

**CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH**

DOĐAN ŐİRKETLER GRUBU HOLDİNG A.Ő.

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AT 1 JANUARY - 31 MARCH 2023**

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

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DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

ASSETS	Notes	Unaudited Current Period 31 March 2023	Audited Prior Period 31 December 2022
Current assets		33,078,308	30,042,260
Cash and cash equivalents	6	4,481,306	7,049,564
Financial investments	7	11,511,008	10,044,176
Trade receivables			
- Due from related parties	28	22,007	13,329
- Due from non-related parties	9	4,149,971	5,234,417
Receivables from finance sector operations			
- Due from related parties	28	-	817
- Due from non-related parties		2,254,843	1,839,487
Balances with the Central Bank of the Republic of Turkey		75,067	38,265
Other receivables			
- Due from non-related parties	10	65,230	64,067
Inventories	11	2,997,425	4,301,636
Prepaid expenses		2,158,511	1,005,998
Derivative instruments		114,592	117,676
Assets arising from customer contracts		-	8,286
Biological assets		25,507	25,049
Assets related to current tax	26	-	7,116
Other current assets	19	287,856	292,377
Subtotal		28,143,323	30,042,260
Non-current assets classified as held for sale	25	4,934,985	-
Non-current assets		11,383,865	12,189,313
Trade receivables			
- Due from non-related parties		-	12,825
Financial investments	7	937,680	918,457
Investments accounted for by the equity method	4	559,301	562,039
Investment properties	12	2,619,694	2,640,995
Property, plant and equipment	13	2,927,296	3,250,421
Intangible assets			
- Other intangible assets	14	2,296,947	2,437,882
- Goodwill	14	435,787	437,023
Rights of use assets	15	408,047	708,963
Prepaid expenses		282,204	176,122
Derivative instruments		70,318	70,820
Deferred tax asset	26	782,654	889,666
Other non-current assets		63,937	84,100
Total assets		44,462,173	42,231,573

The condensed consolidated financial statements as of and for the period ended 31 March 2023 have been approved by the Board of Directors on 9 May 2023.

The accompanying notes are an integral part of these condensed consolidated financial statements.

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

LIABILITIES	Notes	Unaudited Current Period 31 March 2023	Audited Prior Period 31 December 2022
Short-term liabilities		16,629,390	14,850,734
Short-term borrowings			
- Short-term borrowings from non-related parties			
- Bank borrowings	8	5,337,016	6,812,109
- Issued debt instruments	8	1,331,271	1,210,891
Short-term portion of long-term borrowings			
- Short-term portion of long-term borrowings from related parties			
- Lease borrowings	8, 28	5,591	17,543
- Short-term portion of long-term borrowings from non-related parties			
- Bank borrowings	8	916,261	1,126,195
- Lease borrowings	8	108,452	134,970
Trade payables			
- Due to related parties	28	4,741	5,479
- Due to non-related parties	9	2,117,621	2,978,637
Payables from finance sector operations			
- Due to related parties	28	55	59
- Due to non-related parties	28	142,147	215,200
Payables related to employee benefits	20	210,691	234,605
Deferred income (Except obligations arising from customer contracts)			
- Deferred income from non-related parties			
(Except obligations arising from customer contracts)		497,081	469,551
Derivative instruments		16,864	9,988
Other payables			
- Due to related parties	28	190,000	-
- Due to non-related parties	10	377,456	163,766
Current income tax liability	26	125,473	220,230
Short-term provisions			
- Short-term provisions for employment benefits	20	125,027	95,456
- Other short-term provisions	17	1,858,076	1,152,221
Other short term liabilities		7,077	3,834
Subtotal		13,370,900	14,850,734
Liabilities related to asset groups classified as held for sale	25	3,258,490	-
Long-term liabilities		3,648,508	3,876,571
Long-term borrowings			
- Long-term borrowings from related parties			
- Lease borrowings	8, 28	-	12,303
- Long-term borrowings from non-related parties			
- Bank borrowings	8	2,016,989	2,071,244
- Lease borrowings	8	329,034	515,386
Investments accounted for by the equity method	4	181,980	177,280
Other payables			
- Due to non-related parties	10	101,148	95,710
Deferred income (Except obligations arising from customer contracts)			
- Deferred income from non-related parties			
(Except obligations arising from customer contracts)		6,484	22,882
Long-term provisions			
- Long-term provisions for employment benefits	20	339,050	323,510
- Other long term provisions		6,036	7,970
Derivative instruments		4,000	6,090
Deferred tax liability	26	663,787	644,196
EQUITY		24,184,275	23,504,268
Equity attributable to equity holders of the parent company		20,705,286	20,217,048
Share capital	21	2,616,938	2,616,938
Adjustments to share capital	21	143,526	143,526
Repurchased shares (-)	21	(59,533)	(59,533)
Share premiums (discounts)		35,159	35,159
Other comprehensive income (losses) that will not be reclassified in profit or loss			
- Actuarial gains (losses) on defined benefit plans		(175,677)	(139,410)
Shares not classified as profit or loss from other comprehensive income of investments accounted for by equity method		(4,041)	(4,041)
Other comprehensive income (losses) that will be reclassified in profit or loss			
- Change in currency translation reserves		4,269,914	4,040,005
- Gain (loss) on revaluation and reclassification of financial assets held for sale		(456,348)	(308,824)
Restricted reserves		2,611,163	1,867,062
Dividend advances paid (net) (-)		-	(291,000)
Retained earnings or accumulated losses		11,092,065	6,302,756
Net profit or loss for the period		632,120	6,014,410
Non-controlling interests		3,478,989	3,287,220
Total liabilities		44,462,173	42,231,573

The accompanying notes are an integral part of these condensed consolidated financial statements.

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIODS 1 JANUARY - 31 MARCH 2023 AND 2022

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

Notes	<i>Unaudited Current Period 1 January - 31 March 2023</i>	<i>Unaudited Current Period 1 January - 31 March 2022</i>
Profit or Loss		
Revenue	4,683,719	2,187,563
Revenue From Finance Sector Operations	1,867,218	110,913
Total Revenue	6,550,937	2,298,476
Cost of Sales (-)	(3,946,218)	(1,459,820)
Cost of Finance Sector Operations (-)	(1,098,351)	(69,200)
Total Cost of Sales	(5,044,569)	(1,529,020)
Gross Profit (Loss) (Non-Finance)	737,501	727,743
Gross Profit (Loss) (Finance)	768,867	41,713
Gross Profit (Loss)	1,506,368	769,456
Research and Development Expenses (-)	(24,652)	(1,728)
General Administrative Expenses (-)	(295,926)	(136,898)
Marketing Expenses (-)	(348,209)	(142,479)
Other Income From Operating Activities	269,981	568,602
Other Expenses From Operating Activities (-)	(166,238)	(29,262)
Share of Gain (Loss) on Investments Accounted for by the Equity Method	(7,419)	(7,625)
Operating Profit/(Loss)	933,905	1,020,066
Income from Investment Activities	393,421	378,595
Expenses from Investment Activities (-)	-	(38,534)
Operating Profit (Loss) Before Finance (Expense)/Income	1,327,326	1,360,127
Finance Expenses (-)	(459,052)	(311,311)
Profit (Loss) Before Taxation From Continued Operations	868,274	1,048,816
Tax Expense From Continued Operations	(172,987)	(129,016)
Tax Income/(Expense) for the Period	(159,545)	(159,875)
Deferred Tax Income/(Expense)	(13,442)	30,859
Profit/(Loss) For The Period From Continued Operations	695,287	919,800
Profit/(Loss) For The Period From Discontinued Operations		
Profit for the Period from Discontinued Operations	33,038	265,961
Profit/(Loss) For The Period From	728,325	1,185,761
Allocation of Profit/(Loss) For The Period		
Attributable to Non-Controlling Interests	96,205	202,260
Attributable to Equity Holders of the Parent Company	632,120	983,501
Gain/(Loss) Per Share Attributable to Equity Holders of the Parent Company	0.244	0.380

The accompanying notes are an integral part of these condensed consolidated financial statements.

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.**CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE PERIODS 1 JANUARY - 31 MARCH 2023 AND 2022**

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

	<i>Unaudited Current Period 1 January - 31 March 2023</i>	<i>Unaudited Current Period 1 January - 31 March 2022</i>
Profit For The Period		
OTHER COMPREHENSIVE INCOME	728,325	1,185,761
That will not be reclassified as profit or loss		
Defined benefit plans re-measurement gains / (losses)	(45,334)	-
Taxes on other comprehensive income that will not be reclassified in profit or loss		
- Tax effect of actuarial gains (losses) on defined benefit plans	9,067	-
That will be reclassified as profit or loss		
Currency translation differences	391,642	492,533
Gain/(loss) on revaluation and/or reclassification of financial assets available for sale	(199,181)	(11,348)
Taxes related to other comprehensive income that will be reclassified as profit or loss		
- Tax effect on revaluation and/or reclassification of financial assets available for sale	51,657	7,558
OTHER COMPREHENSIVE INCOME /(LOSS)	207,851	488,743
TOTAL COMPREHENSIVE INCOME /(LOSS)	936,176	1,674,504
Allocation of Total Comprehensive Income/(Loss)		
Attributable to Non-Controlling Interests	257,938	172,579
Attributable to Equity Holders of the Parent Company	678,238	1,501,925

The accompanying notes are an integral part of these condensed consolidated financial statements.

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIODS 1 JANUARY - 31 MARCH 2023 AND 2022

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

	Notes	Share Capital	Adjustments to share capital	Repurchased shares	Accumulated other comprehensive income or loss that will not be reclassified to profit or loss		Accumulated other comprehensive income or loss that will be reclassified to profit or loss			Retained earnings				Equity	
					Actuarial gains/(losses) on defined benefit plans	Shares not classified as profit or loss from other comprehensive income of investments accounted for by equity method	Share premiums/ discounts	Gain/(loss) on revaluation and/or reclassification of financial assets available for sale	Currency translation differences	Restricted reserves	Retained earnings/ accumulated (losses)	Net profit/(loss) for the period	Equity attributable to equity holders of the parentcontrolling company		Non-controlling interest
Balance at 1 January 2023	21	2,616,938	143,526	(59,533)	(139,410)	(4,041)	35,159	(308,824)	4,040,005	1,867,062	6,011,756	6,014,410	20,217,048	3,287,220	23,504,268
Transfers		-	-	-	-	-	-	-	-	744,101	5,270,309	(6,014,410)	-	-	-
Acquisition or disposal of a subsidiary (Note 3)		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends		-	-	-	-	-	-	-	-	-	(190,000)	-	(190,000)	-	(190,000)
Transactions with non-controlling interest Shareholders		-	-	-	-	-	-	-	-	-	-	-	-	(66,169)	(66,169)
Increase/(decrease) due to repurchase transactions does not result in loss of control in subsidiaries		-	-	-	-	-	-	-	-	-	-	-	-	-	-
increase/decrease due to share rate changes		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income/(loss)		-	-	-	(36,267)	-	-	(147,524)	229,909	-	-	632,120	678,238	257,938	936,176
Profit/(loss) for the period		-	-	-	-	-	-	-	-	-	-	632,120	632,120	96,205	728,325
Other comprehensive income/(loss)		-	-	-	(36,267)	-	-	(147,524)	229,909	-	-	-	46,118	161,733	207,851
- Currency translation differences		-	-	-	-	-	-	-	229,909	-	-	-	229,909	161,733	391,642
- Defined benefit plans re-measurement gains/(losses)		-	-	-	(36,267)	-	-	-	-	-	-	-	(36,267)	-	(36,267)
- Change in financial asset revaluation fund		-	-	-	-	-	-	(147,524)	-	-	-	-	(147,524)	-	(147,524)
Balance at 31 March 2023	21	2,616,938	143,526	(59,533)	(175,677)	(4,041)	35,159	(456,348)	4,269,914	2,611,163	11,092,065	632,120	20,705,286	3,478,989	24,184,275

The accompanying notes are an integral part of these condensed consolidated financial statements.

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIODS 1 JANUARY - 31 MARCH 2023 AND 2022

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

	Notes	Share Capital	Adjustments to share capital	Repurchased shares	Accumulated other comprehensive income or loss that will not be reclassified to profit or loss	Shares not classified as profit or loss from other comprehensive income of investments accounted for by equity method	Share by premiums/ discounts	Accumulated other comprehensive income or loss that will be reclassified to profit or loss	Retained earnings		Net profit/ (loss) for the period	Equity attributable to equity holders of the parent company	Non-controlling interest	Equity	
					Actuarial gains/(losses) on defined benefit plans	Gain/(loss) on revaluation and/or reclassification of financial assets available for sale	Currency translation differences	Restricted reserves	accumulated earnings/ losses						
Balance at 1 January 2022	21	2,616,938	143,526	(59,533)	(29,422)	(1,347)	35,159	(86,948)	2,155,915	1,020,689	4,281,683	2,828,476	12,905,136	1,414,544	14,319,680
Transfers		-	-	-	-	-	-	-	-	846,373	1,982,103	(2,828,476)	-	-	-
Acquisition or disposal of a subsidiary (Note 3)		-	-	-	-	-	-	-	-	-	-	-	40,083	-	40,083
Dividends		-	-	-	-	-	-	-	-	-	(330,000)	-	(330,000)	-	(330,000)
Transactions with non-controlling interest shareholders ⁽⁷⁾		-	-	-	-	-	-	-	-	-	1,967	-	1,967	50,505	52,472
Increase (decrease) due to repurchase transactions of shares		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income/(loss)		-	-	-	-	-	-	(3,790)	522,214	-	-	983,499	1,501,923	172,579	1,674,502
Profit (loss) for the period		-	-	-	-	-	-	-	-	-	-	983,499	983,499	202,260	1,185,759
Other comprehensive income (loss)		-	-	-	-	-	-	(3,790)	522,214	-	-	-	518,424	(29,681)	488,743
- Currency translation differences		-	-	-	-	-	-	-	522,214	-	-	-	522,214	(29,681)	492,533
- Change in financial asset revaluation fund		-	-	-	-	-	-	(3,790)	-	-	-	-	(3,790)	-	(3,790)
Balance at 31 March 2022	21	2,616,938	143,526	(59,533)	(29,422)	(1,347)	35,159	(90,738)	2,678,129	1,867,062	5,935,753	983,499	14,079,026	1,677,711	15,756,737

The accompanying notes are an integral part of these condensed consolidated financial statements.

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIODS 1 JANUARY - 31 MARCH 2023 AND 2022

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

Notes	<i>Unaudited Current Period 1 January - 31 March 2023</i>	<i>Unaudited Current Period 1 January - 31 March 2022</i>
A. Net Cash From Operating Activities	1,319,861	(762,927)
Profit/(loss) for the period	728,325	1,185,761
Profit/(Loss) for the period from continued operations	695,287	919,800
Profit/(Loss) for the period from discontinued operations	33,038	265,961
Adjustments regarding reconciliation of net profit (loss) for the period	1,041,095	(131,340)
Adjustments related to depreciation and amortization	13,14,15 240,847	125,233
Adjustments related to provisions		
- <i>Adjustments related to provisions for employee benefits</i>	20 51,278	18,019
- <i>Adjustments related to provisions (reversal) for lawsuits and/or penalty</i>	706,623	(4,722)
- <i>Adjustments related to other provisions (reversals)</i>	13,485	587
Adjustments related to interest (income) and expenses		
- <i>Adjustments related to interest income</i>	22,23 (431,129)	(107,509)
- <i>Adjustments related to interest expenses</i>	24 285,307	225,087
- <i>Deferred financial expense due to purchases with maturity</i>	22 1,313	42,413
- <i>Unearned financial income due from sales with maturity</i>	22 (4,310)	(41,936)
Adjustments related to changes in unrealised foreign exchange differences	35,264	(143,304)
Adjustments related to fair value (gains) losses	(35,707)	(334,727)
Adjustments related to losses (gains) on disposal of non-current assets	(2,282)	(12,555)
Adjustments related to undistributed profits of investments accounted for by the equity method	4 7,419	7,625
Adjustments related to tax income (expense)	26 172,987	94,449
Changes in working capital	(363,239)	(1,364,547)
Decrease (increase) in the balances with the Central Bank of the Republic of Turkey	(36,802)	(52,713)
Decrease (increase) in receivables from finance sector operations	(414,543)	(276,383)
Adjustments for decrease/(increase) in inventories	262,536	(690,146)
Adjustments for decrease/(increase) in trade receivables		
- <i>(Increase)/decrease in trade receivables from related parties</i>	(8,678)	(4,721)
- <i>(Increase)/decrease in trade receivables from non-related parties</i>	(25,751)	(320,526)
Increase (decrease) in payables due to employee benefits	(9,667)	(16,001)
Adjustments regarding decrease/(increase) in other receivables on operations		
- <i>(Increase)/decrease in other receivables regarding operations with non-related parties</i>	149,187	(9,969)
Adjustments regarding increase (decrease) in trade payables		
- <i>Increase/(decrease) in trade payables to related parties</i>	(738)	(869)
- <i>Increase/(decrease) in trade payables to non-related parties</i>	675,506	111,578
Decrease (increase) in receivables from finance sector operations	(73,053)	44,724
Adjustments regarding increase (decrease) in other payables on operations		
- <i>Increase/(decrease) in other payables to related parties</i>	-	(25,989)
- <i>Increase/(decrease) in other payables to non-related parties</i>	219,128	18,845
Adjustments for other increase (decrease) in working capital		
- <i>(Increase)/decrease in other assets regarding operations</i>	(1,293,777)	(147,982)
- <i>Increase/(decrease) in other liabilities regarding operations</i>	193,413	5,605
Net Cash From Operating Activities	1,406,181	(310,126)
Employee termination benefits paid	(29,681)	(723)
Income tax refunds (payments)	26 (254,302)	(384,311)
Other cash inflows/(outflows)	-	222
Interest received	197,663	(67,989)

The accompanying notes are an integral part of these condensed consolidated financial statements.

