

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

**DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.**

**CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE INTERIM PERIOD ENDED 1 JANUARY - 30 SEPTEMBER 2021**

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

CONTENTS	PAGE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION.....	1-2
CONSOLIDATED STATEMENT OF PROFIT OR LOSS.....	3
CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME.....	4
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY .....	5-6
CONSOLIDATED STATEMENT OF CASH FLOW.....	7-8
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS.....	9-130
NOTE 1 ORGANIZATION AND NATURE OF OPERATIONS .....	9-11
NOTE 2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS .....	12-51
NOTE 3 BUSINESS COMBINATIONS.....	51-54
NOTE 4 INVESTMENTS ACCOUNTED FOR BY THE EQUITY METHOD .....	55-60
NOTE 5 SEGMENT REPORTING.....	61-67
NOTE 6 CASH AND CASH EQUIVALENTS .....	68
NOTE 7 FINANCIAL INVESTMENTS.....	68-70
NOTE 8 SHORT AND LONG TERM FINANCIAL BORROWINGS .....	70-74
NOTE 9 TRADE RECEIVABLES AND PAYABLES.....	74-75
NOTE 10 OTHER RECEIVABLES AND PAYABLES.....	76
NOTE 11 INVENTORIES .....	76
NOTE 12 BIOLOGICAL ASSETS .....	77
NOTE 13 INVESTMENT PROPERTIES .....	77
NOTE 14 PROPERTY, PLANT AND EQUIPMENT .....	78-79
NOTE 15 INTANGIBLE ASSETS .....	80-82
NOTE 16 RIGHT OF USE ASSETS.....	82-83
NOTE 17 GOVERNMENT GRANTS .....	83
NOTE 18 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES .....	83-87
NOTE 19 COMMITMENTS .....	88-89
NOTE 20 OTHER ASSETS.....	90
NOTE 21 PREPAID EXPENSES AND DEFERRED INCOME .....	90-91
NOTE 22 DERIVATIVE INSTRUMENTS.....	92
NOTE 23 PROVISION FOR EMPLOYMENT BENEFITS .....	92-94
NOTE 24 EQUITY.....	95-99
NOTE 25 REVENUE AND COST OF SALES .....	100-104
NOTE 26 MARKETING EXPENSES AND GENERAL ADMINISTRATIVE EXPENSES .....	104-105
NOTE 27 EXPENSES BY NATURE .....	105
NOTE 28 OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES .....	105-106
NOTE 29 INCOME AND EXPENSES FROM INVESTMENT ACTIVITIES.....	106
NOTE 30 FINANCE EXPENSES .....	107
NOTE 31 ASSETS CLASSIFIED AS HELD FOR SALE AND DISCONTINUED OPERATIONS .....	107
NOTE 32 INCOME TAXES .....	108-112
NOTE 33 EARNING/LOSS PER SHARE.....	112
NOTE 34 RELATED PARTY DISCLOSURES .....	113-115
NOTE 35 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES.....	116-127
NOTE 36 FINANCIAL INSTRUMENTS.....	128-129
NOTE 37 SHARES IN OTHER OPERATIONS .....	129
NOTE 38 SUBSEQUENT EVENTS.....	130

**DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.****CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2021**

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

ASSETS	Notes	USD (*) Unaudited Current Period 30 September 2021	Unaudited Current Period 30 September 2021	Audited Prior Period 31 December 2020
		1,213,070	10,727,542	8,177,654
<b>Current assets</b>				
Cash and cash equivalents	6	369,245	3,265,341	2,905,947
Financial investments	7	374,253	3,309,630	2,424,023
Trade receivables				
- Due from related parties	34	9,343	82,623	4,809
- Due from non-related parties	9	281,578	2,490,077	1,776,986
Other receivables				
- Due from related parties	34	12	110	-
- Due from non-related parties	10	4,247	37,559	33,669
Inventories	11	134,886	1,192,840	778,944
Prepaid expenses	21	15,921	140,796	64,647
Derivative instruments	22	4,055	35,859	22,683
Biological assets	12	1,567	13,854	14,528
Other current assets	20	17,698	156,508	149,828
Non-current assets classified as held for sale	31	265	2,345	1,590
<b>Non-current assets</b>		<b>663,471</b>	<b>5,867,266</b>	<b>5,515,549</b>
Trade receivables				
- Due from non-related parties	9	3,243	28,681	33,033
Financial investments	7	27,541	243,550	192,089
Investments accounted for by the equity method	4	25,854	228,635	238,746
Investment properties	13	165,574	1,464,219	1,444,883
Property, plant and equipment	14	213,025	1,883,847	1,741,232
Intangible assets				
- Other intangible assets	15	126,665	1,120,138	1,057,872
- Goodwill	15	11,885	105,101	105,101
Rights of use assets	16	43,750	386,895	257,549
Prepaid expenses	21	5,797	51,269	15,759
Deferred tax asset	32	11,462	101,363	111,516
Other non-current assets	20	28,675	253,568	317,769
<b>Total assets</b>		<b>1,876,541</b>	<b>16,594,808</b>	<b>13,693,203</b>

The consolidated financial statements as of and for the interim period ended 30 September 2021 have been approved by the Board of Directors on 5 November 2021.

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

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2021

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

		USD (*) Unaudited Current Period 30 September 2021	Unaudited Current Period 30 September 2021	Audited Prior Period 31 December 2020
LIABILITIES	Notes			
<b>Short-term liabilities</b>		<b>460,465</b>	<b>4,072,022</b>	<b>2,887,079</b>
Short-term borrowings				
- Short-term borrowings from non-related parties				
- Bank borrowings	8	187,773	1,660,536	1,679,820
- Issued debt instruments	8	13,514	119,510	21,570
Short-term portion of long-term borrowings				
- Short-term portion of long-term borrowings from related parties				
- Lease borrowings	8, 34	1,428	12,628	5,855
- Short-term portion of long-term borrowings from non-related parties				
- Bank borrowings	8	46,862	414,415	88,508
- Lease borrowings	8	6,002	53,077	41,463
Trade payables				
- Due to related parties	34	225	1,994	1,726
- Due to non-related parties	9	157,522	1,393,012	714,181
Payables related to employee benefits	23	2,623	23,198	31,019
Deferred income (Except obligations arising from customer contracts)				
- Deferred income from non-related parties				
(Except obligations arising from customer contracts)	21	8,161	72,167	43,219
Derivative instruments	22	5,985	52,929	41,263
Other payables				
- Due to non-related parties	10	4,761	42,099	152,061
Current income tax liability	32	18,336	162,150	23,162
Short-term provisions				
- Short-term provisions for employment benefits	23	3,523	31,152	21,959
- Other short-term provisions	18	3,709	32,796	16,826
Other short-term liabilities		41	359	4,447
<b>Long-term liabilities</b>		<b>172,875</b>	<b>1,528,785</b>	<b>1,427,887</b>
Long-term borrowings				
- Long-term borrowings from related parties				
- Lease borrowings	8, 34	1,399	12,373	14,148
- Long-term borrowings from non-related parties				
- Bank borrowings	8	100,639	889,985	896,923
- Lease borrowings	8	26,239	232,035	149,974
Investments accounted for by the equity method	4	3,699	32,711	13,217
Other payables				
- Due to non-related parties	10	228	2,020	8,841
Deferred income (Except obligations arising from customer contracts)				
- Deferred income from non-related parties				
(Except obligations arising from customer contracts)	21	1,980	17,506	12,070
Long-term provisions				
- Long-term provisions for employment benefits	23	7,389	65,339	57,679
- Other long-term provisions		52	460	460
Deferred tax liability	32	31,250	276,356	274,575
<b>EQUITY</b>		<b>1,243,201</b>	<b>10,994,001</b>	<b>9,378,237</b>
<b>Equity attributable to equity holders of the parent company</b>		<b>1,099,377</b>	<b>9,722,119</b>	<b>8,439,989</b>
Share capital	24	295,923	2,616,938	2,616,938
Adjustments to share capital	24	16,230	143,526	143,526
Repurchased shares (-)	24	(5,455)	(48,244)	(16,035)
Share premiums (discounts)	24	3,976	35,159	35,159
Other comprehensive income (losses) that will not be reclassified in profit or loss				
- Actuarial gains (losses) on defined benefit plans	24	(1,460)	(12,913)	(12,913)
Shares not classified as profit or loss from other comprehensive income of investments accounted for by equity method		33	288	288
Other comprehensive income (losses) that will be reclassified in profit or loss				
- Change in currency translation reserves	24	113,113	1,000,295	714,204
- Gain (loss) on revaluation and reclassification of financial assets held for sale	24	(3,048)	(26,950)	(6,973)
Restricted reserves	24	115,419	1,020,689	913,068
Retained earnings or accumulated losses		483,241	4,273,444	2,662,487
Net profit or loss for the period		81,405	719,887	1,390,240
<b>Non-controlling interests</b>		<b>143,824</b>	<b>1,271,882</b>	<b>938,248</b>
<b>Total liabilities</b>		<b>1,876,541</b>	<b>16,594,808</b>	<b>13,693,203</b>

