



## Independent Limited Assurance Report

### **Private and Confidential**

To the Board of Directors of alıık Denim Tekstil San ve Tic A.Ş.

#### *Introduction*

1. We have been engaged by the Board of Directors of alıık Denim Tekstil San ve Tic A.Ş. (the “Company”) to perform an independent limited assurance engagement in respect of the cotton procurements of alıık Denim made between January 1st, 2017 and June 30, 2017 at the factory located at 1.Organize Sanayi Bölgesi 2.Cadde No:6 44900 Yeşilyurt, Malatya, Turkey.

#### *Scope*

2. Our assurance engagement focused on the accompanying schedule of cotton procurements made between January 1st, 2017 and June 30 2017 (“the Schedule”). The Schedule (Appendix A) has been prepared by management in order to demonstrate the country of origin of the cotton vendors to its customers/potential customers.

#### *Management’s responsibility*

3. Management is responsible for the preparation of the Schedule and presentation of the Schedule that is free from material misstatement.

#### *Auditor’s responsibility*

4. Our responsibility is to form a conclusion, based on limited assurance procedures, on whether anything has come to our attention that causes us to believe that the cotton procurements made during this period as stated by alıık Denim Tekstil San ve Tic A.Ş. has not been properly prepared in all material respects.

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### **Assurance work performed**

5. We conducted our engagement in accordance with the International Standard on Assurance Engagements (ISAE) 3000, 'Assurance engagements other than audits or reviews of historical financial information', issued by the International Auditing and Assurance Standards Board. This standard requires that we comply with ethical requirements and plan and perform the assurance engagement to obtain limited assurance on the Schedule. A limited assurance engagement is less in scope than a reasonable assurance engagement under ISAE 3000. Consequently, the nature, timing and extent of procedures for gathering sufficient appropriate evidence are deliberately limited relative to a reasonable assurance engagement. Our limited assurance procedures included:
- Making inquiries of relevant management of Çalık Denim Tekstil San ve Tic A.Ş. and reviewing sample of relevant management information.
  - Limited testing, on a selective basis, of the preparation and collation of the cotton procurements made during this period as stated by Çalık Denim Tekstil San ve Tic A.Ş.
  - Undertaking analytical procedures over the reported data.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our limited assurance conclusion.

### **Conclusion**

6. Based on the results of our procedures, nothing has come to our attention that causes us to believe that the cotton procurements made during this period as stated by Çalık Denim Tekstil San ve Tic A.Ş. for the selected time period has not been properly prepared in all material respects.

### *Restriction on distribution and use*

7. This report is prepared upon the request of the Çalık Denim Tekstil San ve Tic A.Ş., solely for the use of the Management of Çalık Denim, therefore, should not be released to any other party without our written consent. Furthermore, we do not accept responsibility and do not assume any duties or obligations for the use of this letter by any other party.

PwC Yönetim Danışmanlığı A.Ş.

Tumin Gültekin,  
Partner

Istanbul, 18 August 2017



**APPENDIX A - The schedule of cotton procurements made during this period as stated by Çalık Denim Tekstil San ve Tic A.Ş.:**

The cotton procurement starting from 01.01.2017 until 30.06.2017 stated by the Management of Çalık Denim Tekstil San ve Tic A.Ş. as follows:

<b>Country of Origin</b>	<b>Amount of cotton procured (kg)</b>
Turkey	632.660
USA	9.204.557
India	1.200.000