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIODS 1 JANUARY - 31 MARCH 2023 AND 2022

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

Notes	<i>Unaudited Current Period 1 January - 31 March 2023</i>	<i>Unaudited Current Period 1 January - 31 March 2022</i>
B. Net Cash From Investing Activities	(2,002,517)	(1,168,119)
Cash outflows regarding capital increase and/or share purchase of associates and/or joint ventures	3	(71,075)
Cash inflow due to sale of property, plant, equipment and intangible assets	101,836	34,869
Cash outflows from purchase of property, plant, equipment and intangible assets	13,14	(153,633)
Cash inflows from sales of shares of other enterprises or funds or borrowing instruments	7	1,533,427
Cash outflows from acquisition of shares of other enterprises or funds or borrowing instruments	7	(2,564,525)
Cash inflows from sales that do not result in loss of control of subsidiaries	36,029	52,472
Dividend payments of subsidiaries outside the group	(102,198)	-
Other cash inflows/(outflows)	(1,193)	346
C. Net Cash from Financing Activities	(2,026,622)	2,109,557
Proceeds from borrowings		
- Cash inflows from borrowings	5,632,383	4,687,444
- Cash inflows from issued debt instruments	1,331	437,639
Cash outflows on debt payments		
- Cash outflows due to payments of bank borrowings	(6,243,804)	(2,914,398)
Cash outflows on debt payments due to leasing	(63,359)	(21,775)
Interest paid	(179,087)	(79,353)
Cash outflows from discontinued operations	25	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECT OF CURRENCY TRANSLATION RESERVES (A+B+C)	(2,709,278)	178,511
D. THE EFFECT OF CURRENCY TRANSLATION RESERVES ON CASH AND CASH EQUIVALENTS	141,020	645,533
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C+D)	(2,568,258)	824,044
E. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	6	4,637,971
F. CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (A+B+C+D+E)	6	5,462,015

The accompanying notes are an integral part of these condensed consolidated financial statements.

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 1 - ORGANIZATION AND NATURE OF OPERATIONS

Doğan Şirketler Grubu Holding A.Ş. (“Doğan Holding”, “Holding” or the “Group”) was established on 22 September 1980 and is registered in Turkey. Main operating activity of the Holding is to invest in various sectors via associates, to provide all necessary support to its subsidiaries and joint ventures in order to develop their activities.

Doğan Holding is registered with the Capital Markets Board (“CMB”) and its shares have been quoted on Borsa İstanbul (“Borsa İstanbul”) since 21 June 1993. Within the frame of Resolution No, 21/655 dated 23 July 2010 of CMB with the decision on 30 October 2014 numbered 31/1059; according to the records of Central Registry Agency (“CRA”), 35.79% shares of Doğan Holding are to be considered in circulation as of 31 March 2023 (31 December 2022: 35.79%). As of 9 May 2023, circulation rate of shares are 35.79%.

The address of Holding is as follows:

Burhaniye Mahallesi Kısıklı Caddesi No: 65
Üsküdar 34676 İstanbul

As of 31 March 2023, the total number of personnel in the domestic and abroad subsidiaries and associates of the Group, that are consolidated, is 8,193 (domestic 7,799) (31 December 2022: 8,096; domestic 7,717). Holding has 51 employees (31 December 2022: 55 employees).

The natures of the business, segment and countries of the subsidiaries (“Subsidiaries”) and joint ventures (“Joint Ventures”) of Doğan Holding are as follows:

Petroleum Products Retail

Subsidiaries	Nature of business	Country
Aytemiz Akaryakıt Dağıtım A.Ş. (“Aytemiz Akaryakıt”) ⁽¹⁾	Energy	Turkey
Aytemiz Petrolcülük Ticaret Limited Şirketi (“Aytemiz Petrolcülük”) ⁽¹⁾	Energy	Turkey
İstasyon Petrol Ticaret Limited Şirketi (“İstasyon Petrolcülük”) ⁽¹⁾	Energy	Turkey
Joint Ventures	Nature of business	Country
Gas Plus Erbil Ltd. (“Gas Plus Erbil”)	Energy	Jersey

Electricity Generation

Subsidiaries	Nature of business	Country
Galata Wind Enerji A.Ş. (“Galata Wind”)	Energy	Turkey
Sunflower Solar Güneş Enerjisi Sistemleri Ticaret A. Ş. (“Sunflower”)	Energy	Turkey
Gökova Elektrik Üretim ve Ticaret A.Ş. (“Gökova Elektrik”)	Energy	Turkey
Joint Ventures	Nature of business	Country
Boyabat Elektrik Üretim ve Ticaret A.Ş. (“Boyabat Elektrik”)	Energy	Turkey
Aslancık Elektrik Üretim A.Ş. (“Aslancık Elektrik”)	Energy	Turkey

⁽¹⁾ The "Share Transfer Agreement" signed on April 4, 2023 regarding the sale of the related companies, and the "Closing" transactions completed on April 26, 2023.

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 1 - ORGANIZATION AND NATURE OF OPERATIONS (Continued)

Industry and Trade

Subsidiaries	Nature of business	Country
Ditaş Doğan Yedek Parça İmalat ve Teknik A.Ş. ("Ditaş Doğan")	Production	Turkey
Profil Sanayi ve Ticaret A.Ş. ("Profil Sanayi")	Production	Turkey
Profilsan GmbH ("Profilsan GmbH")	Foreign Trade	Germany
Doğan Dış Ticaret ve Müessellik A.Ş. ("Doğan Dış Ticaret")	Foreign Trade	Turkey
Kelkit Doğan Besi İşletmeleri A.Ş. ("Kelkit Doğan Besi")	Husbandry	Turkey
Sesa Ambalaj ve Plastik Sanayi Ticaret A.Ş. ("Sesa Ambalaj")	Production	Turkey
Sesa Üretim Yatırımları ve Yönetim Hizmetleri A.Ş. ("Sesa Yatırım")	Production	Turkey
Maksipak Ambalaj Sanayi ve Ticaret A.Ş. ("Maksipak")	Production	Turkey
Karel Elektronik Sanayi ve Ticaret A.Ş. ("Karel")	Technology and Informatics	Turkey
Daiichi Elektronik Sanayi ve Ticaret A.Ş. ("Daiichi")	Automotive Electronics	Turkey
Telesis Telekomünikasyon Sistemleri Sanayi ve Ticaret A.Ş. ("Telesis")	Corporate Communication Solutions	Turkey
Karel İletişim Hizmetleri A.Ş. ("Karel İletişim")	Telecommunications Services	Turkey
Huizhou Daiichi Electroacoustic Technology Co., Ltd. ("Huizhou Daiichi")	Automotive Infotainment Systems	China
FC Daiichi Auto Parts Uzbekistan ("FC Daiichi")	Automotive Infotainment Systems	Uzbekistan
Daiichi Electronics Italy S.r.l ("Daiichi Electronics")	Automotive Infotainment Systems	Italy
Daiichi Infotainment Systems Private Ltd. ("Daiichi Infotainment")	Automotive Infotainment Systems	India
Suqian Daiichi Infotainment Technology Co.,Ltd. ("Suqian Daiichi")	Automotive Infotainment Systems	China
Daiichi Multimedia Trading (Shenzhen) Co., Ltd. ("Daiichi Multimedia")	Automotive Infotainment Systems	China
Foshan Daiichi Multimedia Technology Co., Ltd. ("Foshan Daiichi")	Automotive Infotainment Systems	China

Automotive Trade and Marketing

Subsidiaries	Nature of business	Country
Suzuki Motorlu Araçlar Pazarlama A.Ş. ("Suzuki")	Trade	Turkey
Doğan Trend Otomotiv Ticaret Hizmet ve Teknoloji A.Ş. ("Doğan Trend Otomotiv")	Trade	Turkey
Otomobilite Motorlu Araçlar Ticaret ve Hizmet A.Ş. ("Otomobilite")	Trade	Turkey

Finance and Investment

Subsidiaries	Nature of business	Country
Öncü Girişim Sermayesi Yatırım Ortaklığı A.Ş. ("Öncü Girişim")	Investment	Turkey
D Yatırım Bankası A.Ş. ("D Yatırım Bankası")	Investing banking	Turkey
Doruk Faktoring A.Ş. ("Doruk Faktoring")	Factoring	Turkey
DHI Investment B.V. ("DHI Investment")	Investment	Holland
Değer Merkezi Hizmetler ve Yönetim Danışmanlığı A.Ş. ("Değer Merkezi")	Administrative Consultancy	Turkey
Hepiyi Sigorta A.Ş. ("Hepiyi Sigorta")	Insurance	Turkey
Falcon Purchasing Services Ltd. ("Falcon")	Investment	England

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 1 - ORGANIZATION AND NATURE OF OPERATIONS (Continued)

Internet and Entertainment

Subsidiaries	Nature of business	Country
Dogan Media International S.A. (“Kanal D Romanya”)	Tv publishing	Romania
Rapsodi Radyo ve Televizyon Yayıncılık A.Ş. (“Rapsodi Radyo”)	Radio publishing	Turkey
Glokal Dijital Hizmetler Pazarlama ve Ticaret A.Ş. (“Hepsi Emlak”)	Internet services	Turkey
DMC Invest B.V. (“DMC Invest”)	Investment	Holland
Dogan Media Invest B.V. (“Dogan Media Invest”)	Investment	Holland
Glocal Invest B.V. (“Glocal Invest”)	Investment	Holland
DG Invest B.V. (“DG Invest”)	Investment	Holland
Doğan Yayınları Yayıncılık ve Yayıncılık Ticaret A.Ş. (“Doğan Yayıncılık”)	Magazine publishing	Turkey

Joint Ventures	Nature of business	Country
Doğan Burda Dergi Yayıncılık ve Pazarlama A.Ş. (“Doğan Burda”)	Magazine publishing	Turkey
Dergi Pazarlama Planlama ve Ticaret A.Ş. (“DPP”)	Planning	Turkey
Ultra Kablolu Televizyon ve Telekomünikasyon Sanayi ve Ticaret A.Ş. (“Ultra Kablolu”)	Telecommunication	Turkey
NetD Müzik Video Dijital Platform ve Ticaret A.Ş. (“NetD Müzik”)	Internet services	Turkey
Doğan Müzik Yapım ve Ticaret A.Ş. (“DMC”)	Music and entertainment	Turkey

Real Estate Investments

Subsidiaries	Nature of business	Country
Milpa Ticari ve Sınai Ürünler Pazarlama Sanayi ve Ticaret A.Ş. (“Milpa”)	Real estate/Trade	Turkey
D Gayrimenkul Yatırımları ve Ticaret A.Ş. (“D Gayrimenkul”)	Real estate management	Turkey
SC D-Yapı Real Estate, Investment and Construction S.A. (“D Yapı Romanya”)	Real estate management	Romaia
Milta Turizm İşletmeleri A.Ş. (“Milta Turizm”)	Real estate management	Turkey
Marlin Otelcilik ve Turizm A.Ş. (“Marlin Otelcilik”)	Real estate management	Turkey
M Investment 1 LLC (“M Investment”)	Real estate management	USA

Joint Ventures	Nature of business	Country
Kandilli Gayrimenkul Yatırımları Yönetim İnşaat ve Ticaret A.Ş. (“Kandilli Gayrimenkul”)	Real estate management	Turkey

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.1 Basis of Presentation

2.1.1 Preparation and Presentation of Financial Statements

Adopted Financial Reporting Standards

The accompanying condensed consolidated financial statements are prepared in accordance with 2022 TAS Taxonomy based on the requirements of Capital Markets Board (“CMB”) Communiqué Serial II, No: 14.1 “Basis of Financial Reporting in Capital Markets” and Turkish Financial Reporting Standards (“TFRS”) issued by the Public Oversight Accounting and Auditing Standards Authority (“POA”), which was developed by POA and announced to the public by the decision of the POA on 4 October 2022 in accordance with paragraph 9(b) of Decree Law No. 660.

In accordance with the Turkish Accounting Standard No: 34 “Interim Financial Reporting”, enterprises are free to prepare their interim financial statements as a full set or as a summary. In this context, the Group has preferred to prepare condensed consolidated financial statements in the interim periods. Therefore, these interim condensed consolidated financial statements should be read together with the Group's condensed consolidated financial statements as of 31 December 2022.

The Group maintains their legal books of accounts in Turkish Lira in accordance with the Tax Legislation, and the Uniform Chart of Accounts (General Communiqué on Accounting System Implementation) issued by the Ministry of Finance.

These condensed consolidated financial statements, except for the financial assets and investment properties that are presented at fair value, are prepared on the basis of historical cost.

Adjustment to the financial statements in hyperinflationary periods

The Public Oversight Authority made a declaration on the Implementation of Financial Reporting in High Inflation Economies within the scope of Turkish Financial Reporting Standards for the Large and Medium Sized Enterprises on 20 January 2022, and it has been stated that there is no need to make any adjustments within the scope of TAS 29 Financial Reporting in Hyperinflationary Economies in the condensed consolidated financial statements for 31 March 2023.

Functional and Presentation Currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (“the functional currency”). The condensed consolidated financial statements are presented in Turkish Lira, which is the functional and presentation currency of Doğan Holding.

2.1.2 Financial statements of subsidiaries and joint ventures operating in foreign countries

Financial statements of subsidiaries and joint ventures operating in foreign countries are prepared in accordance with the laws and regulations in force in the countries in which they are registered and required adjustments and reclassifications reflected for the purpose of fair presentation in accordance with the Group's accounting policies.

If the group entities' functional currency is different from the presentation currency; it is translated into the presentation currency as below:

- Assets and liabilities for each statement of financial position presented are translated at the exchange rate at the date of that statement of financial position.
- Income and expenses for each statement of profit or loss are translated at average exchange rates in the accounting period; and all resulting exchange differences are recognised as a separate component of equity and statements of other comprehensive income (currency translation differences).

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of Presentation (Continued)

2.1.2 Financial statements of subsidiaries and joint ventures operating in foreign countries (Continued)

When a foreign operation is partially disposed of or sold, exchange differences recorded in equity are recognised in the consolidated statement of profit or loss as part of the gain or loss on sale. Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing rate.

2.1.3 Consolidation and equity method accounting principles

The condensed consolidated financial statements include the accounts of the parent company, Doğan Holding, its Subsidiaries and its Joint Ventures (collectively referred as the "Group") on the basis set out in sections (a) to (b) below. The financial statements of the companies included in the consolidation are based on historical cost of the statutory records and for the purpose of fair presentation in accordance with the accounting policies described in Note 2.1.1 and Note 2.1.2 and application of uniform accounting policies and presentations; adjustments and reclassifications. Financial statements of consolidated entities are restated in accordance with the TAS considering the accounting policies and presentation requirements applied by the Group.