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

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE INTERIM PERIODS 1 JANUARY - 30 SEPTEMBER 2021 AND 2020

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

		USD <sup>(*)</sup> Unaudited Current Period 1 January - 30 September 2021	Unaudited Current Period 1 January - 30 September 2021	Unaudited Current Period 1 July - 30 September 2021	Unaudited Prior Period 1 January - 30 September 2020	Unaudited Prior Period 1 July - 30 September 2020
	Notes					
<b>Profit or Loss</b>						
Revenue	25	1,268,419	11,217,011	4,674,937	7,589,206	3,134,916
Cost of Sales (-)	25	(1,112,447)	(9,837,699)	(4,113,967)	(6,698,431)	(2,751,993)
<b>Gross Profit (Loss)</b>	<b>25</b>	<b>155,972</b>	<b>1,379,312</b>	<b>560,970</b>	<b>890,775</b>	<b>382,923</b>
General Administrative Expenses (-)	26	(30,871)	(273,000)	(89,550)	(187,695)	(67,574)
Marketing Expenses (-)	26	(53,917)	(476,808)	(192,992)	(299,616)	(93,507)
Other Income From Operating Activities	28	64,144	567,248	104,699	820,070	341,336
Other Expenses From Operating Activities (-)	28	(21,238)	(187,818)	(35,700)	(84,664)	(30,273)
Share of Gain (Loss) on Investments Accounted for by the Equity Method	4	(579)	(5,124)	3,007	(30,670)	(14,627)
<b>Operating Profit/(Loss)</b>		<b>113,511</b>	<b>1,003,810</b>	<b>350,434</b>	<b>1,108,200</b>	<b>518,278</b>
Income from Investment Activities	29	61,792	546,448	79,455	863,533	556,834
Expenses from Investment Activities (-)	29	(1,335)	(11,808)	(152)	(23,889)	(3,562)
<b>Operating Profit (Loss) Before Finance (Expense)/Income</b>		<b>173,968</b>	<b>1,538,450</b>	<b>429,737</b>	<b>1,947,844</b>	<b>1,071,550</b>
Finance Expenses (-)	30	(45,450)	(401,924)	(99,123)	(263,033)	(79,826)
<b>Profit (Loss) Before Taxation From Continued Operations</b>		<b>128,518</b>	<b>1,136,526</b>	<b>330,614</b>	<b>1,684,811</b>	<b>991,724</b>
<b>Tax Expense From Continued Operations</b>	<b>32</b>	<b>(34,679)</b>	<b>(306,679)</b>	<b>(195,478)</b>	<b>(272,808)</b>	<b>(142,052)</b>
Tax Income/(Expense) for the Period		(32,324)	(285,852)	(174,850)	(280,971)	(131,000)
Deferred Tax Income/(Expense)		(2,355)	(20,827)	(20,628)	8,163	(11,052)
<b>Profit/(Loss) For The Period</b>		<b>93,839</b>	<b>829,847</b>	<b>135,136</b>	<b>1,412,003</b>	<b>849,672</b>
<b>Allocation of Profit/(Loss) For The Period</b>						
Attributable to Non-Controlling Interests		12,434	109,960	46,367	(12,409)	14,309
Attributable to Equity Holders of the Parent Company		81,405	719,887	88,769	1,424,412	835,363
Gain/(Loss) Per Share Attributable to Equity Holders of the Parent Company	33	0.031	0.277	0.034	0.547	0.321

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

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE INTERIM PERIODS 1 JANUARY - 30 SEPTEMBER 2021 AND 2020

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

		USD (*) Unaudited Current Period 1 January - 30 September 2021	Unaudited Current Period 1 January - 30 September 2021	Unaudited Current Period 1 July - 30 September 2021	Unaudited Prior Period 1 January - 30 September 2020	Unaudited Prior Period 1 July - 30 September 2020
Notes						
	Profit/(Loss) For The Period	93,839	829,847	135,136	1,412,003	849,672
	<b>OTHER COMPREHENSIVE INCOME</b>					
	<b>That will be reclassified as profit or loss</b>					
	Currency translation differences	32,195	284,706	(7,054)	299,990	197,216
	Gain/(Loss) on revaluation and/or reclassification of financial assets available for sale	7	(2,923)	(21,642)	(61,144)	(48,676)
	Taxes related to other comprehensive income that will be reclassified as profit or loss	664	5,873	4,474	12,486	10,914
	- Tax effect on revaluation and/or reclassification of financial assets available for sale	664	5,873	4,474	12,486	10,914
	<b>OTHER COMPREHENSIVE INCOME /(LOSS)</b>	<b>29,936</b>	<b>264,729</b>	<b>(24,222)</b>	<b>251,332</b>	<b>159,454</b>
	<b>TOTAL COMPREHENSIVE INCOME /(LOSS)</b>	<b>123,775</b>	<b>1,094,576</b>	<b>110,914</b>	<b>1,663,335</b>	<b>1,009,126</b>
	<b>Allocation of Total Comprehensive Income/(Loss)</b>					
	Attributable to Non-Controlling Interests	12,278	108,575	46,395	(12,092)	11,968
	Attributable to Equity Holders of the Parent Company	111,497	986,001	64,519	1,675,427	997,158

(\*) As explained in the Note 2.1.8 to the consolidated financial statements, USD amounts presented in these consolidated financial statements have been included solely for the convenience of the reader and are translated from TRY, as a matter of arithmetic computation only, at the Central Bank of the Republic of Turkey official TRY exchange rate. Thus, USD amounts do not form a part of the consolidated financial statements prepared in accordance with generally accepted accounting standards issued by the Capital Market Board ("CMB") as of 30 September 2021.

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

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE INTERIM PERIODS 1 JANUARY - 30 SEPTEMBER 2021 AND 2020

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

		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						
						Shares not classified as profit or loss from other comprehensive income										

(\*) The details are explained in Note 24.

