
Issued debt instruments	9	123,913	139,000
Other financial borrowings	9	--	920
Repayments of borrowings		(460,285)	(371,437)
Bank loans	9	(349,765)	(317,437)
Issued debt instruments	9	(110,520)	(54,000)
Decrease in other payables to related parties	9	(45,272)	(447,280)
Cash Outflows on Debt Payments from Leasing Agreements	9	(5,121)	--
Interest paid		(470,636)	(151,328)
Interest received		11,844	6,012
Other inflows/(outflows) of cash	4	(58,271)	(31,777)
Net increase/(decrease) in cash and cash equivalents before foreign currency translation differences		**(396,965)**	**577,520**
Net increase/(decrease) in cash and cash equivalents		(396,965)	577,520
Cash and cash equivalents at the beginning of the period		**582,683**	**352,456**
Cash and cash equivalents at the end of the period	**4**	**185,718**	**929,976**