As of 31 March 2023, the voting rights and effective ownership rates of the Group's Subsidiaries, Joint Ventures and Affiliates have not changed from the rates reported as of 31 December 2022, except for the companies mentioned below:

Subsidiaries	Proportion of voting power held by Doğan Holding and its subsidiaries (%)		Proportion of voting power held by Doğan family members (%)		Total proportion of voting power held (%)		Proportion of effective ownership interest (%)	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022
Aytemiz Akaryakıt ⁽¹⁾	50.00	50.00	-	-	50.00	50.00	50.00	50.00
Aytemiz Petrolçülük ⁽¹⁾	100.00	100.00	-	-	100.00	100.00	50.00	50.00
İstasyon Petrolçülük ⁽¹⁾	100.00	100.00	-	-	100.00	100.00	50.00	50.00
Hepiyi Sigorta ⁽²⁾	87.20	88.10	3.00	-	90.20	88.10	87.20	88.10

⁽¹⁾ Since the related subsidiaries are subject to the share transfer transaction, details of which are explained in Note 2.1.5, as of 31 March 2023, the assets of these subsidiaries are classified as non-current assets held for sale and liabilities are classified as liabilities related to asset groups classified as held for sale classified.

⁽²⁾ Proportion of voting power held changed due to transfer in shares.

(a) Non-Controlling Interests

Non-controlling interests of shareholders over the net assets and operational results of subsidiaries are classified as non-controlling interest and non-controlling profit/loss in the consolidated statement of financial position and consolidated statement of income.

(b) Joint Ventures

According to TFRS-11 Joint Agreements, investments under joint agreements are classified as joint activities or joint ventures. The classification is based on contractual rights and obligations of all investors, rather than the legal structure of the joint agreement. An investment is accounted for by equity method from the date at which invested company qualified as an associate or joint venture. In acquisition of the investment, all differences between the acquisition value of the investment and the company's share of the net fair value of identifiable net assets, liabilities and contingent liabilities of the affiliate or the joint venture, are included in the book value of affiliate investment. The portion of the amount that the company's share from the net fair value of the identifiable assets and liabilities of the affiliate or the joint venture, and that exceeds the acquisition value of the investment, is added to the income in determining the amount of the company's share from the profit or loss of the affiliate or joint venture in the period that the investment is obtained.

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of Presentation (Continued)

2.1.3 Consolidation and equity method accounting principles (Continued)

Joint Ventures

Interests in joint ventures are accounted for using the equity method, after initially being recognised at cost in the consolidated balance sheet.

2.1.4 Offsetting

Financial assets and liabilities are offset and the net amount is reported when there is a legally enforceable right to set-off the recognised amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

2.1.5 Comparative information and restatement of prior period financial statements

In the board meeting dated 4 April 2023, the Group has decided to sign the share transfer agreement related to the sale and transfer of shares of capitals of direct or indirect subsidiaries that operate in fuel oil retail section, explained in Note 1 and that the management is authorised in this matter. The details of the above mentioned share sale and transfer transactions have been announced on Public Disclosure Platform as of 4 April 2023 and 26 April 2023. As a result of this decision, as of 31 March 2023, the assets owned by the above-mentioned subsidiaries have been classified under non-current assets held for sale, and liabilities under liabilities regarding asset groups classified as held for sale. The operations of the above-mentioned subsidiaries during the interim accounting period of 1 January - 31 March 2023 were classified under discontinued operations. In this scope, the Group has presented the relevant operations as discontinued operations to ensure compliance with condensed consolidated financial statements of the current period with the condensed consolidated profit/loss statement, the relevant disclosures and the condensed consolidated cash flow statement of 1 January - 31 March 2022 interim accounting period.

The condensed consolidated financial statements of the Group are prepared comparatively with the previous period to identify the financial position and performance trends. The Group presents comparatively its consolidated statement of financial position as of 31 March 2023 with 31 March 2022 consolidated statement of profit or loss and consolidated other comprehensive income, consolidated statement of cash flow and consolidated statement of changes in equity for the period ended 1 January - 31 March 2023, are presented comparatively with the consolidated financial statements as of the period 1 January - 31 March 2022.

In the current period, in case of a necessity, prior period financial statements are reclassified in order to comply with the presentation of its current period condensed consolidated financial statements and significant changes are explained.

In order to comply with the consolidated profit or loss statement in the accounting period of 1 January - 31 March 2023, the amount TRY71,685 classified under “Revenue” in the consolidated profit or loss statement for the accounting period of 1 January - 31 March 2022, reclassified under “Income from investment activities”.

In order to comply with the consolidated profit or loss statement in the accounting period of 1 January - 31 March 2023, the amount TRY315,961 classified under “Revenue” in the consolidated profit or loss statement for the accounting period of 1 January - 31 March 2022, reclassified under “Other income from operating activities”.

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 2 - BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of Presentation (Continued)

2.1.5 Comparative information and restatement of prior period financial statements (Continued)

In order to comply with the consolidated statement of financial position in the accounting period of 1 January - 31 December 2022, the amount TRY150,350 classified under “Other receivables from non-related parties” in the consolidated statement of financial position for the accounting period of 1 January - 31 March 2023, reclassified under “Trade receivables from non-related parties”.

2.1.6 Significant accounting policies and changes in accounting estimates and errors and restatement of prior period financial statements

Changes of accounting policies resulting from the first time implementation of the TAS are implemented retrospectively or prospectively in accordance with the transition provisions. Major accounting mistakes detected are applied retrospectively and the financial statements of previous period are revised. If the changes in accounting estimates only apply to one period, then they are applied in the current period when the change occurs; if the changes apply also to the future periods, they are applied in both the period of change and in the future period.

2.2 Summary of significant accounting policies

Condensed consolidated interim financial statements for the period ending on 31 March 2023 have been prepared in accordance with TAS 34 for the preparation of interim financial statements of TFRS. In addition, the interim condensed consolidated financial statements for the year ended 31 March 2023 have been prepared by applying the accounting policies consistent with the accounting policies applied during the preparation of the consolidated financial statements for the year ended 31 December 2022. Therefore, these interim condensed consolidated financial statements should be evaluated together with the consolidated financial statements for the year ended 31 December 2022.

NOTE 3 - BUSINESS COMBINATIONS

Business combinations as of 31 December 2022:

Acquisition of Maksipak Ambalaj Sanayi ve Ticaret A.Ş

On 22 February 2022, Sesa Ambalaj purchased and transferred shares of Maksipak Ambalaj Sanayi ve Ticaret A.Ş. (“Maksipak”) representing its fully paid capital of 70% participation and by paying partly with equity and partly with a bank loan. The purchase price was TRY132,611,868 (exact).

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 3 - BUSINESS COMBINATIONS (Continued)

Business combinations as of 31 December 2022 (Continued):

Acquisition of Maksipak Ambalaj Sanayi ve Ticaret A.Ş (Continued)

	Fair Value
Current assets	85,894
Cash and cash equivalents	3,896
Trade receivables	55,280
Inventories	25,946
Other current assets	772
Non-current assets	157,361
Other receivables	101
Rights of use assets	1,286
Property, plant and equipment	60,600
Intangible assets	94,675
Prepaid expenses	230
Deferred tax asset	469
Total Assets	243,255
Short-term liabilities	72,933
Short-term borrowings	24,921
Lease borrowings	1,119
Trade payables	42,944
Other short term liabilities	3,949
Long-term liabilities	34,820
Long-term borrowings	4,476
Lease borrowing	783
Long-term provisions	989
Deferred tax liabilities	28,572
Total Liabilities	107,753
Total Net Assets	135,502
Total transaction amount	132,612
Total net asset value acquired	135,502
Non-controlling interests	40,651
Net asset value acquired	94,851
Goodwill	37,761
The reconciliation of cash flow as of the day of share purchase is presented below:	
Total cash paid	132,612
Cash and cash equivalents acquired	(3,896)
Net cash outflow/(inflow)	128,716

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 3 - BUSINESS COMBINATIONS (Continued)

Business combinations as of 31 December 2022 (Continued):

Acquisition of Karel Elektronik Sanayi ve Ticaret A.Ş.

Purchase and transfer transactions by Öncü Girişim of 80,000,000 shares in total, which correspond to 40% of Karel Elektronik Sanayi ve Ticaret A.Ş. Capital and to 55.6% of voting rights in scope of the amendment of the Articles of Association approved by shareholders during Karel's Ordinary General Assembly Meeting on 30 June 2022 was carried out on 30 June 2022 at a total of TRY842,715,846.24 (exact) (includes TRY58,822,893.93 payable to Seller Shareholders for the capital increase transaction planned to be carried out with the TRY783,892,952.31 (exact) payable to Seller Shareholders), amounting to TRY10.53 per share, and the closing transactions were complete as of 30 June 2022.

	Fair Value
Current assets	2,906,402
Cash and cash equivalents	179,644
Trade receivables	996,399
Other receivables	7,049
Derivative instruments	13,093
Inventories	1,373,524
Prepaid expenses	299,958
Current period tax asset	644
Other current assets	36,091
Non-current assets	1,706,699
Other receivables	50
Financial investment	10,326
Rights of use assets	32,393
Property, plant and equipment	654,115
Intangible assets	978,424
Prepaid expenses	3,904
Deferred tax asset	27,487
Total Assets	4,613,101
Short-term liabilities	2,706,666
Short-term borrowings	1,399,140
Short-term portion of long-term borrowings	499,072
Lease borrowings	6,777
Trade payables	431,455
Payables related to employee benefits	36,340
Other payables	1,593
Deferred income	196,156
Corporate tax liabilities	8,127
Short term provisions	39,893
Capital advance	81,177
Other short term liabilities	6,936
Long-term liabilities	393,612
Long-term borrowings	24,842
Lease borrowing	29,788
Long-term provisions	67,820
Deferred tax liability	271,162
Total Liabilities	3,100,278
Total Net Assets	1,512,823
Total transaction amount	842,716
Net asset value acquired	552,610
Non-controlling interests	960,213
Goodwill	290,106

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 3 - BUSINESS COMBINATIONS

Business combinations as of 31 December 2022 (Continued):

Acquisition of Karel Elektronik Sanayi ve Ticaret A.Ş. (Continued)

The reconciliation of cash flow as of the day of share purchase is presented below:

Total cash paid	842,716
Cash and cash equivalents acquired	(179,644)

Net cash outflow/(inflow) 663,072

If Karel Elektronik Sanayi ve Ticaret A.Ş. had been included in the consolidation as of 1 January 2022, additional sales income amounting to TRY1,161,784 would have been realized in the consolidated profit or loss statement for the accounting period of 1 January - 31 December 2022. These amounts have been calculated by considering the consolidated financial statements prepared in accordance with TFRS.

NOTE 4 - INVESTMENTS ACCOUNTED FOR BY THE EQUITY METHOD

Joint ventures of Doğan Holding are presented below. Joint ventures’ nature of business, registered countries and entrepreneurial partners are summarized as following:

Joint venture	Country	Nature of business	Entrepreneurial partner
Aslancık Elektrik Üretim A.Ş. (“Aslancık Elektrik”)	Turkey	Energy	AG Anadolu Grubu Holding A.Ş., Doğuş Holding A.Ş.
Boyabat Elektrik Üretim ve Ticaret A.Ş. (“Boyabat Elektrik”)	Turkey	Energy	Unit Investment N.V., Doğuş Holding A.Ş.
Doğan Burda Dergi Yayıncılık ve Pazarlama A.Ş. (“Doğan Burda”)	Turkey	Magazine publishing	Burda GmbH
Gas Plus Erbil Ltd. (“Gas Plus Erbil”)	Jersey	Energy	Newage Alzarooni Limited
Kandilli Gayrimenkul Yatırımları Yönetim İnşaat ve Ticaret A.Ş. (“Kandilli Gayrimenkul”)	Turkey	Real estate management	Rönesans Gayrimenkul Yatırım A.Ş.
Ultra Kablolu Televizyon ve Telekomünikasyon Sanayi ve Ticaret A.Ş. (“Ultra Kablolu”)	Turkey	Telecommunication	Koç Holding A.Ş.
Dergi Pazarlama Planlama ve Ticaret A.Ş. (“DPP”)	Turkey	Planning	Burda GmbH
Doğan Müzik Yapım ve Ticaret A.Ş. (“DMC”)	Turkey	Music and entertainment	Believe International
NetD Müzik Video Dijital Platform ve Ticaret A.Ş. (“NetD Müzik”)	Turkey	Internet services	Believe International

The table below represents the voting power and effective ownership interests of the Group and Doğan Family in joint ventures of the Group, as at 31 March 2023 and 31 December 2022:

Joint Ventures	Proportion of voting power held by Doğan Holding and its subsidiaries (%)		Proportion of voting power held by Doğan family members (%)		Total proportion of voting power held (%)		Proportion of effective ownership interest (%)	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022
Aslancık Elektrik	33.33	33.33	-	-	33.33	33.33	33.33	33.33
Boyabat Elektrik	33.00	33.00	-	-	33.00	33.00	33.00	33.00
Doğan Burda	39.39	39.39	-	-	39.39	39.39	39.39	39.39
Gas Plus Erbil ⁽¹⁾	50.00	50.00	-	-	50.00	50.00	50.00	50.00
Kandilli Gayrimenkul	50.00	50.00	-	-	50.00	50.00	50.00	50.00
Ultra Kablolu	50.00	50.00	-	-	50.00	50.00	50.00	50.00
DPP	56.00	56.00	-	-	56.00	56.00	56.00	56.00
DMC	40.00	40.00	-	-	40.00	40.00	40.00	40.00
NetD Müzik	100.00	100.00	-	-	100.00	100.00	40.00	40.00

(1) The Group decided to end up its prospective investments in Gas Plus Erbil and book a provision for already existing investments based on the “prudence” principle of accounting, considering the following facts: there is a strong expectation of the Group management that the planned productivity from Gas Plus Erbil’s fields will not be sustained and the only way of producing oil from the wells is using “heavy oil” production technology which leads to a high level of production cost; accordingly, neither a commercial benefit nor another gain is expected. On the other hand, the political uncertainties at that area were also considered by the Group management. In this context, the Group has decided to terminate the related contracts and leave the sites it operates and no provision has yet been set as the amount of expenses to be incurred cannot be measured reliably.

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(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 4 - INVESTMENTS ACCOUNTED FOR BY THE EQUITY METHOD (Continued)

Profit and loss arising from the transactions between the Group's subsidiaries and its joint ventures are eliminated in accordance with the Group's share in its related subsidiary or its joint venture. The summary of the Group's share of the financial statements of the investments accounted for by the equity method as of 31 March 2023 and 31 December 2022 are as follows:

	Total assets	Total liabilities	Net assets	Group's share on net assets/ liabilities	Net sales	Profit/(loss) for the period	Group's share on net profit/ (loss)
31 March 2023							
Kandilli Gayrimenkul	942,651	163,279	779,372	389,686	-	(8)	(4)
Doğan Burda	102,726	86,028	16,698	6,577	39,015	(10,622)	(4,184)
Ultra Kablo	6,485	45	6,440	3,220	-	(50)	(25)
DPP	1,614	2,303	(689)	-	1,490	14	-
DMC ⁽¹⁾	348,358	144,802	203,556	159,818	159,109	3,785	1,514
Total	1,401,834	396,457	1,005,377	559,301	199,614	(6,881)	(2,699)
Boyabat Elektrik	2,235,115	14,129,089	(11,893,974)	-	375,490	(647,702)	-
Aslancık Elektrik	488,586	1,034,582	(545,996)	(181,990)	81,163	(14,162)	(4,720)
	Total assets	Total liabilities	Net assets	Group's share on net assets/ liabilities	Net sales	Profit/(loss) for the period	Group's share on net profit/ loss
31 December 2022							
Kandilli Gayrimenkul	942,652	163,272	779,380	389,690	-	524,356	262,178
Doğan Burda	100,497	73,177	27,320	10,761	159,812	8,609	3,391
Ultra Kablo	6,593	26	6,567	3,284	-	(128)	(64)
DPP	1,362	2,065	(703)	-	4,264	147	-
DMC ⁽¹⁾	388,865	124,788	264,077	158,304	516,732	87,261	34,904
Total	1,439,969	363,328	1,076,641	562,039	680,808	620,245	300,409
Boyabat Elektrik	2,243,827	13,490,099	(11,246,272)	-	1,171,581	(3,707,639)	-
Aslancık Elektrik	513,983	1,045,877	(531,894)	(177,280)	472,007	(210,528)	(70,169)

⁽¹⁾ The related amounts represent the consolidated financial statements of DMC and Net D Müzik.