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

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE INTERIM PERIODS 1 JANUARY - 30 SEPTEMBER 2021 AND 2020

(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	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	Accumulated other comprehensive income or loss that will be reclassified to profit or loss	Gain/(loss) on revaluation and/or reclassification of financial assets available for sale	Currency translation differences	Restricted reserves	Retained earnings		Equity attributable to equity holders of the parent company	Non-controlling interest	Equity
													Retained earnings/ accumulated losses	Net profit/ (loss) for the period			
<b>Balances at 1 January 2020</b>	<b>24</b>	<b>2,616,938</b>	<b>143,526</b>	<b>(7,073)</b>	<b>(11,202)</b>	<b>581</b>	<b>35,159</b>	<b>45,451</b>	<b>461,331</b>	<b>722,081</b>	<b>2,513,028</b>	<b>616,789</b>	<b>7,136,609</b>	<b>494,731</b>	<b>7,631,340</b>		
Transfers		-	-	-	-	-	-	-	-	72,739	544,050	(616,789)	-	-	-	-	-
Dividends		-	-	-	-	-	-	-	-	-	(99,479)	-	(99,479)	(174)	(99,653)		
Capital increase		-	-	-	-	-	-	-	-	-	-	-	-	68,750	68,750		
<b>Acquisition or disposal of subsidiary</b>		-	-	-	-	-	-	-	-	-	<b>(211,468)</b>	-	<b>(211,468)</b>	<b>306,014</b>	<b>94,546</b>		
- Acquisition or disposal of a subsidiary (Note 3)		-	-	-	-	-	-	-	-	-	(211,468)	-	(211,468)	306,014	94,546		
Transactions with non-controlling interest shareholders		-	-	-	-	-	-	-	-	-	26,372	-	26,372	-	26,372		
Increase (decrease) due to repurchase transactions of shares		-	-	(8,962)	-	-	-	-	-	-	-	-	-	(8,962)	-	(8,962)	
<b>Total comprehensive income/(loss)</b>		-	-	-	-	-	-	<b>(48,658)</b>	<b>299,673</b>	-	-	-	<b>1,424,412</b>	<b>1,675,427</b>	<b>(12,092)</b>	<b>1,663,335</b>	
Profit (loss) for the period		-	-	-	-	-	-	-	-	-	-	-	1,424,412	1,424,412	(12,409)	1,412,003	
<b>Other comprehensive income (loss)</b>		-	-	-	-	-	-	<b>(48,658)</b>	<b>299,673</b>	-	-	-	-	<b>251,015</b>	<b>317</b>	<b>251,332</b>	
- Currency translation differences		-	-	-	-	-	-	-	299,673	-	-	-	-	299,673	317	299,990	
- Change in financial asset revaluation fund		-	-	-	-	-	-	(48,658)	-	-	-	-	-	(48,658)	-	(48,658)	
<b>Balance at 30 September 2020</b>	<b>24</b>	<b>2,616,938</b>	<b>143,526</b>	<b>(16,035)</b>	<b>(11,202)</b>	<b>581</b>	<b>35,159</b>	<b>(3,207)</b>	<b>761,004</b>	<b>794,820</b>	<b>2,772,503</b>	<b>1,424,412</b>	<b>8,518,499</b>	<b>857,229</b>	<b>9,375,728</b>		

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



# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## CONSOLIDATED STATEMENT OF CASH FLOW FOR THE INTERIM PERIODS 1 JANUARY - 30 SEPTEMBER 2021 AND 2020

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

		USD (*) Unaudited Current Period 1 January - 30 September 2021	Unaudited Current Period 1 January - 30 September 2021	Unaudited Prior Period 1 January - 30 September 2020
	Notes	30 September 2021	30 September 2021	30 September 2020
<b>A. Net Cash From Operating Activities</b>		<b>77,546</b>	<b>685,763</b>	<b>688,358</b>
Profit/(loss) for the period		93,839	829,847	1,412,003
<b>Adjustments regarding reconciliation of net profit (loss) for the period</b>		<b>62,282</b>	<b>550,791</b>	<b>(748,873)</b>
Adjustments related to depreciation and amortization	11, 14, 15, 16	34,129	301,809	241,357
Adjustments related to provisions				
- <i>Adjustments related to provisions for (reversal of) employee benefits</i>	23	2,212	19,563	9,078
- <i>Adjustments related to provisions (reversal) for lawsuits and/or penalty</i>	18	(158)	(1,393)	2,415
- <i>Adjustments related to other provisions (reversals)</i>		1,435	12,690	8,473
Adjustments related to interest (income) and expenses				
- <i>Adjustments related to interest income</i>	28, 29	(21,817)	(192,935)	(110,488)
- <i>Adjustments related to interest expenses</i>	30	28,799	254,678	160,148
- <i>Deferred financial expense due to purchases with maturity</i>	28	7,266	64,254	19,300
- <i>Unearned financial income due from sales with maturity</i>	28	(8,357)	(73,902)	(33,202)
Adjustments related to changes in unrealised foreign exchange differences		(10,447)	(92,382)	(1,112,757)
Adjustments related to fair value (gains) losses		(365)	(3,229)	(87,344)
Adjustments related to losses (gains) on disposal of non-current assets		(2,939)	(25,988)	(17,647)
Adjustments related to undistributed profits of investments accounted for by the equity method	4	579	5,124	30,670
Adjustments related to tax income (expense)	32	34,679	306,679	272,808
Adjustments related to losses (gains) on disposal of subsidiaries and joint ventures	29	-	-	(131,684)
Adjustments related to earnings obtained as a result of the negotiated purchase	3,29	(2,734)	(24,177)	-
<b>Changes in working capital</b>		<b>(76,921)</b>	<b>(680,238)</b>	<b>94,361</b>
Adjustments for decrease/(increase) in inventories		(46,234)	(408,865)	15,758
Adjustments for decrease/(increase) in trade receivables				
- <i>(Increase)/decrease in trade receivables from related parties</i>		(8,799)	(77,814)	(2,786)
- <i>(Increase)/decrease in trade receivables from non-related parties</i>		(67,046)	(592,907)	33,298
Increase (decrease) in payables due to employee benefits		(884)	(7,821)	2,236
Adjustments regarding decrease/(increase) in other receivables on operations				
- <i>(Increase)/decrease in other receivables regarding operations with related parties</i>		(12)	(110)	(664)
- <i>(Increase)/decrease in other receivables regarding operations with non-related parties</i>		(440)	(3,890)	(5,089)
Adjustments regarding increase (decrease) in trade payables				
- <i>Increase/(decrease) in trade payables to related parties</i>	30	268	268	8,406
- <i>Increase/(decrease) in trade payables to non-related parties</i>	66,286	586,191	586,191	51,796
Adjustments regarding increase (decrease) in other payables on operations				
- <i>Increase/(decrease) in other payables regarding operations with related parties</i>	-	-	-	22
- <i>Increase/(decrease) in other payables regarding operations with non-related parties</i>	(13,207)	(116,790)	(116,790)	52,034
Adjustments for other increase (decrease) in working capital				
- <i>(Increase)/decrease in other assets regarding operations</i>		(9,537)	(84,337)	(100,141)
- <i>Increase/(decrease) in other liabilities regarding operations</i>		2,922	25,837	39,491
<b>Net Cash From Operating Activities</b>		<b>79,200</b>	<b>700,400</b>	<b>757,491</b>
Employee termination benefits paid	23	(642)	(5,677)	(3,533)
Income tax refunds (payments)		(16,607)	(146,864)	(163,700)
Other cash inflows/(outflows)		-	-	535
Interest received		15,594	137,904	97,565

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

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## CONSOLIDATED STATEMENT OF CASH FLOW FOR THE INTERIM PERIODS 1 JANUARY - 30 SEPTEMBER 2021 AND 2020

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

		USD <sup>(*)</sup> Unaudited Current Period 1 January - 30 September 2021	Unaudited Current Period 1 January - 30 September 2021	Unaudited Prior Period 1 January - 30 September 2020
	Notes			
<b>B. Net Cash From Investing Activities</b>		<b>(30,942)</b>	<b>(273,626)</b>	<b>(1,327,979)</b>
Cash outflows regarding capital increase and/or share purchase of associates and/or joint ventures	3, 4	(481)	(4,250)	(625,225)
Cash inflow due to capital reduction or sale of shares in associates and/or joint ventures	4, 31	-	-	156,937
Cash inflow due to sale of property, plant, equipment and intangible assets		11,586	102,462	65,448
Cash inflow due to sale of investment properties	13	149	1,317	-
Cash outflows from purchase of property, plant, equipment and intangible assets	14,15	(51,970)	(459,586)	(328,073)
Cash outflows for the acquisition of shares of other enterprises or funds or borrowing instruments	7	(223,435)	(1,975,900)	(1,482,321)
Cash inflows from the sale of shares or debt instruments of other enterprises or funds	7	152,820	1,351,430	758,446
Cash inflows related to sales that do not result in loss of control of subsidiaries		82,933	733,397	26,372
Other cash inflows/(outflows)		(2,544)	(22,496)	100,437
<b>C. Net Cash From Financing Activities</b>		<b>(15,080)</b>	<b>(133,356)</b>	<b>155,541</b>
Proceeds from borrowings				
Cash inflows from borrowings	8	804,259	7,112,305	5,316,303
Cash inflows from issued debt instruments	8	13,514	119,511	20,947
Cash inflows from other financial borrowings	8	-	-	28
Cash outflows on debt payments				
Cash outflows due to payments of bank borrowings	8	(785,585)	(6,947,161)	(4,981,630)
Cash outflows on debt payments from leasings	8	(9,156)	(80,968)	(83,153)
Interest paid		(14,116)	(124,834)	(77,089)
Dividends paid		(20,354)	(180,000)	(99,479)
Other cash inflows/(outflows)		-	-	68,576
Cash outflows from the purchase of the company's own shares and other equity instruments				
Cash outflows from the acquisition of the company's own shares	24	(3,642)	(32,209)	(8,962)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECT OF CURRENCY TRANSLATION RESERVES (A+B+C)</b>		<b>31,524</b>	<b>278,781</b>	<b>(484,080)</b>
<b>D. THE EFFECT OF CURRENCY TRANSLATION RESERVES ON CASH AND CASH EQUIVALENTS</b>		<b>8,947</b>	<b>79,117</b>	<b>977,247</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C+D)</b>		<b>40,471</b>	<b>357,898</b>	<b>493,167</b>
<b>E. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>6</b>	<b>328,427</b>	<b>2,904,381</b>	<b>3,276,758</b>
<b>F. CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (A+B+C+D+E)</b>	<b>6</b>	<b>368,898</b>	<b>3,262,279</b>	<b>3,769,925</b>

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

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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"), 35.77% shares of Doğan Holding are to be considered in circulation as of 30 September 2021 (31 December 2020: 35.84%). As of 4 November 2021, circulation rate of shares are 35.77%.

The address of Holding is as follows:

Burhaniye Mahallesi Kısıklı Caddesi No: 65  
Üsküdar 34676 İstanbul

As of 30 September 2021, the total number of personnel in the domestic and abroad subsidiaries and associates of the Group, that are consolidated, is 3,678 (domestic 3,353) (31 December 2020: 3,533; domestic 3,225). Holding has 46 employees (31 December 2020: 42 employees).

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

##### *Fuel Retail*

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

##### *Electricity Production*

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
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

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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
Çelik Halat ve Tel Sanayii A.Ş. ("Çelik Halat")	Production	Turkey
Celik Halat Netherlands B.V. ("Celik Halat Netherlands")	Trade	Holland
Ditaş Doğan Yedek Parça İmalat ve Teknik A.Ş. ("Ditaş Doğan")	Production	Turkey
Doğan Dış Ticaret ve Müessellik A.Ş. ("Doğan Dış Ticaret")	Foreign Trade	Turkey
Falcon Purchasing Services Ltd. ("Falcon")	Foreign Trade	England
Neta Yönetim Danışmanlık Havacılık Hizmetleri A.Ş. ("Neta Yönetim")	Aviation	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

##### 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

##### Financing 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") <sup>(1)</sup>	Investment Banking	Turkey
Doruk Faktoring A.Ş. ("Doruk Faktoring")	Factoring	Turkey
Doruk Finansman A.Ş. ("Doruk Finansman")	Finance	Turkey
DHI Investment B.V. ("DHI Investment")	Investment	Holland
Değer Merkezi Hizmetler ve Yönetim Danışmanlığı A.Ş. ("Değer Merkezi")	Administrative Consultancy	Turkey
Doğan Trend Sigorta A.Ş. ("Doğan Trend Sigorta") <sup>(2)</sup>	Insurance	Turkey

##### 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. ("Glokal")	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
İnnobil Bilişim Teknolojileri ve Danışmanlık Ltd.Şti. ("İnnobil")	Technology and informatics	Turkey
Doğan Yayınları Yayıncılık ve Yapımcılık Ticaret A.Ş. ("Doğan Yayıncılık") <sup>(3)</sup>	Magazine publishing	Turkey

(1) The establishment of the related subsidiary was registered on 22 June 2020 and the operating authorization was obtained on 21 May 2021.

(2) The establishment of the related subsidiary was registered on 29 September 2021. With the Board of Directors decision dated 15 September 2021, Öncü Girişim, the subsidiary of the Group, approved the establishment of Doğan Trend Sigorta with a capital of TRY120,000,000 (exact) to operate in the field of insurance. Doğan Trend Sigorta will start operating after obtaining the necessary legal permissions.

(3) It was decided that the shares corresponding to 50% of the capital and voting rights of the relevant subsidiary to be taken over as of 16 February 2021 and controlled by the Group. "Closing" transactions were completed as of 26 April 2021 and Doğan Egmont's commercial name was registered as Doğan Yayınları Yayıncılık ve Yapımcılık Ticaret A.Ş. and Doğan Şirketler Grubu Holding A.Ş. became the sole shareholder.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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 (Continued)*

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	Romania
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 CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

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#### 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 consolidated financial statements are prepared in accordance with 2019 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 is developed by POA and announced to the public by the decision of the POA on 15 April 2019 in accordance with paragraph 9(b) of Decree Law No. 660.

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 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

In accordance with the decision of CMB dated as 17 March 2005 and numbered 11/367, effective from 1 January 2005, the application of inflation accounting is no longer required for companies operating in Turkey and preparing their financial statements in accordance with TFRS. Accordingly, No: 29, “Financial Reporting in Hyperinflationary Economies” (“TAS 29”), has not been applied commencing from 1 January 2005.

###### 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 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 closing 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 CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

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#### 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 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 (c) 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.

##### (a) *Subsidiaries*

Subsidiaries comprise of the companies directly or indirectly controlled by Doğan Holding.

Control is achieved when the Group:

- Has power over the company/asset,
- Is exposed, or has rights, to variable returns from its involvement with the company/asset and
- Has the ability to use its power to affect its returns.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are indicators of a situation or an event that may cause any changes to at least one of the elements of control listed above.

When the Group considers all relevant facts and circumstances in assessing whether or not the Group’s voting rights in the relevant investee are sufficient to give it power, including:

- The size of the Group’s holding of voting rights relative to the size and dispersion of holdings of the other vote holders,
- Potential voting rights held by the Group, other vote holders or other parties,
- Rights arising from other contractual arrangements and
- Any additional facts and circumstances that indicate that the Group has, or does not have, the current ability to direct the relevant activities (including voting patterns at previous shareholders’ meetings).

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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)

###### (a) Subsidiaries (Continued)

Subsidiaries are consolidated by the date the Group takes the control and from the date the control is over, subsidiaries are excluded from the consolidation scope. Proportion of ownership interest represents the effective shareholding of the Group through the shares held by Doğan Holding and/or indirectly by its subsidiaries. In the consolidated financial statements, interests owned by Doğan family members are treated as non-controlling interests and excluded from net asset and profit of the Group.

Intercompany transactions and balances are eliminated on consolidation. The dividends arising from shares held by Doğan Holding in its subsidiaries are eliminated from equity and income for the period.

Subsidiaries acquired or disposed of during the accounting period are included in the consolidation from the date at which the control of operations are transferred to the Group and excluded from the consolidation when the control is lost. Even if non-controlling interests result in a deficit balance, total comprehensive income is attributed to the owners and to the non-controlling interests.

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

##### *Changes in ownership interests*

The group assesses transactions with non-controlling interests that do not result in a loss of control as transactions with equity owners of the group. A change in ownership interest results in an adjustment between the carrying amounts of the controlling and non-controlling interests to reflect their indirect interests in the subsidiary. Any difference between the amount of the adjustment to non-controlling interests and any consideration paid or received is recognised in retained earnings within equity of Doğan Holding.