The movements of investments accounted for by the equity method for the related period are as follows:

	2023	2022
1 January	384,759	157,029
Share of gain (loss) on investments accounted for by the equity method	(7,419)	(7,625)
Disposal	-	(39)
Other	(29)	-
31 March	377,311	149,365

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NOTE 4 - INVESTMENTS ACCOUNTED FOR BY THE EQUITY METHOD (Continued)

Condensed financial information after consolidation adjustments of Joint Ventures are as follows:

Condensed statement of financial position:

31 March 2023	Boyabat Elektrik	Aslancık Elektrik	Kandilli Gayrimenkul	Doğan Burda	Ultra Kablolu	DPP	DMC	Total
Cash and cash equivalents	10,195	7,030	33	36,400	151	180	27,815	795,803
Other current assets	340,571	2,095	-	53,620	6,334	1,092	258,855	377,817
Other non-current assets	1,884,349	479,461	942,618	12,706	-	342	61,688	2,960,627
Total assets	2,235,115	488,586	942,651	102,726	6,485	1,614	348,358	4,134,247
Short-term borrowings	1,364,354	768,283	-	969	-	-	424	3,325,546
Other short-term liabilities	30,535	263,168	15	63,052	28	615	106,694	507,264
Long-term borrowings	11,501,418	-	-	215	-	-	142	10,291,532
Other long-term liabilities	1,232,782	3,131	163,264	21,792	17	1,688	37,542	796,796
Total liabilities	14,129,089	1,034,582	163,279	86,028	45	2,303	144,802	14,921,138
Net assets:	(11,893,974)	(545,996)	779,372	16,698	6,440	(689)	203,556	(10,786,891)
<i>Group's share</i>	0.33	0.33	0.50	0.39	0.50	0.56	0.40	
Group's net asset share	-	(181,980)	389,686	6,577	3,220	-	159,818	377,321

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NOTE 4 - INVESTMENTS ACCOUNTED FOR BY THE EQUITY METHOD (Continued)

Condensed statement of financial position:

31 December 2022	Boyabat Elektrik	Aslancık Elektrik	Kandilli Gayrimenkul	Doğan Burda	Ultra Kablolu	DPP	DMC	Total
Cash and cash equivalents	724,194	43,360	34	39,090	83	10	39,866	846,637
Other current assets	55,821	1,672	-	49,204	6,510	1,024	197,380	311,611
Other non-current assets	1,463,812	468,951	942,618	12,203	-	328	151,619	3,039,531
Total assets	2,243,827	513,983	942,652	100,497	6,593	1,362	388,865	4,197,779
Short-term borrowings	2,555,870	752,605	-	1,107	-	-	227	3,309,809
Other short-term liabilities	73,692	290,821	14	49,295	9	445	120,517	534,793
Long-term borrowings	10,291,175	-	-	230	-	-	172	10,291,577
Other long-term liabilities	569,362	2,451	163,258	22,545	17	1,620	3,872	763,125
Total liabilities	13,490,099	1,045,877	163,272	73,177	26	2,065	124,788	14,899,304
Net assets:	(11,246,272)	(531,894)	779,380	27,320	6,567	(703)	264,077	(10,701,525)
<i>Group's share</i>	<i>0.33</i>	<i>0.33</i>	<i>0.50</i>	<i>0.39</i>	<i>0.50</i>	<i>0.56</i>	<i>0.40</i>	
Group's net asset share	-	(177,280)	389,690	10,761	3,284	-	158,304	384,759

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NOTE 4 - INVESTMENTS ACCOUNTED FOR BY THE EQUITY METHOD (Continued)

1 January – 31 March 2023	Boyabat Elektrik	Aslancık Elektrik	Kandilli Gayrimenkul	Doğan Burda	Ultra Kablolu	DPP	DMC
Revenue	375,490	81,163	-	39,015	-	1,490	159,109
Operating profit/(loss)	143,047	18,846	(1)	(11,274)	(50)	1	22,614
Net financial (expense)/income	(794,265)	(38,133)	-	(227)	-	(1)	(424)
Profit/(loss) before income tax	(651,218)	(19,287)	(1)	(11,501)	(50)	-	22,190
Total comprehensive income/(loss)	(647,702)	(14,162)	(8)	(10,622)	(50)	14	3,785
<i>Group's share</i>	<i>0.33</i>	<i>0.33</i>	<i>0.50</i>	<i>0.39</i>	<i>0.50</i>	<i>0.56</i>	<i>0.40</i>
Group's net share on profit/(loss)	-	(4,720)	(4)	(4,184)	(25)	-	1,514
1 January – 31 March 2022	Boyabat Elektrik	Aslancık Elektrik	Kandilli Gayrimenkul	Doğan Burda	Ultra Kablolu	DPP	DMC
Revenue	327,625	114,804	-	22,821	-	849	65,087
Operating profit/(loss)	275,888	7,223	(6)	(282)	(34)	155	19,406
Net financial (expense)/income	(975,898)	(81,232)	-	7	-	(1)	(53)
Profit/(loss) before income tax	(700,010)	(74,009)	(6)	(275)	(34)	154	19,353
Total comprehensive income/(loss)	(700,048)	(41,139)	(5)	(47)	(34)	354	15,312
<i>Group's share</i>	<i>0.33</i>	<i>0.33</i>	<i>0.50</i>	<i>0.40</i>	<i>0.50</i>	<i>0.56</i>	<i>0.40</i>
Group's net share on profit/(loss)	-	(13,712)	(2)	(19)	(17)	-	6,125

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NOTE 5 - SEGMENT REPORTING

a) External revenue

	1 January - 31 March 2023	1 January - 31 March 2022
Electricity generation	337,131	290,018
Industry and trade	2,763,374	1,256,748
Automotive trade and marketing	1,700,801	389,614
Finance and investment	1,315,275	116,245
Internet and entertainment	330,858	199,115
Real estate investments	103,498	46,736
	6,550,937	2,298,476

b) Profit/(loss) before income tax

	1 January - 31 March 2023	1 January - 31 March 2022
Electricity generation	255,005	213,344
Industry and trade	(31,790)	105,005
Automotive trade and marketing	204,154	34,235
Finance and investment	337,984	655,148
Internet and entertainment	43,998	27,324
Real estate investments	58,923	13,760
	868,274	1,048,816

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NOTE 5 - SEGMENT REPORTING (Continued)

c) Segmental analysis for the period ended as of 1 January – 31 March 2023:

	Petroleum Products Retail	Electricity Generation	Industry and Trade	Automotive Trade and Marketing	Finance and Investment	Internet and Entertainment	Real Estate Investments	Inter Segment Elimination	Total
External revenue	-	337,131	2,763,374	1,700,801	1,315,275	330,858	103,498	-	6,550,937
Inter segment revenue	-	-	6,170	7,196	63,380	23	5,705	(82,474)	-
Total revenue	-	337,131	2,769,544	1,707,997	1,378,655	330,881	109,203	(82,474)	6,550,937
Revenue	-	337,131	2,769,544	1,707,997	1,378,655	330,881	109,203	(82,474)	6,550,937
Cost of sales	-	(74,799)	(2,338,102)	(1,286,946)	(1,098,249)	(175,602)	(75,619)	4,748	(5,044,569)
Gross profit/(loss)	-	262,332	431,442	421,051	280,406	155,279	33,584	(77,726)	1,506,368
Research and development expenses	-	-	(24,652)	-	-	-	-	-	(24,652)
General administrative expenses	-	(8,969)	(75,715)	(18,814)	(172,344)	(39,015)	(12,456)	31,387	(295,926)
Marketing expenses	-	(2,337)	(133,780)	(134,294)	(10,432)	(63,692)	(7,579)	3,905	(348,209)
Share of gain/(loss) on investments accounted for by the equity method	-	(4,720)	-	-	-	(2,695)	(4)	-	(7,419)
Other income/(expenses) from operating activities, net	-	32,789	54,287	30,381	(65,305)	1,600	49,889	102	103,743
Income/(expenses) from investment activities, net	-	(11)	(21,369)	(768)	417,476	(3,533)	1,626	-	393,421
Financial income/(expense), net	-	(24,079)	(262,003)	(93,402)	(111,817)	(3,946)	(6,137)	42,332	(459,052)
Profit/(loss) before taxation from continued operations	-	255,005	(31,790)	204,154	337,984	43,998	58,923	-	868,274
Profit/(loss) before taxation from discontinued operations	56,415	-	-	-	-	-	-	-	56,415

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NOTE 5 - SEGMENT REPORTING (Continued)

c) Segmental analysis for the period ended as of 1 January – 31 March 2022:

	Petroleum Products Retail	Electricity Generation	Industry and Trade	Automotive Trade and Marketing	Finance and Investment	Internet and Entertainment	Real Estate Investments	Inter Segment Elimination	Total
External revenue	-	290,018	1,256,748	389,614	116,245	199,115	46,736	-	2,298,476
Inter segment revenue	-	-	3,567	4,477	9,874	-	3,945	(21,863)	-
Total revenue	-	290,018	1,260,315	394,091	126,119	199,115	50,681	(21,863)	2,298,476
Revenue	-	290,018	1,260,315	394,091	126,119	199,115	50,681	(21,863)	2,298,476
Cost of sales	-	(44,343)	(989,727)	(284,958)	(68,923)	(108,096)	(35,197)	2,224	(1,529,020)
Gross profit/(loss)	-	245,675	270,588	109,133	57,196	91,019	15,484	(19,639)	769,456
Research and development expenses	-	-	(1,728)	-	-	-	-	-	(1,728)
General administrative expenses	-	(5,844)	(36,648)	(7,701)	(65,176)	(32,135)	(6,452)	17,058	(136,898)
Marketing expenses	-	(3,085)	(61,775)	(32,679)	(256)	(44,760)	(2,711)	2,787	(142,479)
Share of gain/(loss) on investments accounted for by the equity method	-	(13,712)	-	-	-	6,089	(2)	-	(7,625)
Other income/(expenses) from operating activities, net	-	25,425	29,534	8,918	459,616	10,758	5,972	(883)	539,340
Income/(expenses) from investment activities, net	-	18	3,889	(57)	334,075	(1)	2,239	(102)	340,061
Financial income/(expense), net	-	(35,133)	(98,855)	(43,379)	(130,307)	(3,646)	(770)	779	(311,311)
Profit/(loss) before taxation from continued operations	-	213,344	105,005	34,235	655,148	27,324	13,760	-	1,048,816
Profit/(loss) before taxation from discontinued operations	231,393	-	-	-	-	-	-	-	231,393

DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023**

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NOTE 5 - SEGMENT REPORTING (Continued)**a) Segment assets**

	31 March 2023	31 December 2022
Total assets		
Petroleum products retail	-	5,553,515
Electricity generation	2,813,413	2,515,133
Industry and trade	8,133,143	8,986,553
Automotive trade and marketing	2,979,721	2,210,569
Finance and investment	27,846,362	27,036,753
Internet and entertainment	960,548	1,309,878
Real estate investments	5,006,639	4,719,617
Total	47,739,826	52,332,018
Less: Segment elimination	(3,277,653)	(10,100,445)
Total assets per consolidated financial statements	44,462,173	42,231,573
	31 March 2023	31 December 2022
Equity		
Petroleum products retail	-	1,196,148
Electricity generation	1,330,564	1,779,804
Industry and trade	1,099,000	84,746
Automotive trade and marketing	444,989	261,180
Finance and investment	17,756,841	18,197,026
Internet and entertainment	1,346,410	1,522,518
Real estate investments	3,383,619	3,235,136
Total	25,361,423	26,276,558
Less: Segment elimination	(1,177,148)	(2,772,290)
Total shareholders' equity per consolidated financial statements	24,184,275	23,504,268
Non-controlling interests	3,478,989	3,287,220
Equity attributable to equity holders of the parent company	20,705,286	20,217,048

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NOTE 5 - SEGMENT REPORTING (Continued)

e) **Purchase of property, plant and equipment, intangible assets and right of use assets and depreciation and amortization expenses for the period**

	1 January - 31 March 2023	1 January - 31 March 2022
<u>Additions</u>		
Petroleum products retail	149,575	57,776
Electricity generation	43,277	1,369
Industry and trade	83,963	38,254
Automotive trade and marketing	247,089	56,540
Finance and investment	8,527	22,435
Internet and entertainment	28,495	22,425
Real estate investments	3,325	2,622
Total	564,251	201,421

	1 January - 31 March 2023	1 January - 31 March 2022
<u>Depreciation and amortization</u>		
Petroleum products retail	55,368	42,709
Electricity generation	16,655	17,097
Industry and trade	89,011	24,618
Automotive trade and marketing	34,057	24,682
Finance and investment	12,549	4,531
Internet and entertainment	19,501	7,653
Real estate investments	13,706	3,943
Total	240,847	125,233

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NOTE 6 - CASH AND CASH EQUIVALENTS

The details of cash and cash equivalents at 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023			31 December 2022		
	Finance	Non-finance	Total	Finance	Non-finance	Total
Cash	8	365	373	7	2,700	2,707
Banks						
- Demand deposits	227,058	1,232,092	1,459,150	15,611	1,633,118	1,648,729
- Time deposits	1,150,030	1,815,308	2,965,338	1,328,501	3,990,714	5,319,215
Other cash equivalents	-	56,445	56,445	-	78,913	78,913
	1,377,096	3,104,210	4,481,306	1,344,119	5,705,445	7,049,564

As of 31 March 2023, TRY56,376 (31 December 2022: TRY78,913) of other cash and cash equivalents consists of credit card receivables. As of 31 March 2023, blocked deposits amounting to TRY173,589 (31 December 2022: TRY342,435). Blocked deposits amounting to TRY155,581 belongs to the subsidiaries operating in finance sector, whose operations increased during the period.

NOTE 7 - FINANCIAL INVESTMENTS

a) Short-term financial investments

The Group's financial assets classified as short-term financial investments are as follows:

	31 March 2023	31 December 2022
Financial assets carried at fair value through other comprehensive income		
- Private sector and government bills and bonds	6,252,443	3,768,381
- Investment funds	4,803,171	5,548,464
- Private sector stocks	36,745	35,896
Financial assets carried at fair value through profit or loss		
- Investment funds and other short-term financial investments	418,649	691,435
	11,511,008	10,044,176

The movements of short-term financial investments for the related period are as follows:

	2023	2022
1 January	10,044,176	5,076,315
Purchase of financial investments	2,779,682	2,551,844
Change in fair value	(172,946)	(11,348)
Recognized in the statement of income	26,235	-
Recognized in the statement of other comprehensive income	(199,181)	(11,348)
Financial investment disposal	(1,187,043)	(1,533,427)
Interest accrual	233,466	175,365
Currency translation differences	218,834	15,507
Non-current assets classified as held for sale	(405,161)	-
31 March	11,511,008	6,274,256

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NOTE 7 - FINANCIAL INVESTMENTS (Continued)

b) Long-term financial investments

The Group's financial assets classified as long-term financial investments are as follows:

	31 March 2023		31 December 2022	
	TRY	(%)	TRY	(%)
Financial assets carried at fair value through other comprehensive income				
<i>Lexin Nassau L.P.</i>	261,907	22.15	261,907	22.15
Financial assets carried at fair value through profit or loss				
<i>Mediterra Capital Partners I LP</i>	33,647	1.88	28,724	1.88
<i>Insider SG PTE Limited</i>	468,296	2.26	457,173	2.26
<i>Mediterra Capital Partners II LP</i>	112,239	3.11	111,779	3.11
<i>Düş Yeri Bilişim Teknolojileri ve Animasyon A.Ş.</i>	33,404	4.42	32,610	4.42
<i>Collective Spark Fund BV</i>	6,459	0.77	4,693	0.77
<i>Evreka Yazılım Donanım Danışmanlık Eğitim Sanayi ve Ticaret A.Ş.</i>	14,548	3.76	14,559	3.76
<i>Pubinho, Inc.</i>	7,180	5.00	7,012	5.00
	937,680		918,457	

The movements of long-term financial investments for the related period are as follows:

	2023	2022
1 January	918,457	364,930
Currency translation differences	157	28,836
Change in fair value	17,873	315,961
<i>Recognized in the statement of income</i>	<i>17,873</i>	<i>315,961</i>
Capital increase	1,193	-
Purchase of financial assets	-	12,681
31 March	937,680	722,408

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

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NOTE 8 - SHORT AND LONG-TERM FINANCIAL BORROWINGS

Financial Borrowings

The details of financial borrowings as of 31 March 2023 and 31 December 2022 are as follows:

Short-term borrowings:	31 March 2023	31 December 2022
Short-term bank borrowings	5,337,016	6,812,109
Bonds	1,331,271	1,210,891
Total	6,668,287	8,023,000

Short-term portions of long-term borrowings:	31 March 2023	31 December 2022
Short-term portions of long-term bank borrowings	916,261	1,126,195
Lease borrowings from non-related parties	108,452	134,970
Lease borrowings from related parties	5,591	17,543
Total	1,030,304	1,278,708

Long-term borrowings:	31 March 2023	31 December 2022
Long-term bank borrowings	2,016,989	2,071,244
Lease borrowings from non-related parties	329,034	515,386
Lease borrowings from related parties	-	12,303
Total	2,346,023	2,598,933

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NOTE 8 - SHORT AND LONG-TERM FINANCIAL BORROWINGS (Continued)

a) Bank borrowings and bonds

Details of the bank borrowings and bonds as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023			31 December 2022		
	Interest rate per annum (%)	Original currency	TRY	Interest rate per annum (%)	Original currency	TRY
Short-term bank borrowings:						
TRY denominated bank borrowings	1.98 - 37.97	3,696,784	3,696,784	1.10 - 45.50	5,551,037	5,551,037
USD denominated bank borrowings	4.00 - 13.65	65,738	1,261,368	2.05 - 13.65	49,819	933,210
EUR denominated bank borrowings	2.52 - 11.95	17,211	359,409	2.50 - 10.25	14,358	286,741
GBP denominated bank borrowings	4.00	818	19,455	4.00	1,819	41,121
Subtotal			5,337,016			6,812,109
Short-term bonds:						
TRY denominated bonds		1,331,271	1,331,271		1,210,891	1,210,891
Subtotal			6,668,287			8,023,000
Short-term portion of long-term bank borrowings:						
TRY denominated bank borrowings	4.10 - 45.50	285,701	285,701	1.98 - 45.50	600,800	600,800
USD denominated bank borrowings	1.23 - 13.65	20,238	388,323	1.23 - 13.65	12,669	237,316
EUR denominated bank borrowings	0.65 - 5.28	11,600	242,237	0.65 - 8.30	14,425	288,079
Subtotal			916,261			1,126,195
Total short-term bank borrowings and financial bonds			7,584,548			9,149,195
Long term bank borrowings:						
TRY denominated bank borrowings	4.10 - 45.50	436,045	436,045	1.98 - 45.50	463,931	463,931
USD denominated bank borrowings	1.23 - 13.65	40,261	772,520	1.23 - 13.65	40,413	757,016
EUR denominated bank borrowings	0.65 - 5.28	38,713	808,424	0.65 - 8.30	42,577	850,297
Total long-term bank borrowings			2,016,989			2,071,244

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NOTE 8 - SHORT AND LONG-TERM FINANCIAL BORROWINGS (Continued)

b) Lease borrowings

Details of the lease borrowings as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023			31 December 2022		
	Interest rate per annum (%)	Original currency	TRY	Interest rate per annum (%)	Original currency	TRY
Short-term portion of long-term lease borrowings:						
TRY denominated lease borrowings from related parties	11.89 - 29.62	5,591	5,591	11.16 - 26.62	17,543	17,543
TRY denominated lease borrowings from non- related parties	11.89 - 29.62	108,452	108,452	11.16 - 26.62	134,970	134,970
Subtotal			114,043			152,513
Total short-term lease borrowings			114,043			152,513
Long-term lease borrowings:						
TRY denominated lease borrowings from related parties	11.89 - 29.62	-	-	11.16 - 26.62	12,303	12,303
TRY denominated lease borrowings from non- related parties	11.89 - 29.62	329,034	329,034	11.16 - 26.62	515,386	515,386
Total long-term lease borrowings			329,034			527,689

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NOTE 8 - SHORT AND LONG-TERM FINANCIAL BORROWINGS (Continued)

The movement table of the lease borrowings is as follows:

	31 March 2023	31 March 2022
Beginning of the period	680,202	295,555
Additions	121,576	71,823
Payments	(63,359)	(21,775)
Interest expense (Note 24)	14,232	12,803
Remeasurement	1,959	3,026
Liabilities related to asset groups classified as held for sale (Note 25)	(311,533)	-
Acquisition of subsidiary (Note 3)	-	1,902
	443,077	363,334

The reconciliation of the net financial borrowings as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
Cash and cash equivalents (Note 6)	4,481,306	7,049,564
Short-term borrowings	(7,584,548)	(9,149,195)
Long-term borrowings	(2,016,989)	(2,071,244)
Short term lease borrowings	(114,043)	(152,513)
Long term lease borrowings	(329,034)	(527,689)
Net financial assets/(liabilities)	(5,563,308)	(4,851,077)

	Short and long term borrowings	Lease borrowings	Cash and cash equivalents	Net financial liability
1 January 2023	11,220,439	680,202	(7,049,564)	4,851,077
Cash flow effect	(610,090)	(63,363)	1,558,325	768,134
Lease agreements	-	123,539	-	123,539
Currency translation adjustments	76,080	-	(178,584)	(102,504)
Interest accrual, net	91,988	14,232	14,431	237,389
Liabilities related to asset groups classified as held for sale	(1,176,880)	(311,533)	1,174,086	(314,327)
31 March 2023	9,601,537	443,077	(4,481,306)	5,563,308
	Short and long term borrowings	Lease borrowings	Cash and cash equivalents	Net financial liability
1 January 2022	4,361,745	295,555	(4,646,127)	11,173
Cash flow effect	2,210,685	(21,775)	(983,409)	1,205,501
Lease agreements	-	74,829	-	74,829
Currency translation adjustments	136,372	20	154,839	291,231
Interest accrual, net	132,964	12,803	8,289	154,056
Acquisition of subsidiary (Note 3)	29,397	1,902	(3,896)	27,403
31 March 2022	6,871,163	363,334	(5,470,304)	1,764,193

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NOTE 8 - SHORT AND LONG-TERM FINANCIAL BORROWINGS (Continued)

The repayment schedule of long-term bank borrowings as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
2024	817,505	792,401
2025	771,842	741,804
2026 and after	427,642	537,039
Total	2,016,989	2,071,244

Carrying value of the financial liabilities is considered to be same with the fair value since discount effect is not material, The Group borrows loans on fixed and floating interest rates.

Allocation of borrowings with fixed and floating interest rates of the Group excluding financial liabilities to be paid to the suppliers as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
Financial borrowings with fixed interest rates	9,048,270	10,907,862
Financial borrowings with floating interest rates	996,344	992,779
Total	10,044,614	11,900,641

NOTE 9 - TRADE RECEIVABLES AND PAYABLES

Short-term trade receivables from non- related parties

	31 March 2023	31 December 2022
Trade receivables	2,792,721	3,849,018
Notes and cheques receivable	1,414,127	1,415,905
Income accruals	123,000	170,703
Total	4,329,848	5,435,626
Less: Deferred finance income (-)	(88,060)	(96,438)
Less: Provision for expected credit losses (-)	(9,552)	(4,334)
Less: Provision for doubtful receivables (-)	(82,265)	(100,437)
Total	4,149,971	5,234,417

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NOTE 9 - TRADE RECEIVABLES AND PAYABLES (Continued)

Movement of provisions for doubtful receivables for the related periods are as follows:

	2023	2022
1 January	(104,771)	(80,338)
Provision from continued operations in the current period	(7,819)	(3,379)
Expected credit loss, net	(5,218)	35
Derecognized provisions	1,129	-
Written off uncollectible receivables ⁽¹⁾	-	(11)
Collections	362	222
Non-current assets classified as held for sale	24,500	-
31 March	(91,817)	(83,471)

⁽¹⁾ The Group has decided to derecognise the receivables recorded as doubtful within prior periods, in accordance with the provisional article 7 of TCC, which are from the companies extracted from trade registry and the companies that have completed ordinary liquidation process and the companies dissolved by commercial courts' decision and the companies dissolved by bankruptcy estate and also determined as bad debts, from the statement of financial position.

Guarantees for trade receivables

As of 31 March 2023, overdue trade receivables amounting to TRY382,337 (31 December 2022: TRY293,870), were not assessed as doubtful receivables (Note 29), The Group does not foresee any collection risk regarding the overdue receivables, considering sector dynamics and circumstances as of the reporting date (Note 2).

As of 31 March 2023, the Group has collateral, pledge, mortgage and guarantees amounting to TRY4,101,267 (31 December 2022: TRY5,096,892) for trade receivables amounting to TRY335,746 (31 December 2022: TRY1,389,288) from non-related parties (Note 29).

Short term trade payables to non-related parties

	31 March 2023	31 December 2022
Trade payables	1,334,975	2,855,264
Provisions for liabilities and expenses	640,861	81,801
Cheques and notes payables	141,785	46,403
Less: Deferred finance expense (-)	-	(4,831)
Total	2,117,621	2,978,637

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NOTE 10 - OTHER RECEIVABLES AND PAYABLES

Other short-term receivables from non-related parties

	31 March 2023	31 December 2022
Deposits and guarantees given	61,610	33,792
Other receivables	3,620	30,275
Total	65,230	64,067

Other short-term payables due to non-related parties

	31 March 2023	31 December 2022
Taxes and funds payable	336,307	147,670
Deposits and guarantees received	15,449	8,392
Other short-term payables	25,700	7,704
Total	377,456	163,766

Other long-term payables due to non-related parties

	31 March 2023	31 December 2022
Deposits and guarantees received	8,813	7,373
Other long-term payables	92,335	88,337
Total	101,148	95,710

NOTE 11 - INVENTORIES

	31 March 2023	31 December 2022
Finished goods and merchandise	1,584,923	2,873,690
Raw materials and supplies	1,093,215	1,043,646
Semi-finished goods	302,797	344,540
Other inventories	41,582	53,883
Provision for impairment of inventory (-)	(25,092)	(14,123)
Total	2,997,425	4,301,636

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NOTE 12 - INVESTMENT PROPERTIES

The movement of investment properties for the periods ended 31 March 2023 and 2022 are as follows:

	1 January 2023	Additions	Disposals	Non-current assets classified as held for sale	Transfers ⁽¹⁾	Currency translation differences	Fair value adjustment	31 March 2023
Land	519,798	-	-	(124,579)	-	-	-	395,219
Buildings	2,121,197	-	-	-	86,647	16,631	-	2,224,475
Net book value	2,640,995	-	-	(124,579)	86,647	16,631	-	2,619,694

	1 January 2022	Additions	Disposals	Non-current assets classified as held for sale	Transfers ⁽¹⁾	Currency translation differences	Fair value adjustment	31 March 2022
Land	844,372	-	-	-	-	-	-	844,372
Buildings	1,160,829	-	-	-	(194,925)	30,074	-	995,978
Net book value	2,005,201	-	-	-	(194,925)	30,074	-	1,840,350

⁽¹⁾ The value of 3.184 m2 of buildings belonging to Group companies that rent office space in Trump Office Center belonging to D Gayrimenkul, one of the subsidiaries of the Group, is classified in fixed assets.

There is no collateral or mortgage on investment properties of the Group.

As of 31 March 2023, the investment properties consist of rental building units, real estates and land.

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NOTE 12 - INVESTMENT PROPERTIES (Continued)

As of 31 March 2023, the investment properties consist of rental building units, real estates and land.

Level classification of financial assets and liabilities measured at fair value

Investment properties of the Group has been valued by the real estate valuation establishments those are in the CMB list by using the market comparison analysis approach, cost approach and direct capitalisation approach methods. As a result, it was determined that the values calculated from different approaches is similar and consistent with the market comparison method and value has been determined according to the market comparison method. Real estate valuation establishments are authorized by CMB and provide property valuation appraisal services in accordance with the capital markets legislation and have sufficient experience and qualifications regarding the fair value measurement of the real estate in related regions.

The following table gives information on how the fair values of the related financial asset and liabilities were determined:

	Fair value		Fair value level as of the reporting date		
			Level 1	Level 2	Level 3
	31 March 2023	31 December 2022			
Investment properties	2,619,694	2,640,995	-	2,619,694	-

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NOTE 13 - PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment for the periods ended 31 March 2023 and 2022 are as follows:

	1 January 2023	Additions	Disposals	Transfers	Currency translation differences	Non-current assets classified as held for sale	31 March 2023
Cost:							
Land and land improvements	191,799	411	(5)	1,170	-	(37,467)	155,908
Buildings	431,167	281	-	(86,648)	3	(34,539)	310,264
Machinery and equipment	2,217,108	24,404	(1,281)	381	4,701	(214,132)	2,031,181
Motor vehicles	775,098	237,933	(119,071)	-	556	(33,051)	861,465
Furniture and fixtures	297,050	13,915	(190)	2,707	1,059	(26,812)	287,729
Development costs of leased tangible assets	210,699	1,338	-	-	1,278	(40,090)	173,225
Other tangible assets	318,552	9,234	(611)	-	1	(289,051)	38,125
Construction in progress	94,124	53,231	(13)	(5,433)	53	(2,308)	139,654
	4,535,597	340,747	(121,171)	(87,823)	7,651	(677,450)	3,997,551
Accumulated depreciation:							
Land improvements	9,339	1,188	-	-	-	-	10,527
Buildings	89,367	2,283	-	-	16	(5,596)	86,070
Machinery and equipment	648,680	35,331	(64)	-	3,343	(77,512)	609,778
Motor vehicles	176,520	42,291	(21,430)	-	432	(24,539)	173,274
Furniture and fixtures	79,962	10,873	(18)	-	345	(16,284)	74,878
Development costs of leased tangible assets	91,048	9,224	-	-	615	(20,976)	79,911
Other tangible assets	190,260	8,135	(464)	-	(1,174)	(160,940)	35,817
	1,285,176	109,325	(21,976)	-	3,577	(305,847)	1,070,255
Net book value	3,250,421						2,927,296

As of 31 March 2023, there is no mortgage on property, plant and equipment (31 December 2022: None). As of 31 March 2023, there is no property, plant and equipment acquired by financial leasing (31 December 2022: None). As of 31 March 2023, there is no capitalized borrowing costs in tangible fixed asset (31 December 2022: None).