The table below sets out the proportion of voting power held by Doğan Holding, Doğan Family and its subsidiaries and effective ownership interests as of 30 September 2021 and 31 December 2020:

##### *Fuel Retail*

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 (%)	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020
Aytemiz Akaryakıt	50.00	50.00	-	-	50.00	50.00	50.00	50.00
Aytemiz Petrolcülük	100.00	100.00	-	-	100.00	100.00	50.00	50.00
İstasyon Petrolcülük	100.00	100.00	-	-	100.00	100.00	50.00	50.00



# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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)

##### (a) Subsidiaries (Continued)

##### *Electricity Production*

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 (%)	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020
Doğan Enerji <sup>(1)</sup>	-	100.00	-	-	-	100.00	-	100.00
Galata Wind <sup>(2)</sup>	73.05	100.00	-	-	73.05	100.00	73.05	100.00
Sunflower <sup>(2)</sup>	100.00	100.00	-	-	100.00	100.00	73.05	100.00

##### *Industry and Trade*

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 (%)	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020
Çelik Halat <sup>(3)</sup>	69.83	70.35	-	-	69.83	70.35	69.83	70.35
Çelik Halat Netherlands <sup>(3)</sup>	100.00	100.00	-	-	100.00	100.00	69.83	70.35
Ditaş Doğan	68.90	68.90	-	-	68.90	68.90	68.90	68.90
Ditas America <sup>(4)</sup>	-	100.00	-	-	-	100.00	-	68.90
D Stroy <sup>(5)</sup>	-	100.00	-	-	-	100.00	-	68.90
Doğan Dış Ticaret	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Falcon	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Neta Yönetim	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Kelkit Doğan Besi	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Sesa Yatırım	70.00	70.00	-	-	70.00	70.00	70.00	70.00
Sesa Ambalaj	100.00	100.00	-	-	100.00	100.00	70.00	70.00

##### *Automotive Trade and Marketing*

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 (%)	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020
Suzuki	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Doğan Trend Otomotiv	100.00	100.00	-	-	100.00	100.00	100.00	100.00

(1) The merger transaction of the related subsidiaries of Doğan Holding through the acquisition in a simplified method was approved by the Capital Markets Board ("CMB") on 31 December 2020, this transaction was registered on 2 March 2021 by the Istanbul Trade Registry Office, and these subsidiaries were dissolved and merged within Doğan Holding.

(2) Proportion of effective ownership interest changed due to the Galata Wind's public offering transaction performed on 15-16 April 2021.

(3) Proportion of effective ownership interest of the related subsidiaries changed due to the sale of publicly traded shares directly owned by Doğan Holding.

(4) The related subsidiary was liquidated and terminated on 7 May 2021.

(5) The related subsidiary was liquidated and terminated on 16 June 2021.

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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)

##### (a) Subsidiaries (Continued)

##### Financing and Investment

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 (%)	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020
Öncü Girişim	100.00	100.00	-	-	100.00	100.00	100.00	100.00
D Yatırım Bankası	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Doğan Trend Sigorta <sup>(6)</sup>	100.00	-	-	-	100.00	-	100.00	-
Doruk Faktoring	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Doruk Finansman	97.02	97.02	2.98	2.98	100.00	100.00	97.02	97.02
İlke Turistik <sup>(7)</sup>	-	100.00	-	-	-	100.00	-	100.00
DHI Investment	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Değer Merkezi	100.00	100.00	-	-	100.00	100.00	100.00	100.00

##### Internet and Entertainment

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 (%)	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020
Glokal	100.00	100.00	-	-	100.00	100.00	79.22	79.22
Kanal D Romanya	100.00	99.99	-	-	100.00	99.99	100.00	99.99
Rapsodi Radyo	100.00	100.00	-	-	100.00	100.00	100.00	100.00
DMC Invest	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Doğan Media Invest	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Glocal Invest	79.22	79.22	-	-	79.22	79.22	79.22	79.22
DG Invest	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Innobil <sup>(8)</sup>	100.00	85.00	-	-	100.00	85.00	79.22	67.34
Doğan Yayıncılık <sup>(9)</sup>	100.00	50.00	-	-	100.00	50.00	100.00	50.00

##### Real Estate Investments

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 (%)	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020
Milpa	82.29	82.29	0.16	0.16	82.45	82.45	82.29	82.29
D Gayrimenkul	100.00	100.00	-	-	100.00	100.00	100.00	100.00
D-Yapı Romanya	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Milta Turizm	100.00	100.00	-	-	100.00	100.00	100.00	100.00
Marlin Otellilik	100.00	100.00	-	-	100.00	100.00	100.00	100.00
M Investment	100.00	100.00	-	-	100.00	100.00	100.00	100.00

(6) The establishment of the related subsidiary was registered on 29 September 2021.

(7) The merger transaction of the related subsidiaries of Doğan Holding through the acquisition in a simplified procedure was approved by the Capital Markets Board (“CMB”) on 31 December 2020, this transaction was registered on 2 March 2021 by the Istanbul Trade Registry Office, and these subsidiaries were dissolved and merged within Doğan Holding.

(8) The proportion of effective ownership interest of the related subsidiary changed due to the share purchase.

(9) As of 16 February 2021, while in the “Joint Venture” position, it was decided to take over the shares corresponding to 50% of the capital and voting rights of the relevant subsidiary, and to be controlled by the Group.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

(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)**

**(b) 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.

**(c) 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.

*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**

The 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 30 September 2021 with 31 December 2020 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 interim period ended 1 January - 30 September 2021, are presented comparatively with the consolidated financial statements as of the interim period 1 January - 30 September 2020.

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 consolidated financial statements and significant changes are explained.

Sales which was amounting to TRY9,728 under “Revenue” in the consolidated statement of profit or loss for the interim period ended 1 January - 30 September 2020 have been netted with the “Cost of Sales” in the related period in order to comply with the interim consolidated statement of profit or loss prepared as of 1 January - 30 September 2021. In addition, carbon emission certificate right sales revenue of TRY1,013 classified under “Other Income from Operating Activities” in the consolidated profit or loss statement for the interim period ended 1 January - 30 September 2020, was classified under “Revenue” in the relevant period to ensure consistency with the consolidated profit or loss statement for the interim period ended 1 January - 30 September 2021.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.1 Basis of Presentation (Continued)**

**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.

**2.1.7 New and revised Turkish Financial Reporting Standards (“TFRS”)**

In the current period there is no such standard or interpretation affecting the Group’s financial performance, statement of financial position, presentation or note disclosures. However, the details of standards and interpretations effective in the current period but have no effect on the consolidated financial statements and standards and interpretations not yet effective and have not been early adopted by the Group are set out below.

**a) New standards applicable as of 30 September 2021 and amendments to existing previous standards and interpretations:**

- **Amendment to TFRS 16, ‘Leases’ – Covid-19 related rent concessions Extension of the Practical expedient;** as of March 2021, this amendment extended till June 2022 and effective from 1 April 2021. As a result of the coronavirus (COVID-19) pandemic, rent concessions have been granted to lessees. Such concessions might take a variety of forms, including payment holidays and deferral of lease payments. On 28 May 2020, the IASB published an amendment to TFRS 16 that provides an optional practical expedient for lessees from assessing whether a rent concession related to COVID-19 is a lease modification. Lessees can elect to account for such rent concessions in the same way as they would if they were not lease modifications. In many cases, this will result in accounting for the concession as variable lease payments in the period(s) in which the event or condition that triggers the reduced payment occurs.
- **Amendments to TFRS 7, TFRS 4 and TFRS 16 Interest Rate Benchmark Reform Phase 2;** effective from annual periods beginning on or after 1 January 2021. The Phase 2 amendments address issues that arise from the implementation of the reforms, including the replacement of one benchmark with an alternative one.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

(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)**

**2.1.7 New and revised Turkish Financial Reporting Standards ("TFRS") (Continued)**

**b) Standards, amendments and interpretations that are issued but not effective as at 30 September 2021:**

- **TFRS 17, 'Insurance contracts';** effective from annual periods beginning on or after 1 January 2023. This standard replaces TFRS 4, which currently permits a wide variety of practices in accounting for insurance contracts. TFRS 17 will fundamentally change the accounting by all entities that issue insurance contracts and investment contracts with discretionary participation features.
- **Amendments to TAS 1, 'Presentation of financial statements' on classification of liabilities;** effective from 1 January 2022. These narrow-scope amendments to TAS 1, 'Presentation of financial statements', clarify that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the expectations of the entity or events after the reporting date (for example, the receipt of a waiver or a breach of covenant). The amendment also clarifies what TAS 1 means when it refers to the 'settlement' of a liability.
- **A number of narrow-scope amendments to TFRS 3, TAS 16, TAS 37 and some annual improvements on TFRS 1, TFRS 9, TAS 41 and TFRS 16;** effective from Annual periods beginning on or after 1 January 2022.
  - Amendments to TFRS 3, 'Business combinations' update a reference in TFRS 3 to the Conceptual Framework for Financial Reporting without changing the accounting requirements for business combinations.
  - Amendments to TAS 16, 'Property, plant and equipment' prohibit a company from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, a company will recognise such sales proceeds and related cost in profit or loss.
  - Amendments to TAS 37, 'Provisions, contingent liabilities and contingent assets' specify which costs a company includes when assessing whether a contract will be loss-making.
  - Annual improvements make minor amendments to TFRS 1, 'First-time Adoption of TFRS', TFRS 9, 'Financial instruments', TAS 41, 'Agriculture' and the Illustrative Examples accompanying TFRS 16.
- **Narrow scope amendments to TAS 1, Practice statement 2 and TAS 8;** effective from annual periods beginning on or after 1 January 2023. The amendments aim to improve accounting policy disclosures and to help users of the financial statements to distinguish between changes in accounting estimates and changes in accounting policies.
- **Amendment to TAS 12 - Deferred tax related to assets and liabilities arising from a single transaction;** from annual periods beginning on or after 1 January 2023. These amendments require companies to recognise deferred tax on transactions that, on initial recognition give rise to equal amounts of taxable and deductible temporary differences.

The Group has not determined the effects that may occur in the consolidated financial statements as a result of the application of the aforementioned standards but has not anticipated that these differences will have a significant impact on the consolidated financial statements.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.1 Basis of Presentation (Continued)**

**2.1.8 US Dollar convenience translation**

US Dollar (“USD”) amounts presented in the consolidated financial statements have been included solely for the convenience of the reader and are translated from Turkish Lira (“TRY”), as a matter of arithmetic computation only, at the Central Bank of the Republic of Turkey official TRY exchange rate of TRY8.8433 = USD1.00 as of 30 September 2021. Thus, USD amounts do not form a part of the consolidated financial statements prepared in accordance with the generally accepted accounting standards issued by the CMB. Such translations should not be construed as a representation that the TRY amounts have been or could be converted into USD at this or any other rate.

**2.2 Summary of Significant Accounting Policies**

**Related parties**

Related parties are people or entities that are related to the entity (reporting entity) that is preparing its financial statements.

- (a) A person or a close member of that person’s family is related to a reporting entity if that person:
  - (i) Has control or joint control over the reporting entity,
  - (ii) Has significant influence over the reporting entity or
  - (iii) Is a member of the key management personnel of the reporting entity or of a parent of the reporting entity.
- (b) An entity is related to a reporting entity if any of the following conditions apply:
  - (i) The entity and the reporting entity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
  - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
  - (iii) Both entities are joint ventures of the same third party.
  - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
  - (v) The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity. If the reporting entity is itself such a plan, the sponsoring employers are also related to the reporting entity.
  - (vi) The entity is controlled or jointly controlled by a person identified in (a).
  - (vii) A person identified in (a) (i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

A related party transaction is a transfer of resources, services or obligations between a reporting entity and a related party, regardless of whether a price is charged.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

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

##### 2.2 Summary of Significant Accounting Policies (Continued)

###### Related parties (Continued)

Under the guidance of the explanations mentioned above and also in compliance with TAS 24, Doğan Şirketler Grubu Holding A.Ş. directly or indirectly has participation, including any entities under common control; real persons and/or legal entities that have direct or indirect individual or joint control over the company and their close family members (relatives up to second-degree) and legal entities having direct or indirect individual or joint control by them and legal entities having significant effect over the Company or their key management personnel; Company’s subsidiaries and members of the Board of Directors, key management personnel and their close family members (relatives up to second-degree) and real persons and/or legal entities that are directly or indirectly controlled individually or jointly (Note 34).

###### Cash and cash equivalents

Cash and cash equivalents comprise cash in hand, bank deposits and highly liquid investments without a significant risk over the change in their value, whose maturity at the time of purchase is three months or less (Note 6).

###### Sales and repurchase agreements

Funds given in return for financial assets purchase with the requirement of selling back (“Reverse repo”) are recognized as reverse repurchase agreements at consolidated financial statements (Note 6). Income discount is calculated for the difference between the buying and selling prices, determined with aforementioned reverse repo agreements, accrued for the period according to internal discount rate method and recognized by the adding to the cost of reverse repos. Funds provided in return for financial assets reverse repurchase are recognized under cash and cash equivalents in the consolidated financial statements.

###### Trade receivables and provision for doubtful receivables

The Group’s trade receivables from providing goods or services to customers are carried at net of unrealized finance income (“unearned financial income due to sales with maturity”). Trade receivables, net of unrealized finance income, are calculated by discounting future cash inflows of receivables carried at the original invoice amount using the effective interest method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or, where appropriate, a shorter period to the net carrying amount on initial recognition. Effective interest method is calculating the present value in accordance with the compound interest basis. The rate determined by compound interest basis and applied in this method is named “effective interest rate”. Short term receivables with indefinite interest rate are carried at cost unless the effect of imputing interest is significant (Note 9).

When calculating the impairment of trade receivables, which are recognised based on the cost amortised in financial statements and do not include an important financing component, Group preferred to adopt “simplified approach” in TFRS 9 standard.

According to “simplified approach” of TFRS 9 Standard, loss provisions concerning trade receivables are calculated equal to “lifetime expected credit loss” if trade receivables are not impaired due to valid reasons as stated in TFRS 9.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Trade receivables and provision for doubtful receivables (Continued)**

TAS 39, “Financial Instruments” valid before 1 January 2018: Instead of “realised credit losses model” in Accounting and Measurement Standard, “expected credit loss model” was defined in TFRS 9 “Financial Instruments” Standard. Expected credit loss is estimated by weighting credit losses, expected to occur throughout the expected life of financial instruments, based on previous statistics. When calculating the expected credit losses, credit losses in the previous years and forecasts of the Group are considered.

The Group decides to allocate provision for doubtful receivables, whose payment was not made within the ordinary commercial activity cycle of the Group, considering whether the trade receivable is subject to administrative and/or legal proceeding, whether or not they have a guarantee and there is an objective finding. The amount of such provision is the difference between the book value of the receivable and the collectible amount. The collectible amount is the current value of the expected cash flow, including the amounts to be collected from guarantees and collaterals, which is discounted based on the original effective interest rate of the initial receivable.

When trade receivables are not impaired for certain reasons along with realised impairment losses, Group recognises expected credit loss provision equal to lifetime expected credit loss for trade receivables as per TFRS 9. Expected credit loss is calculated by expected credit loss rates determined based on previous credit loss experiences of the Group and prospective macroeconomic indicators. Changes in expected credit loss provisions are recognised under other income and expenses from operating activities (Note 28).

If there is a partial or whole collection over the doubtful receivable amount subsequent to the allocation of provision for doubtful receivables, the collected portion is recognized as other income from operating activities following the write-down of the total provision amount (Note 9, 28).

**Inventories**

Inventories are valued at the lower of cost or estimated selling price less estimated costs necessary to make a sale (net realizable value). Cost elements included in inventory are purchasing costs and other costs necessary to prepare the asset for its intended use. Cost elements included in inventories are materials, labor and production overheads. The unit cost of inventories is determined on the moving weighted average basis (Note 11).

When the net realizable value of inventory is less than cost, the inventory is written down to the net realizable value and the expense is included in the consolidated statement of profit or loss in the period the write-down or loss occurred. When the circumstances that previously caused inventories to be written down below cost no longer exist or when there is clear evidence of an increase in net realizable value because of the changing economic circumstances, the amount of the write-down is reversed. The reversal amount is limited to the amount of the initial impairment.