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NOTE 13 - PROPERTY, PLANT AND EQUIPMENT (Continued)

	1 January 2022	Additions	Disposals	Transfers	Currency translation differences	Disposal of subsidiary	Acquisition of subsidiary	31 March 2022
Cost:								
Land and land improvements	191,061	12	-	303	-	-	-	191,376
Buildings	133,881	3,198	-	194,934	72	-	-	332,085
Machinery and equipment	1,753,791	9,207	(10)	6,139	8,947	(185)	59,264	1,837,153
Motor vehicles	357,813	66,385	(23,884)	-	864	-	800	401,978
Furniture and fixtures	167,899	8,538	(1,024)	138	252	4	1,409	177,216
Development costs of leased tangible assets	138,679	2,636	(18)	-	1,881	(10)	209	143,377
Other tangible assets	196,317	8,084	(346)	-	-	-	-	204,055
Construction in progress	22,661	13,927	(890)	(6,891)	(147)	-	-	28,660
	2,962,102	111,987	(26,172)	194,623	11,869	(191)	61,682	3,315,900
Accumulated depreciation:								
Land improvements	7,729	427	-	-	-	-	-	8,156
Buildings	84,023	1,580	-	-	(12)	-	-	85,591
Machinery and equipment	511,680	24,918	(3)	-	6,748	-	-	543,343
Motor vehicles	90,656	15,328	(4,193)	-	672	-	-	102,463
Furniture and fixtures	72,855	4,005	(248)	-	177	-	-	76,789
Development costs of leased tangible assets	62,331	3,501	-	-	1,723	-	-	67,555
Other tangible assets	97,344	6,724	(222)	-	-	-	-	103,846
	926,618	56,483	(4,666)	-	9,308	-	-	987,743
Net book value	2,035,484							2,328,157

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NOTE 14 - INTANGIBLE ASSETS

Other intangible assets:

Movements of the intangible assets for the periods ended 31 March 2023 and 2022 are as follows:

	1 January 2023	Additions	Disposals	Currency translation differences	Transfers	Non-current assets classified as held for sale	31 March 2023
Cost							
Trade names	298,402	-	-	-	-	-	298,402
Electricity generation license	354,644	-	-	-	-	-	354,644
Customer list	668,380	-	-	-	-	-	668,380
Technological assets	121,328	-	-	-	-	-	121,328
Other	893,275	60,734	(589)	4,882	1,175	(19,485)	939,992
	2,336,029	60,734	(589)	4,882	1,175	(19,485)	2,382,746
Accumulated amortization:							
Trade names	16,176	3,357	-	-	-	-	19,533
Electricity generation license	67,977	1,913	-	-	-	-	69,890
Customer list	34,489	6,395	-	-	-	-	40,884
Technological assets	4,044	2,022	-	-	-	-	6,066
Other	368,014	35,375	(230)	8,720	-	(8,369)	403,510
	490,700	49,062	(230)	8,720	-	(8,369)	539,883
Dealer agreements	196,399					(212,533)	-
Television programme rights	396,154						454,084
	2,437,882						2,296,947

Movement of television programme rights and dealer agreements for the period ended 31 March 2023 is as follows:

	1 January 2023	Additions	Amortization	Non-current assets classified as held for sale	Currency translation differences	31 March 2023
Dealer agreements	196,399	26,675	(10,541)	(212,533)	-	-
Television programme rights	396,154	16,196	(6,935)	-	48,669	454,084

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NOTE 14 - INTANGIBLE ASSETS (Continued)

Other intangible assets (Continued):

	1 January 2022	Additions	Disposals	Currency translation differences	Transfers	Disposal of subsidiary	Acquisition of subsidiary ⁽¹⁾	31 March 2022
Cost								
Trade names	96,932	-	-	-	-	-	-	96,932
Electricity generation license	354,644	-	-	-	-	-	-	354,644
Customer list	370,999	-	-	-	-	-	91,213	462,212
Other	319,907	16,895	(731)	5,020	302	(411)	-	340,982
	1,142,482	16,895	(731)	5,020	302	(411)	91,213	1,254,770
Accumulated amortization:								
Trade names	9,460	-	-	-	-	-	-	9,460
Electricity generation license	60,329	1,912	-	-	-	-	-	62,241
Customer list	7,893	-	-	-	-	-	-	7,893
Other	236,387	23,700	(3)	3,529	-	-	-	263,613
	314,069	25,612	(3)	3,529				343,207
Dealer agreements	193,890							194,612
Television programme rights	206,696							265,131
	1,228,999							1,371,306

⁽¹⁾ Details are disclosed in Note 3.

Movement of television programme rights and dealer agreements for the period ended 31 March 2022 is as follows:

	1 January 2022	Additions	Amortization	Disposals	Currency translation differences	31 March 2022
Dealer agreements	193,890	7,080	(6,278)	(80)	-	194,612
Television programme rights	206,696	17,671	(6,695)	-	47,459	265,131

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NOTE 14 - INTANGIBLE ASSETS (Continued)

Goodwill

As of 31 March 2023 and 2022, movement of goodwill is as follows:

	2023	2022
1 January	437,023	108,843
Additions (Note 3)	-	29,090
Non-current assets classified as held for sale	(1,236)	-
Currency translation differences	-	315
31 March	435,787	138,248

NOTE 15 - RIGHT OF USE ASSETS

	1 January 2023	Additions	Remeasurement	Non-current assets classified as held for sale	31 March 2023
Cost:					
Buildings	612,158	117,956	-	(647,761)	82,353
Motor vehicles	281,396	542	-	(19,435)	262,503
Land	30,384	-	-	-	30,384
Offices	48,474	1,313	341	(17,144)	32,984
Warehouses	32,626	88	1,677	(500)	33,891
Machinery and equipment	169,048	-	975	-	170,023
Radio frequencies	5,379	-	643	-	6,022
	1,179,465	119,899	3,636	(684,840)	618,160

	1 January 2023	Additions	Remeasurement	Non-current assets classified as held for sale	31 March 2023
Accumulated amortization:					
Buildings	(307,439)	(39,548)	-	304,036	(42,951)
Motor vehicles	(64,826)	(4,082)	-	12,987	(55,921)
Land	(4,545)	(691)	-	-	(5,236)
Offices	(19,878)	(3,177)	-	7,461	(15,594)
Warehouses	(22,919)	(4,362)	-	285	(26,996)
Machinery and equipments	(46,868)	(11,812)	-	-	(58,680)
Radio frequencies	(4,027)	(708)	-	-	(4,735)
	(470,502)	(64,380)	-	324,769	(210,113)

Net book value	708,963				408,047
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DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 15 - RIGHT OF USE ASSETS (Continued)

	1 January 2022	Additions	Acquisition of subsidiary ⁽¹⁾	Remeasurement	31 March 2022
Cost:					
Buildings	464,121	33,655	-	-	497,776
Motor vehicles	71,117	1,564	127	-	72,808
Land	24,046	-	-	-	24,046
Offices	26,053	1,333	663	1,751	29,800
Warehouses	14,403	5,730	496	83	20,712
Machinery and equipment	48,346	954	-	454	49,754
Radio frequencies	3,708	-	-	751	4,459
	651,794	43,236	1,286	3,039	699,355
Accumulated amortization:					
Buildings	(201,568)	(21,832)	-	-	(223,400)
Motor vehicles	(52,802)	(2,833)	-	-	(55,635)
Land	(3,471)	(497)	-	-	(3,968)
Offices	(9,378)	(1,523)	-	-	(10,901)
Warehouses	(11,408)	(2,167)	-	-	(13,575)
Machinery and equipments	(10,640)	(1,213)	-	-	(11,853)
Radio frequencies	(2,766)	(395)	-	-	(3,161)
	(292,033)	(30,460)	-	-	(322,493)
Net book value	359,761				376,862

⁽¹⁾ Details are disclosed in Note 3.

NOTE 16 - GOVERNMENT GRANTS

Ditaş, one of the subsidiaries of the Group, has received insurance premium incentives in scope of the Social Insurance and General Health Insurance Law (law no, 5510), regional incentives (law no, 56486), SSI incentives (law no, 56645), disabled personnel employment incentive and minimum wage incentive (law no, 4857). Ditaş has netted off the incentives amounting to TRY 615 (31 March 2022: TRY 584), against labor costs in “Cost of sales” as of 31 March 2023. Karel, one of the subsidiaries of the Group, has received TRY 3,624 as of 31 March 2023, as part of the government incentives, based on some of the expenditures made for the international fairs which Karel participated in with SSI employer support, investment incentive interest support and R&D projects approved by Tübitak. The Group’s subsidiaries benefit from the Employer Premium Incentive (Law No, 6111) and the Additional Employment Incentive (Law No, 7103). As of 31 March 2023, total amount of TRY 536 (31 March 2022: TRY 780) was offset from personnel expenses in the financial statements.

NOTE 17 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

Other short-term provisions	31 March 2023	31 December 2022
Insurance technical provisions ⁽¹⁾	1,820,854	1,114,231
Provision for lawsuits and indemnity	17,723	17,330
EMRA penalty provision ⁽²⁾	4,370	4,370
Other	15,129	16,290
	1,858,076	1,152,221

⁽¹⁾ Insurance technical provisions are related to the provisions of Hepiyi Sigorta.

⁽²⁾ EMRA penalty provisions relate to Galata Wind's provisions.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 18 - COMMITMENTS

(a) Letters of guarantee and guarantee notes given

	31 March 2023					31 December 2022				
	TRY Equivalent	TRY	USD	EUR	Other	TRY Equivalent	TRY	USD	EUR	Other
A. CPM’s given in the name of its own legal personality										
Collaterals ⁽¹⁾	3,794,847	2,031,772	55,823	30,709	375,000	5,081,678	3,185,721	65,655	30,867	375,000
Pledge ⁽³⁾	11,570	11,570	-	-	-	8,300	8,300	-	-	-
Mortgage	437,745	-	-	21,000	-	418,633	-	-	21,000	-
B. CPM’s given on behalf of the fully consolidated companies										
Collaterals ⁽¹⁾⁽²⁾	1,118,682	221,621	46,836	-	-	1,094,081	218,476	46,828	-	-
Pledge ⁽³⁾	-	-	-	-	-	-	-	-	-	-
Mortgage	-	-	-	-	-	-	-	-	-	-
C. CPM’s given on behalf of 3rd parties for ordinary course of business	386	386	-	-	-	386	386	-	-	-
D. Total amount of other CPM’s given										
i) Total amount of CPM’s given on behalf of the majority shareholders	-	-	-	-	-	-	-	-	-	-
ii) Total amount of CPM’s given on behalf of other group companies which are not in scope of B and C	-	-	-	-	-	-	-	-	-	-
iii) Total amount of CPM’s given on behalf of 3rd parties which are not in scope of C	-	-	-	-	-	-	-	-	-	-
Total	5,363,230	2,265,349	102,659	51,709	375,000	6,603,078	3,412,883	112,483	51,867	375,000

⁽¹⁾ The collaterals of the Group consist of letter of guarantees, guarantee notes and bails and the details are explained below.

⁽²⁾ Within the scope of Aslancık Elektrik's hydroelectric power plant project financing, Doğan Holding has a surety of USD 13,330 (31 December 2022: there is a surety of USD 13,330). Doğan Holding has a guarantee amounting to USD 33,000 given to credit institutions.

⁽³⁾ 33.33% and 33.00% of Aslancık Elektrik and Boyabat Elektrik's shares, respectively, have been pledged to the banks due to the Group's long-term financial debts and are not included in the table above.

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NOTE 18 - COMMITMENTS (Continued)

Non-finance operations:

	31 March 2023		31 December 2022	
	Original Currency	TRY equivalent	Original Currency	TRY equivalent
Letters of guarantees - TRY	1,346,108	1,346,108	1,400,038	1,400,038
Letters of guarantees - USD	7,720	147,869	7,402	138,403
Letters of guarantees - EUR	29,657	618,191	29,815	594,361
Letters of guarantees – Other	375,000	53,759	375,000	52,988
Guarantee notes - USD	47,499	909,750	57,499	1,075,126
Guarantee notes - TRY	21,273	21,273	1,221,273	1,221,273
Guarantee notes - EUR	552	11,512	552	11,010
Pledge - TRY	11,570	11,570	8,300	8,300
Total		3,120,032		4,501,499

Finance operations:

	31 March 2023		31 December 2022	
	Original Currency	TRY equivalent	Original Currency	TRY equivalent
Letters of guarantees - TRY	857,084	857,084	753,959	753,959
Letters of guarantees - USD	1,110	21,255	1,252	23,405
Letters of guarantees - EUR	500	10,423	500	9,967
Total		888,762		787,331

(a) Bails and mortgages given

The details of guarantees given by the Group for the financial liabilities and trade payables of the Group companies and related parties as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023		31 December 2022	
	Original Currency	TRY equivalent	Original Currency	TRY equivalent
Bails - USD	46,330	887,377	46,330	866,301
Bails - TRY	29,314	29,314	29,314	29,314
Mortgage - EUR	21,000	437,745	21,000	418,633
Total		1,354,436		1,314,248

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(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 18 - COMMITMENTS (Continued)

As of 31 March 2023, Öncü Girişim Sermayesi Yatırım Ortaklığı A.Ş. (“Öncü Girişim”) has extra contribution share purchase commitments of TRY8,202 thousand (exact) related to Mediterra Capital Partners II LP investment (EUR393 thousand (exact)), TRY 746 thousand (exact) related to Mediterra Capital Partners I LP (EUR36 thousand (exact)), TRY664 thousand (exact) related to Collective Spark Fund B.V. investment (EUR32 thousand (exact)) (Mediterra Capital Partners II LP investment 31 December 2022: TRY9,038 thousand (exact) (EUR453 thousand (exact)), Mediterra Capital Partners I LP investment 31 December 2022: TRY760 thousand (exact) (EUR38 thousand (exact)) and Collective Spark Fund B.V. investment 31 December 2022: TRY635 thousand (exact) (EUR32 thousand (exact)).

Öncü Girişim has granted “Sale Option” right to B group shareholders related to their shares in Hepiyi Sigorta, and Hepiyi Sigorta B group shareholders has granted Öncü Girişim “Purchase Option” related to their shares in Hepiyi Sigorta. For both options, use of option fee is the same. The use of option fee should be the higher of 1.5 times equity/number of shares (book value) subject to option according to the financial statement most recently audited and/or submitted to the relevant public authority, in scope of the Insurance Legislation or 6 times the net period profit of the last 12 months in the financial statement prepared in line with Turkish Financial Reporting Standards (TFRS) shares. The Sale Option right may be used as of the end of the fifth (5th) year following the signature date of Share Owners Agreement. As of the date of the report, because Hepiyi Sigorta A.Ş. Hasn’t been operating for a whole year, the relevant liability amount cannot be reliably calculated and thus has not been recognised in the financial tables.

NOTE 19 - OTHER ASSETS

Other current assets	31 March 2023	31 December 2022
Value added tax (“VAT”) receivables	198,573	191,257
Prepaid tax and funds ⁽¹⁾	47,272	89,356
Personnel advances	15,529	4,632
Job advances	3,871	4,001
Other	22,611	3,131
	287,856	292,377

(1) A significant portion of Doğan Holding’s prepaid taxes and funds are offset in the current period.

NOTE 20 - PROVISION FOR EMPLOYMENT BENEFITS

a) Payables related to employee benefits

The details of payables related to employee benefits as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
Payables to personnel ⁽¹⁾	142,852	139,706
Social security payables	67,839	94,899
	210,691	234,605

(1) The relevant amount includes provisions for bonuses and premium.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

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NOTE 20 - PROVISION FOR EMPLOYMENT BENEFITS (Continued)

b) Short term provisions for employment benefits

The details of short-term provisions for employment benefits as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
Provision for unused vacation	125,027	95,456
	125,027	95,456

c) Long term provisions for employment benefits

Details of long-term provisions for employment benefits as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
Provision for employment termination benefits	339,050	323,510
	339,050	323,510

Except from the legal requirements other than Turkey in which the Group operates, there are no pension plans and benefits.

NOTE 21 - EQUITY

Doğan Holding adopted the registered paid-in capital system and set a limit on its registered paid-in capital representing registered type shares with a nominal value of TRY1.

Doğan Holding's registered capital ceiling and issued capital at 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
Registered authorized capital ceiling	4,000,000	4,000,000
Issued capital	2,616,938	2,616,938

There are no privileged shares of Doğan Holding.

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(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated. Currencies other than TRY, expressed in thousands unless otherwise indicated.)

NOTE 21 - EQUITY (Continued)

The ultimate shareholders of Doğan Holding are Aydın Doğan and Doğan Family (Işıl Doğan, Arzuhan Yalçındağ, Vuslat Sabancı, Hanzade V. Doğan Boyner and Y. Begümhan Doğan Faralyalı) and the shareholders of Holding and the historical values of shares in equity as of 31 March 2023 and 31 December 2022 are as follows:

Shareholder	Shares (%)	31 March 2023	Shares (%)	31 December 2022
Adilbey Holding A.Ş.	49.66	1,299,679	49.66	1,299,679
Doğan Family	14.47	378,626	14.47	378,626
Publicly traded on Borsa İstanbul ⁽¹⁾	35.87	938,633	35.87	938,633
Issued capital	100.00	2,616,938	100.00	2,616,938
Adjustment to issued capital		143,526		143,526
Repurchased shares (-)		(59,533)		(59,533)
Total		2,700,931		2,700,931

⁽¹⁾ In accordance with the “CMB” Resolution No: 31/1059 issued on 30 October 2014 and 21/655 issued on 23 July 2010, it is regarded that 35.79% of 936,633,081.38 (exact) shares (31 December 2022: 35.79%) are outstanding as of 31 March 2023 based on the Central Registry Agency’s (“CRA”) records.

Repurchased shares

Repurchased shares With the decision of the Group Board of Directors, dated March 16, 2022; 3 (three) years “Share Buyback Program”, which was prepared by taking into account the regulations of Turkish Commercial Code, Capital Markets Law, CMB’s Communiqué on Repurchased Shares No. II-22.1 published in the Official Gazette dated January 3, 2014 and numbered 28871. It was accepted by a majority of votes at the General Assembly Meeting. There are no repurchased shares as of the balance sheet date.

Dividend Distribution

At the Ordinary General Assembly of the Company held on March 30, 2023; cash amounting to a total of 190,000,000.00 Turkish Lira (“gross”), 171,000,000.00 Turkish Lira (“net”), 7.260% of the “Issued Capital” gross and 6.534% of the net It has been decided to distribute profits and to start the distribution of dividends on 31 May 2023 at the latest.

Based on the notification published on the Public Disclosure Platform on May 4, 2023, the final cash dividend payment date has been determined as May 10, 2023.

NOTE 22 - OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES

Other income from operating activities

	1 January - 31 March 2023	1 January - 31 March 2022
Interest income on bank deposit	147,997	58,298
Foreign exchange gains/(losses),net	27,261	184,439
Investment property fair value increase	17,873	315,961
Derecognized provisions	5,081	3,909
Finance income due from sales with maturity	4,310	2,459
Other	67,459	3,536
Total	269,981	568,602

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NOTE 22 - OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES (Continued)

Other expenses from operating activities

	1 January - 31 March 2023	1 January - 31 March 2022
Foreign exchange gains/(losses), net	(74,682)	(538)
Donations and grants	(40,689)	(2,553)
Provision for doubtful receivables	(17,707)	(4,531)
Provision for lawsuits	(2,277)	(119)
Finance expense due to purchases with maturity	(1,313)	(36)
Other	(29,570)	(21,485)
Total	(166,238)	(29,262)

NOTE 23 - INCOME AND EXPENSES FROM INVESTMENT ACTIVITIES

Income from investment activities

	1 January - 31 March 2023	1 January - 31 March 2022
Interest income on marketable securities	283,132	109,163
Income from sales of marketable securities	74,293	-
Foreign exchange gains/(losses), net	33,495	265,958
Income from sales of tangible and intangible assets	2,282	3,474
Other	219	-
	393,421	378,595

Expenses from investment activities

	1 January - 31 March 2023	1 January - 31 March 2022
Loss on sale of marketable securities	-	(38,534)
	-	(38,534)

NOTE 24 - FINANCE EXPENSES

Finance expenses

	1 January - 31 March 2023	1 January - 31 March 2022
Interest expense on bank borrowings	(271,075)	(172,259)
Foreign exchange (losses)/gains, net	(113,992)	(109,969)
Bank commission expenses	(22,863)	(16,384)
Interest expense related to lease borrowings (Note 8)	(14,232)	(2,514)
Other	(36,890)	(10,185)
	(459,052)	(311,311)

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NOTE 25 - ASSETS CLASSIFIED AS HELD FOR SALE AND DISCONTINUED OPERATIONS AND LIABILITIES RELATED TO ASSET GROUPS CLASSIFIED AS HELD FOR SALE

Assets Classified as Held for Sale:

Petroleum Products Retail

In the board meeting dated 4 April 2023, the Group has decided to sign the share sale agreement related to the sale and transfer of shares of capitals of direct or indirect subsidiaries that operate in fuel oil retail section, explained in footnote 1 and that the management is authorised in this matter. The details of the above mentioned share sale and transfer transactions have been announced on Public Disclosure Platform as of 4 April 2023 and 26 April 2023. As a result of this decision, as of 31 March 2023, the assets owned by the above-mentioned subsidiaries have been classified under non-current assets held for sale, and liabilities under liabilities regarding asset groups classified as held for sale. The operations of the above-mentioned subsidiaries during the interim accounting period of 1 January - 31 March 2023 were classified under discontinued operations. In this scope, the Group has presented the relevant operations as discontinued operations to ensure compliance with condensed consolidated financial statements of the current period with the consolidated profit/loss statement, the relevant footnotes and the consolidated cash flow statement of 1 January - 31 March 2022 interim accounting period.

	31 March 2023
Cash and cash equivalents	1,174,086
Financial investments	405,161
Trade receivables	988,890
Inventory	1,030,706
Other current assets	66,571
Prepaid expenses	220,772
Investment properties	124,579
Right of use assets	360,071
Tangible assets	371,603
Intangible assets	12,352
Deferred tax assets	180,194
Non-Current Assets Classified as Held for Sale	4,934,985
Borrowings	1,488,414
Trade payables	1,537,835
Payables under employee benefits	14,247
Other debts and liabilities	161,728
Deferred revenues	19,254
Short and long term provisions	37,012
Liabilities of Assets Classified as Held for Sale	3,258,490

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NOTE 25 - ASSETS CLASSIFIED AS HELD FOR SALE AND DISCONTINUED OPERATIONS AND LIABILITIES RELATED TO ASSET GROUPS CLASSIFIED AS HELD FOR SALE

	1 January- 31 March 2023	1 January- 31 March 2022
Revenue	5,867,663	4,749,607
Cost of goods sold (-)	(5,619,667)	(4,383,677)
General administration expenses (-)	(24,107)	(15,368)
Marketing expenses (-)	(176,777)	(102,578)
Other income from operating activities	130,088	63,292
Other expense from operating activities	(56,034)	(43,188)
Income from investment activities	33,916	9,082
Financing income	2,869	13,654
Financing expense (-)	(105,361)	(57,344)
Profit Before Tax From Discontinued Operations	52,590	233,480
Period Tax Expense/Income	-	(45,318)
Deferred Tax Expense/Income	(18,514)	83,796
Profit for the Period from Discontinued Operations	34,076	271,958
Consolidation adjustments	(1,038)	(5,997)
Profit for the Period from Discontinued Operations	33,038	265,961

NOTE 26 - INCOME TAXES

Turkish tax legislation does not permit a parent company and its subsidiaries to file a consolidated tax return. Therefore, provisions for taxes, as reflected in these condensed consolidated financial statements, have been calculated on a separate-entity basis for all the subsidiaries consolidated on a line-by-line basis.

Corporate tax

Corporate tax liabilities as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
Provision for current income tax	159,545	670,749
Prepaid corporate taxes	(34,072)	(458,646)
Acquisition of subsidiary (Note 3)	-	8,127
Taxes payable for the period	125,473	220,230

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NOTE 26 - INCOME TAXES (Continued)

	31 March 2023	31 December 2022
Corporate and income taxes payable	125,473	220,230
Deferred tax (asset)/liabilities, net	(118,867)	(245,470)
Total taxes	6,606	(25,240)

Turkey

In Turkey, the corporate tax rate is 20% as of 31 March 2023 (2022: 23%). In so far, the corporate tax rate is 25% (2022: 25%) on the corporate earnings of banks, companies within the scope of Law No. 6361, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies. is taken.

Accordingly, in the condensed consolidated financial statements of the Group as of March 31, 2023, when calculating the deferred tax assets and liabilities of subsidiaries residing in Turkey, the tax rate is 25% for temporary differences related to financial institution subsidiaries and temporary for subsidiaries operating in non-financial sectors. The differences are taken into account as the tax rate of 20%.

As per Law on Restructuring of Some Receivables and Amending Certain Laws no 7440 promulgated in the Official Gazette on 12 March 2023, as per regulations in laws, extra tax of 10% at discounted exceptions from corporate earnings and discounts without being connected to the period earnings at the tax bases subject to discount corporate income tax, and 5% of tax-exempt earnings should be calculated, by presenting them in corporate income tax return related to 2022. As of the balance sheet date, the extra tax burden calculated in scope of the above-mentioned regulation was accrued in the condensed consolidated financial statements and the consolidated period tax expense impact is around TRY137 million. The payment related to the above-mentioned tax will be carried out in two instalments in 2023.

The composition of cumulative temporary differences and the related deferred tax assets and liabilities in respect of items for which deferred tax has been provided at 31 March 2023 and 31 December 2022 using the enacted tax rates are as follows:

	Cumulative temporary differences		Deferred tax assets/(liabilities)	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
Revaluation effect of tangible and intangible assets	3,499,981	4,218,750	699,996	843,750
Deductible tax losses	122,471	122,471	24,494	24,494
Provision for employment termination and unused vacation benefits	430,794	418,966	86,159	86,657
Deferred financial income of trade receivables	-	9,472	-	2,179
Provision for doubtful receivables	35,645	13,813	7,129	3,177
Deferred tax assets	4,088,891	4,783,472	817,778	960,257
Net differences between the fair values of investment properties and values of taxation	(1,545,970)	(1,658,277)	(154,597)	(165,828)
Net difference between book value and tax value of tangible and intangible assets and inventories	(2,528,519)	(1,809,715)	(505,704)	(361,943)
Other	(193,050)	(813,113)	(38,610)	(187,016)
Deferred tax liabilities	(4,267,539)	(4,281,105)	(698,911)	(714,787)
Deferred tax assets/(liabilities), net			118,867	245,470

Conclusions of netting has been reflected to consolidated statement of financial position of the Group, since Doğan Holding, subsidiaries and joint ventures, which are separate taxpayer companies, have booked their deferred tax assets and liabilities by netting in their financial statements that were prepared in accordance with the TAS. Temporary differences and deferred tax assets and liabilities shown above have been prepared on the basis of gross values.

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NOTE 26 - INCOME TAXES (Continued)

Deferred tax (Continued)

The reconciliation of the taxation on income in the consolidated statement of profit or loss for the periods ended 31 March 2023 and 2022 and the tax calculated at the corporate tax rate based on the income before minority interests and taxation on income are as follows:

	2023	2022
Income/(Loss) before tax and non-controlling interests	919,826	1,280,208
Current period tax income/(expense) calculated at 20% effective tax rate (2022: 23%)	(183,965)	(294,448)
Effect of carryforward tax losses not subject to deferred tax asset	-	(5,526)
Effect of investments accounted for by the equity method	(1,484)	(1,906)
Effect of expenses non- deductible/not subject to tax	(30,240)	(10,026)
Effect of change in statutory tax rate on deferred tax	(21,436)	4,630
Discounts and exceptions	7,453	212,518
Effect of property,plant and equipment remeasurement due to legal tax regulations	51,815	-
Incomes not subject to tax	-	1,459
Other	(13,644)	(1,150)
Classified for sale	18,514	(34,567)
31 March	(172,987)	(129,016)

NOTE 27 - EARNING/LOSS PER SHARE

Gain/(loss) per share for each class of shares is disclosed below:

	1 January - 31 March 2023	1 January - 31 March 2022
Net profit/(loss) for the period attributable to equity holders of the Parent Company	632,120	983,499
Weighted average number of shares with face value of TRY 1 each ⁽¹⁾	2,590,035	2,590,035
Earning/(loss) per share	0.244	0.380

⁽¹⁾ As explained in detail in Note 21, repurchased shares are excluded.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2023

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NOTE 28 - RELATED PARTY DISCLOSURES

As of the statement of financial position date, due from and to related parties and related party transactions for the periods ending 31 March 2023 and 31 December 2022 are disclosed below:

i) Balances with related parties

Short term trade receivables from related parties

	31 March 2023	31 December 2022
D Market Elektronik Hizmetler ve Ticaret A.Ş. (“D Market”)	12,491	5,398
Doğan Burda Dergi Yayıncılık ve Pazarlama A.Ş. (“Doğan Burda”)	4,778	728
Hepsi Finansal Danışmanlık A.Ş. (“Hepsi Finansal”)	2,193	4,309
Gümüştaş Madencilik ve Ticaret A.Ş. (“Gümüştaş”)	924	2,229
Other	1,621	665
Total	22,007	13,329

Short term receivables from finance sector operations to related parties

	31 March 2023	31 December 2022
D Market Elektronik Hizmetler ve Ticaret A.Ş. (“D Market”)	-	817
Total	-	817

Short term trade payables to related parties

	31 March 2023	31 December 2022
D Market Elektronik Hizmetler ve Ticaret A.Ş. (“D Market”)	4,091	4,623
Ortadoğu Otomotiv Ticaret A.Ş. (“Ortadoğu Otomotiv”)	589	719
Other	61	137
Total	4,741	5,479

Short term other payables to related parties

	31 March 2023	31 December 2022
Dividend payments ⁽¹⁾	190,000	-
Total	190,000	-

⁽¹⁾ At the Ordinary General Assembly of the Company held on March 30, 2023; A total of 190,000,000.00 (full) Turkish Lira (“gross”), 171,000,000.00 (full) Turkish Lira (“net”), 7.260% of the “Issued Capital” gross, 6.534% of the net”, the cash dividend payment date has been determined as 10 May 2023, based on the notification published on the Public Disclosure Platform on 4 May 2023.

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NOTE 28 - RELATED PARTY DISCLOSURES (Continued)

i) Balances with related parties: (Continued)

Short-term portion of long-term lease payables to related parties

	31 March 2023	31 December 2022
Aydın Doğan Vakfı	-	7,775
Ortadoğu Otomotiv Ticaret A.Ş. ("Ortadoğu Otomotiv")	5,335	9,533
Other	256	235
Total	5,591	17,543

Long-term lease payables to related parties

	31 March 2023	31 December 2022
Aydın Doğan Vakfı	-	12,303
Total	-	12,303

Long-term payables to finance sector operations related parties

	31 March 2023	31 December 2022
D Elektronik Şans Oyunları ve Yayıncılık A.Ş. ("D Elektronik")	43	43
D Market Elektronik Hizmetler ve Ticaret A.Ş. ("D Market")	12	16
Total	55	59

ii) Transactions with related parties:

Product and service purchases from related parties

	1 January - 31 March 2023	1 January - 31 March 2022
D Market Elektronik Hizmetler ve Ticaret A.Ş. ("D Market")	5,671	1,619
Ortadoğu Otomotiv Ticaret A.Ş. ("Ortadoğu Otomotiv")	3,617	3,782
Other	950	1,131
Total	10,238	6,532

Product and service sales to related parties

	1 January - 31 March 2023	1 January - 31 March 2022
D-Market Elektronik Hizmetler ve Ticaret A.Ş. ("D Market")	36,537	32,044
Doğan Burda Dergi Yayıncılık ve Pazarlama A.Ş. ("Doğan Burda")	6,782	3,313
D Elektronik Şans Oyunları ve Yayıncılık A.Ş. ("D Elektronik")	2,737	962
Ortadoğu Otomotiv Ticaret A.Ş. ("Ortadoğu Otomotiv")	1,446	1,724
Doğan Müzik Yapım ve Ticaret A.Ş. ("Doğan Müzik")	1,430	-
Gümüştaş Madencilik Madencilik ve Ticaret A.Ş. ("Gümüştaş")	759	5,248
Other	5,476	3,010
Total	55,167	46,301

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NOTE 28 - RELATED PARTY DISCLOSURES (Continued)

ii) Transactions with related parties: (Continued)

Remuneration of the members of the Board of Directors and key management personnel:

Group determined member of the Board of Director's, Consultant of the Board, Members of the Executive Board and Vice President's and Chief Legal Counsel as Key Management Personnel. The compensation of board members and key management personnel includes salaries, bonus, health insurance, communication and transportation benefits and total amount of compensation is explained below:

	1 January - 31 March 2023	1 January - 31 March 2022
Salaries and other short term benefits	18,220	9,183
Total	18,220	9,183

NOTE 29 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial Instruments and Financial Risk Management

The Group's activities expose it to a variety of financial risks; these risks are credit risk, market risk including the effects of changes in debt and equity market prices, foreign currency exchange rates, fair value interest rate risk and cash flow interest rate risk, and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the financial performance of the Group. The Group uses derivative financial instruments in a limited manner to hedge these exposures.

a) *Market risk*

a.1) *Foreign currency risk*

The Group is exposed to foreign exchange risk through the impact of rate changes on the translation of foreign currency liabilities to local currency. These risks are monitored and limited by analyzing foreign currency position. TRY equivalents of foreign currency denominated monetary assets and liabilities as of 31 March 2023 and 31 December 2022 before consolidation adjustments and reclassifications are as follows:

The Group is exposed to foreign exchange risk arising primarily from the USD and EUR, the other currencies have no material impact.