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Financial Assets**

Group classified its financial assets in three categories; financial assets carried at amortized cost, financial assets carried at fair value through profit or loss, financial assets carried at fair value through other comprehensive income. Classification is performed in accordance with the business model determined based on the purpose of benefits from financial assets and expected cash flows. Management performs the classification of financial assets at the acquisition date.

*(a) Financial assets carried at amortized cost*

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, whose payments are fixed or predetermined, which are not actively traded and which are not derivative instruments are measured at amortized cost. They are included in current assets, except for maturities more than 12 months after the balance sheet date. Those with maturities more than 12 months are classified as non-current assets. The Group’s financial assets carried at amortized cost comprise “trade receivables”, “other receivables” and “cash and cash equivalents” in the statement of financial position. In addition, with recourse factoring receivables classified in trade receivables are classified as financial assets carried at amortized cost since collection risk for those receivables are not transferred to counterparty.

*Impairment*

Group has applied simplified approach and used impairment matrix for the calculation of impairment on its receivables carried at amortized cost, since they do not comprise of any significant finance component. In accordance with this method, if any provision is not provided to the trade receivables as a result of a specific event, Group measures expected credit loss from these receivables by the life-time expected credit loss. The calculation of expected credit loss is performed based on the past experience of the Group and its expectation based on the macroeconomic indications.

*(b) Financial assets carried at fair value*

Assets that are held by the management for collection of contractual cash flows and for selling the financial assets are measured at their fair value. If the management do not plan to dispose these assets in 12 months after the statement of consolidated financial position, they are classified as non-current assets. Group makes a choice that cannot be changed later for the equity instruments during the initial recognition and elect profit or loss or other comprehensive income for the presentation of fair value gain and loss:

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Financial Assets (Continued)**

(b) *Financial assets carried at fair value (Continued)*

i) *Financial assets at fair value through profit or loss*

Financial assets at fair value through profit or loss consist of “derivative instruments” in consolidated statement of financial position and “financial asset”, which are acquired to benefit from short-term price or other fluctuations in the market or which are a part of a portfolio aiming to earn profit in the short-run, irrespective of the reason of acquisition, and kept for trading purposes. Derivative instruments are recognised as asset if their fair value is positive and as liability if their fair value is negative. Group’s derivative instruments consist of transactions concerning future contracts and transactions related to commodity contracts. Financial assets that are measured by their fair value and associated with the profit or loss statement are initially reflected on the consolidated statement of financial position with their costs including the transaction cost. These financial assets are valued based on their fair value after they are recognised. Realised or unrealised profit and losses are recognised under “financing income/(expense)”. Dividends are recognised as dividend income in consolidated profit or loss statement. Financial assets including the derivative products not determined as hedging instruments are classified as financial assets whose fair value difference is reflected as profit or loss (Note 22).

ii) *Financial assets at fair value through other comprehensive income*

Financial assets at fair value through other comprehensive income consist of equities and certain debt securities held by the Group and listed in a stock exchange of an active market and they are recognised under “financial investments” in consolidated statement of financial position. Impairment in these assets, which are recognised with their fair value, and unrealised profit or loss, which arise from changes other than changes in profit or loss concerning exchange rate differences in interest and monetary assets calculated by efficient interest method are tracked under consolidated other comprehensive income statement and under financial asset shall be recognized in equity, through the investment revaluation reserve until the financial asset is removed from consolidated financial statements. If the assets whose fair value difference is recognised under consolidated other comprehensive income statement are sold, valuation differences classified under consolidated other comprehensive income statement are classified under “Retained Earnings/(Losses)”

**Derivative financial instruments and hedge accounting**

Derivative financial instruments, predominantly foreign currency and interest swap agreements, commodity exchange contracts and foreign currency forward agreements are comprised. Derivative financial instruments are subsequently remeasured at their fair value. Fair values of derivative financial instruments are obtained from quoted market prices or discounted cash flow models as appropriate. Based on positive or negative fair value, derivative financial instruments are carried as assets or liabilities in the statement of financial position respectively (Note 22).

In the case of future cash flows being subject to cash flow hedges and related transactions being effective, the effective portion of changes in the fair value of derivatives that are designated and qualified as cash flow hedges is recognized in equity directly whereas the ineffective portion is recognized immediately in the statement of profit or loss.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Derivative financial instruments and hedge accounting (Continued)**

If the cash flow hedge of a firm commitment or an expected forward transaction result in the recognition of an asset or liability, at the initial recognition of this asset or liability the gain or loss previously recognized under equity related to derivatives is included in the measurement of the initial amount of the asset or liability. In a hedge accounting that does not result in the recognition of an asset or a liability, the amounts previously recognized under equity are transferred to statement of profit or loss in the period in which the hedged item has an effect on profit or loss. The changes in the fair value of derivatives that do not meet the criteria for hedge accounting are recognized in the statement of profit or loss.

The Group utilizes foreign exchange derivatives to protect future significant transactions and cash flows from financial risk. Group has signed various forward exchange contracts, commodity contracts and option contracts regarding the management of fluctuations in exchange rates and fuel prices. The derivative instruments purchased are mainly denominated in foreign currencies in which the Group operates.

If the hedging instrument expires or is sold, terminated or exercised without replacement or rollover, or if its designation as a hedge is revoked, any cumulative gain or loss previously recognized in equity remains in equity until the forecast transaction or firm commitment affects profit or loss. If the forecast transaction or firm commitment is no longer expected to occur, the cumulative gain or losses previously recognized in equity are transferred to the profit/(loss) statement.

**Investment properties**

Investment properties are properties held to earn rentals and/or for capital appreciation. Investment properties are measured initially at cost, including transaction costs. As of the date of the report, the properties held for a currently undetermined future use by the Group management, have been classified as investment properties.

Subsequent to initial recognition, at the end of each year when there is an indication of impairment, in accordance with the appraisal reports obtained from licensed real estate appraisal organizations under the Capital Market Legislation, investment properties are stated at fair value which reflects the market conditions as of the statement of financial position date. Gains or losses arising from changes in the fair values of investment properties are included in the consolidated profit or loss in the period in which they arise. Deferred tax (liability)/asset has been calculated from all the temporary differences from investment properties.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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)

##### 2.2 Summary of Significant Accounting Policies (Continued)

###### Investment properties (Continued)

An investment property is derecognized upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from disposal. Any gain or loss arising on derecognition of the property is included in consolidated profit or loss in the period in which the property is derecognized.

Transfers are made to or from investment property only when there is a change in use. For a transfer from investment property to owner occupied property, the deemed cost for subsequent accounting is the fair value at the date of change in use. If owner occupied property becomes an investment property, the Group accounts for such property in accordance with the policy stated under property, plant and equipment up to the date of change in use. The difference between cost value and fair value at the date of the change is recognized as revaluation fund in consolidated statement of other comprehensive income (Note 13).

###### Property, plant and equipment

Property, plant and equipment are carried at cost less any accumulated depreciation and any accumulated impairment losses (Note 14). Depreciation is provided on property, plant and equipment on a straight-line basis (except land). Lands are not subject to depreciation due to their unlimited useful life. The depreciation periods for property, plant and equipment, which approximate the economic useful lives of such assets, are as follows:

	<u>Years</u>
Land improvements	5 - 50
Buildings	10 - 50
Machinery and equipment	2 - 30
Motor vehicles	2 - 20
Furniture and fixtures	2 - 15
Development costs of leased tangible assets	2 - 39
Other tangible assets	2 - 50
Leasehold improvements	2 - 25

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Property, plant and equipment (Continued)**

Expected useful life, residual value and depreciation method are reviewed annually for possible effects of changes in estimates and are recognized prospectively if there is a change in estimates.

An item of property, plant and equipment is derecognized in the consolidated statement of financial position upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized as income or expenses from investing activities in consolidated profit or loss.

Where the carrying amount of an asset is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount provided to allocate provision. The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use. Fair value less costs to sell is the amount obtainable from the sale of an asset less the costs of disposal. Value in use is the present value of the future cash flows expected to be derived from an asset plus the residual value of the related assets as of the consolidated statement of financial position date.