	31 March 2023	31 December 2022
Foreign currency assets	15,491,779	13,842,025
Foreign currency liabilities	(6,410,181)	(5,124,204)
Net foreign currency position	9,081,598	8,717,821

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NOTE 29 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

a) Market risk (Continued)

a.1) Foreign currency risk (Continued)

Sensitivity analysis of foreign currency risk as of 31 March 2023 and 31 December 2022 and foreign currency denominated asset and liability balances are summarized below. The recorded amounts of foreign currency assets and liabilities held by the Group are as follows, in terms of foreign currency:

31 March 2023	TRY Equivalent	USD	EUR	Other
1a. Trade Receivables	2,342,828	91,170	25,187	71,610
1b. Receivables From Finance Sector Operations	82,046	4,284	-	-
2a. Monetary Financial Assets (Cash, banks included)	1,457,953	51,799	18,341	83,518
2b. Short-term Financial Investments	9,867,395	438,267	62,305	174,428
3. Other	1,476,302	63,905	7,865	88,379
4. Current Assets (1+2+3)	15,226,524	649,425	113,698	417,935
5a. Trade Receivables	-	-	-	-
5b. Receivables From Finance Sector Operations	-	-	-	-
6a. Monetary Financial Assets	-	-	-	-
6b. Non-Monetary Financial Assets	247,558	12,925	-	1
7. Other	17,697	924	-	-
8. Non-Current Assets (5+6+7)	265,255	13,849	-	1
9. Total Assets (4+8)	15,491,779	663,274	113,698	417,936
10a. Trade Payables	1,545,329	64,716	14,573	2,033
10b. Payables From Finance Sector Operations	89,975	3,968	670	-
11. Financial Liabilities	2,357,186	90,160	29,307	19,441
12a. Other Monetary Liabilities	714,077	35,002	2,081	295
12b. Other Non-Monetary Liabilities	49,046	2,119	325	1,696
13. Short Term Liabilities (10+11+12)	4,755,613	195,965	46,956	23,465
14a. Trade Payables	-	-	-	-
14b. Payables From Finance Sector Operations	-	-	-	-
15. Financial Liabilities	1,654,568	40,127	42,505	-
16a. Other Monetary Liabilities	-	-	-	-
16b. Other Non-Monetary Liabilities	-	-	-	-
17. Non-Current Liabilities (14+15+16)	1,654,568	40,127	42,505	-
18. Total Liabilities (13+17)	6,410,181	236,092	89,461	23,465
19. Net Asset/(Liability) Position (9-18)	9,081,598	427,182	24,237	394,471
20. Derivative instruments classified for hedging purposes	2,548,997	92,058	34,455	37,620
21. Net foreign currency position after the effect off financial instruments classified for hedging purposes (19+20)	11,630,595	519,240	58,692	432,091

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NOTE 29 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

a) Market risk (Continued)

a.1) Foreign currency risk (Continued)

31 December 2022	TRY Equivalent	USD	EUR	Other
1a. Trade Receivables	1,940,803	86,292	12,796	72,202
1b. Receivables From Finance Sector Operations	80,496	4,305	-	-
2a. Monetary Financial Assets (Cash, banks included)	1,384,500	29,967	39,377	39,191
2b. Short-term Financial Investments	8,406,054	124,386	294,776	204,117
3. Other	377,375	4,548	895	274,493
4. Current Assets (1+2+3)	12,189,228	249,498	347,834	590,003
5a. Trade Receivables	-	-	-	-
5b. Receivables From Finance Sector Operations	-	-	-	-
6a. Monetary Financial Assets	-	-	-	-
6b. Non-Monetary Financial Assets	24,401	1,305	-	-
7. Other	1,628,396	6,824	17	1,500,460
8. Non-Current Assets (5+6+7)	1,652,797	8,129	17	1,500,460
9. Total Assets (4+8)	13,842,025	257,627	347,851	2,090,463
10a. Trade Payables	1,383,126	58,663	7,655	131,374
10b. Payables From Finance Sector Operations	296,061	9,726	5,702	-
11. Financial Liabilities	1,786,466	62,488	28,783	41,121
12a. Other Monetary Liabilities	2,360	-	63	1,102
12b. Other Non-Monetary Liabilities	36,072	717	54	21,563
13. Short Term Liabilities (10+11+12)	3,504,085	131,594	42,257	195,160
14a. Trade Payables	-	-	-	-
14b. Payables From Finance Sector Operations	-	-	-	-
15. Financial Liabilities	1,607,313	40,413	42,577	-
16a. Other Monetary Liabilities	2,908	8	2	2,718
16b. Other Non-Monetary Liabilities	9,898	-	-	9,898
17. Non-Current Liabilities (14+15+16)	1,620,119	40,421	42,579	12,616
18. Total Liabilities (13+17)	5,124,204	172,015	84,836	207,776
19. Net Asset/(Liability) Position (9-18)	8,717,821	85,612	263,015	1,882,687
20. Derivative instruments classified for hedging purposes	722,623	1,914	19,311	-
21. Net foreign currency position after the effect off financial instruments classified for hedging purposes (19+20)	9,440,444	87,526	282,326	1,882,687

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NOTE 29 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

a) Market risk (Continued)

a.1) Foreign currency risk (Continued)

31 March 2023

	Income/(Loss)	
	Foreign currency appreciates	Foreign currency depreciates
If the USD had changed by 20% against the TRY		
1- USD net assets/(liabilities)	1,636,380	(1,636,380)
2- Hedging amount of USD (-)	(352,641)	352,641
3- USD net effect on income/(loss) (1+2)	1,283,739	(1,283,739)
If the EUR had changed by 20% against the TRY		
4- EUR net assets/(liabilities)	101,044	(101,044)
5- Hedging amount of EUR (-)	(143,643)	143,643
6- EUR net effect on income/(loss) (4+5)	(42,599)	42,599
If the other currencies had changed by 20% against the TRY		
7- Other currency net assets/(liabilities)	78,894	(78,894)
8- Hedging amount of other currency (-)	(7,524)	7,524
9- Other currency net effect on (loss)/income (7+8)	71,370	(71,370)
TOTAL (3+6+9)	1,312,510	(1,312,510)

31 December 2022

	Income/(Loss)	
	Foreign currency appreciates	Foreign currency depreciates
If the USD had changed by 20% against the TRY		
1- USD net assets/(liabilities)	327,949	(327,949)
2- Hedging amount of USD (-)	(7,332)	7,332
3- USD net effect on income/(loss) (1+2)	320,617	(320,617)
If the EUR had changed by 20% against the TRY		
4- EUR net assets/(liabilities)	1,048,636	(1,048,636)
5- Hedging amount of EUR (-)	(76,993)	76,993
6- EUR net effect on income/(loss) (4+5)	971,643	(971,643)
If the other currencies had changed by 20% against the TRY		
7- Other currency net assets/(liabilities)	376,537	(376,537)
8- Hedging amount of other currency (-)	-	-
9- Other currency net effect on (loss)/income (7+8)	376,537	(376,537)
TOTAL (3+6+9)	1,668,797	(1,668,797)

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NOTE 29 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

b) Credit risk

Credit risk involves the risk that counterparties may be unable to meet the terms of their agreements. These risks are monitored by credit ratings and by setting credit limits to individual counterparties. The credit risk is generally highly diversified due to the large number of entities comprising the customer bases and their dispersion across many different industries.

The table representing the Group’s credit risk of financial instruments as of 31 March 2023 is as follows:

	Trade receivables		Receivables from finance sector operations		Other receivables		Cash on deposit
	Related Party	Other	Related Party	Other	Related Party	Other	
Maximum net credit risk as of the reporting date	22,007	4,149,971	-	2,254,843	-	65,230	4,424,488
- The part of maximum risk under guarantee with collateral	750	335,746	326,738	499,679	-	52,387	226,994
A. Net book value of neither past due nor impaired financial assets	20,801	3,767,634	-	2,254,843	-	65,230	4,424,488
- Guaranteed amount by collateral	750	280,171	326,738	499,679	-	52,387	226,994
B. Book value of restructured otherwise accepted as past due and impaired financial assets	1,206	68,813	-	-	-	-	-
C. Net book value of past due but not impaired assets (Note 9)	-	382,337	-	-	-	-	-
- Guaranteed amount by collateral (Note 9)	-	55,576	-	-	-	-	-
D. Impaired asset net book value	-	-	-	-	-	-	-
- Past due (gross amount) (Note 9)	-	91,817	-	323,668	-	-	-
- Impairment (-) (Note 9)	-	(91,817)	-	(323,668)	-	-	-
- Net value collateralized or guaranteed	-	-	-	-	-	-	-

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NOTE 29 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

b) Credit risk (Continued)

The table representing the Group’s credit risk of financial instruments as of 31 December 2022 is as follows:

	Trade receivables		Receivables from finance sector operations		Other receivables		Cash on deposit
	Related Party	Other	Related Party	Other	Related Party	Other	
Maximum net credit risk as of the reporting date	13,329	5,084,067	817	1,839,487	-	214,417	6,967,944
- The part of maximum risk under guarantee with collateral	-	1,389,288	-	1,815,748	-	-	-
A. Net book value of neither past due nor impaired financial assets	13,329	4,790,197	817	1,839,487	-	214,417	6,967,944
- Guaranteed amount by collateral	-	1,285,785	-	1,815,748	-	-	-
B. Book value of restructured otherwise accepted as past due and impaired financial assets	-	-	-	-	-	-	-
C. Net book value of past due but not impaired assets (Note 9)	-	293,870	-	-	-	-	-
- Guaranteed amount by collateral (Note 9)	-	103,503	-	-	-	-	-
D. Impaired asset net book value	-	-	-	-	-	-	-
- Past due (gross amount) (Note 9)	-	104,771	-	47,670	-	-	-
- Impairment (-) (Note 9)	-	(104,771)	-	(47,670)	-	-	-
- Net value collateralized or guaranteed	-	-	-	-	-	-	-

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NOTE 29 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

c) *Fair value of financial instruments*

Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced sale or liquidation, and is best evidenced by a quoted market price, if one exists.

The estimated fair values of financial instruments are determined by the Group, using available market information and appropriate valuation methodologies for each segment of the Group. However, judgment is necessarily required to interpret market data to estimate the fair value. Accordingly, the estimates presented herein are not necessarily indicative of the amounts the Group could realize in a current market exchange.

The following methods and assumptions are used in the estimation of the fair value of the financial instruments for which it is practicable to estimate fair value:

Monetary assets

The fair values of balances denominated in foreign currencies, which are translated at the period end exchange rates, are considered to approximate carrying value.

The fair values of certain financial assets carried at cost, including fair values of cash and due from banks are considered to approximate their respective carrying values due to their short-term nature and immateriality of losses on collectability. The fair value of investment securities has been estimated based on the market prices at the statement of financial position dates.

Trade receivables are disclosed at their amortized cost using the effective interest rate method and the carrying values of trade receivables along with the related allowances for collectability are estimated to be at their fair values.

The estimated fair value of receivables from finance sector operations represents the discounted amount of estimated future cash flows expected to be received, Expected cash flows are discounted at current market rates with similar currency and remaining maturity in order to determine their fair value.

Monetary liabilities

The fair value of bank borrowings and other monetary liabilities are considered to approximate their respective carrying values due to their short-term nature.

Long-term borrowings, which are principally at variable rates, and denominated in foreign currencies, are translated at the period-end exchange rates and accordingly, their fair values approximate their carrying values.

Trade payables are disclosed at their amortized cost using the effective interest rate method and accordingly their carrying amounts approximate their fair values.

The estimated fair value of demand deposits with no stated maturity classified under payables to finance sector operations, represents the amount repayable on demand. The fair value of overnight deposits is considered to approximate their carrying values. The estimated fair value of fixed-interest deposits is calculated based on discounted cash flows using market interest rates applied to similar loans and other debts. In case the maturities are short-term, the carried value is assumed to reflect the fair value.

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NOTE 30 - FINANCIAL INSTRUMENTS

Fair Value of Financial Instruments

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

- First Level: 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.
- Second Level: The fair value of other financial assets and financial liabilities are determined in accordance with generally accepted pricing models based on prices from observable current market transactions.
- Third Level: The fair value of the financial assets and financial liabilities is determined in accordance with the unobservable current market data.

Based on the fair value hierarchy, the Group's financial assets and liabilities are categorized as follows:

Financial assets	31 March 2023	Fair value level as of reporting date		
		Level 1 TRY	Level 2 TRY	Level 3 TRY
Derivative instruments held for sale at fair value through profit or loss	184,910	-	184,910	-
Available-for-sale financial assets held at fair value through other comprehensive income statement (Note 7)	937,680	-	937,680	-
Bonds, bills and stocks (Note 7)	11,511,008	11,511,008	-	-
Total	12,633,598	11,511,008	1,122,590	-
Financial liabilities				
Derivative instruments held for sale at fair value through profit or loss	20,864	-	-	20,864
Total	20,864	-	-	20,864

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NOTE 30 - FINANCIAL INSTRUMENTS (Continued)

Fair Value of Financial Instruments (Continued)

Financial assets	31 December 2022	Fair value level as of reporting date		
		Level 1 TRY	Level 2 TRY	Level 3 TRY
Derivative instruments				
held for sale at fair value				
through profit or loss	188,495	-	188,495	-
Available-for-sale financial assets				
held at fair value				
through other comprehensive				
income statement (Note 7)	912,101	-	912,101	-
Bonds, bills and stocks (Note 7)	10,044,176	10,044,176	-	-
Total	11,144,772	10,044,176	1,100,596	-
Financial liabilities				
Derivative instruments				
held for sale at fair value				
through profit or loss	16,078	-	-	16,078
Total	16,078	-	-	16,078

NOTE 31 - SHARES IN OTHER OPERATIONS

Financial information of Karel which is a subsidiary not wholly-owned but controlled by the Group and having significant non-controlling interest for the Group's condensed consolidated financial statements, is presented below in accordance with TFRS 12.

KAREL	31 March 2023	31 December 2022
Current assets	3,680,974	3,341,147
Non-current assets	1,194,828	1,169,653
Short-term liabilities	3,624,058	3,296,173
Long-term liabilities	387,052	344,360
Total equity	864,692	870,267
	1 January - 31 March 2023	1 January - 31 March 2022
Revenue	1,454,635	552,066
Cost of sales	(1,205,816)	(389,978)
Gross profit/(loss)	248,819	162,088
Profit/(loss) before taxation	(3,400)	52,949
Profit/(loss) for the period	(16,847)	79,980
Attributable to equity holders of the parent company	(31,729)	79,980

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NOTE 32 - SUBSEQUENT EVENTS

Subsequent significant events are as follows;

Capital increase in subsidiaries

It has been decided to increase the paid-in capital of Öncü Girişim Sermayesi Yatırım Ortaklığı A.Ş. ("Öncü Girişim"), in which our Company owns a 75% stake, from TRY2,800,000,000 (exact) to TRY5,300,000,000 (exact) in cash at its board meeting held on 28 April 2023. The Company will fully utilize its pre-emptive rights in the capital increase.

Disposal of subsidiary

The Company's 400,000,000 shares at a face value of TRY400,000,000 (exact), corresponding to 50% of Aytemiz Akaryakıt's paid-in capital shall be sold ("Transaction") to PJSC Tatneft n.a. V.D. Shashin ("Buyer"), whom our Company does not have a relationship with in terms of management, audit and capital, for a total of (subject to adjustments) USD160,000,000 (exact) ("Sale Value") and under other conditions agreed within the 'Share Transfer Agreement', and that a 'Share Transfer Agreement' was signed between our Company and Buyer.

Upon obtaining necessary regulatory approvals and fulfilment of prerequisites, our Company's 50% stake at Aytemiz Akaryakıt has been sold for (subject to final adjustments after closure) USD168,000,000 (exact), considering the estimated net debt figure at the date of closure, on April 26, 2023 and "Closing" transactions have been completed as of April 26, 2023.

Dividend distribution

At the Ordinary General Assembly, held on 30 March 2023, it has been resolved that profit distribution will be carried out for the fiscal period January 1, 2022 and December 31, 2022, and the distribution shall start on May 31, 2023, at the latest. The profit distribution decided to be paid in cash, total amount of TRY190,000,000.00 (exact) (gross), 7.260% (gross) - net 6.534% - of the issued capital (TRY171,000,000.00(exact) net). As of 4 May 2023, it has been published on the Public Disclosure Platform that the cash profit payment date has been agreed upon as 10 May 2023.

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