Repair and maintenance expenses are charged to the consolidated statement of profit or loss as they are incurred. Capital expenditures that increase the present value of the future cash flows expected to be derived from property, plant and equipment by increasing its capacity is added to the cost of tangible fixed asset.

Gain and losses regarding sale of property, plant and equipment are accounted as other income and expenses from investing activities.

**Intangible assets and related amortization**

Intangible assets excluding goodwill and assets with infinite useful lives comprise of terrestrial broadcasting permissions and licenses (frequency rights), other identified rights and computer software.

Prepaid dealer agreement amounts have been recognized under intangible assets within the context of dealer agreements made with certain fuel oil and LPG dealers to guarantee product sales by Aytemiz Akaryakıt and the duration of these dealer agreements is 5 years.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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)

##### 2.2 Summary of Significant Accounting Policies (Continued)

##### Intangible assets and related amortization (Continued)

Intangible assets with estimated useful life are accounted for at acquisition costs and amortized on a straight-line method (Note 15).

Estimated useful lives of intangible assets are as follows:

	<u>Years</u>
Electricity production licences	45 - 47
Trade names	15 - 25
Computer software and rights	3 - 15
Dealer agreements	5
Customer relations	15
Other intangible rights	5 - 49

Intangible assets with estimated useful lives are tested to determine whether there is an indication that the intangible assets may be impaired and if the carrying value of the intangible asset is higher than the recoverable amount, the carrying value of the intangible asset is written down to its recoverable amount provided to allocate provision. The amount recoverable from an intangible asset is either the discounted net cash flows generated from the use of that intangible asset or the net sales value of that intangible asset depending whether the former or the latter being higher. Provision for impairment is recognised under the statement of profit or loss in the related period.

Marina utilization right which is held by the Group's subsidiary Milta Turizm and classified in other intangible rights, is being amortized for a period of 49 years regarding the transfer agreement on 13 November 1997 with the Privatization Administration (Note 15)

##### Development costs

Development costs for the design and testing of detectable and unique products controlled by the Group are recognized as intangible assets when the following conditions are met:

- It is technically possible to complete the product to be ready for use,
- Management intends to complete and use or sell the product,
- Possibility to use and sell the product,
- Certainty on how the product is likely to provide future economic benefits,
- Availability of sufficient technical, financial and other resources to complete the development phase and to use or sell the product and
- Reliable measurement of expenses related to the product during the development process.

Capitalized development costs are recognized as intangible assets and are amortized beginning from the date the asset is ready for use.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Broadcasting programme rights**

Television programme rights are initially recognised at acquisition cost of the license when the Group controls, in substance, the respective assets and the risks and rewards attached to them. Television programme rights are evaluated to determine if expected revenue is sufficient to cover the unconsumed portion of the program. To the extent that expected revenue is insufficient, the programme rights are written down to their net realizable value. (Note 15).

**Impairment of assets excluding goodwill and intangible assets with infinite useful lives**

At each statement of financial position date, the Group evaluates whether there are any indications that an asset other than goodwill or infinite life intangible assets may be impaired. When an indication of impairment exists, carrying value of the assets is compared with the net realizable value which is the higher of value in use and fair value less costs to sell. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). Impairment exists if the carrying value of an asset or a cash generating unit including that asset is greater than its recoverable amount which is the higher of value in use or fair value less costs to sell. Impairment losses are recognized in the consolidated statement of profit or loss (Note 15).

**Taxation**

Taxation on income includes current period income taxes and deferred taxes. Current year tax liability consists of tax liability on period income calculated according to currently enacted tax rates and tax legislation in force as of statement of financial position date and includes adjustments related to the previous year’s tax liabilities. Turkish tax legislation does not permit a parent company to file a consolidated tax return for its subsidiary and its joint venture. Therefore, tax provisions, as reflected in the accompanying consolidated financial statements, have been calculated on a separate-entity basis.

Deferred income tax is provided, using the liability method, on temporary differences arising between the statutory tax bases of assets and liabilities and their carrying values for financial reporting purposes. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the statement of financial position date.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Taxation (Continued)**

Deferred tax liabilities are recognized for all taxable temporary differences, where deferred tax assets resulting from deductible temporary differences are recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary difference can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the balance sheet date. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities (Note 32).

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they are related to income taxes levied by the same taxation authority (Note 32).

**Current and deferred tax**

Tax is included in the statement of profit or loss, unless it is related to an operation that is accounted directly under equity. Otherwise, tax is accounted under equity as well as the related transaction (Note 32).

**Repurchased shares**

The Group's redeemed shares (repurchased own shares) are not considered as a separate financial asset as a financial instrument based on the Group's equity, regardless of any reason. In the case of repurchase of financial instruments based on equity, the Company recognizes such instruments by deducting them from equity, in accordance with the related legal regulations, legal reserves are allocated over the acquisition cost equal to the share amount received and the legal reserves are accounted under "restricted reserves" account under shareholders' equity (Note 24).



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Financial borrowings and borrowing costs**

Borrowings are recognized initially at the proceeds received, net of transaction costs incurred. Borrowings are subsequently stated at amortized cost using the effective interest method. Any difference between proceeds, net of transaction costs, and the redemption value is recognized in the profit or loss as finance expense over the period of the borrowings (Note 8). The borrowing costs which are directly related with the acquisition, manufacturing or production of a specialty good (means that a long period of time is required to make available for sale and use as purposed) are capitalized as a part of the related asset.

**Employment termination benefits**

The provision for employment termination benefit represents the present value of the estimated total reserves of the future probable liability of the Group arising from the retirement of the employees measured in accordance with the Turkish Labour and Press Labour Laws (Note 23).

According to the amendment in TAS 19, the Group calculated employment benefit in accordance with the report prepared by the actuarial firm and recognised all actuarial loss and gains in the other comprehensive statement of profit or loss as of the statement of financial position date.

**Provisions, contingent assets and liabilities**

Provisions are recognized when the Group has a present legal or constructive obligation or a result of past events, it is probable that on outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of the obligation can be made.

Contingent liabilities are assessed continually to determine whether an outflow of resources comprising economic benefits has become probable. If it becomes probable that an outflow of future economic benefits will be required for an item previously treated as a contingent liability, a provision is recognized in the financial statements of the period in which the change in probability occurs except in the extremely rare circumstances where no reliable estimate can be made.

If it has become virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognised by the Group in the financial statements of the period in which the change occurs.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Provisions, contingent assets and liabilities (Continued)**

Possible assets or obligations that arise from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group are not included in financial tables and are treated as contingent assets or liabilities. A contingent asset is disclosed where an inflow of economic benefit is probable.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably (Note 18).

**Share capital and dividends**

Ordinary shares are classified as equity. Dividend income is recognized as income by the Group when right to obtain of dividend is generated in the consolidated financial statements. Dividend distribution to the Company’s shareholders is recognized as a liability in the Group’s consolidated financial statements in the period in which the dividends are approved by the General Assembly (Note 24).

**Revenue recognition**

When the Group meets its performance obligation by transferring a product or service that is committed before, the revenue is recognised in consolidated financial statements. When the the client takes over the control of an asset, the asset is deemed transferred.

The Company transfers the revenue to the financial statements based on the following five principles:

- Determining client agreements,
- Determining performance obligations in agreements,
- Determining transaction price in agreements,
- Distributing transaction price to performance obligations in agreements,
- Recognising the revenue as each performance obligation is met.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Revenue recognition (Continued)**

If all the below-mentioned conditions are met, Group recognises an agreement made with the client as revenue:

- Parties to the agreement approved the agreement (in writing, orally or in other means in line with commercial practices) and committed to meet their respective obligations,
- Group can define the rights of each party concerning the goods or services to be transferred,
- Group can define payment conditions concerning the goods or services to be transferred,
- The agreement is commercial in essence.
- It is possible that the Group will collect money in return for goods and services to be transferred to the client.

When determining whether the money can be collected, Group only considers its client's ability and intention to pay the money in time.

At the beginning of the agreement, Group evaluates the goods or services committed to the client in the agreement and defines each commitment to transfer goods or services as performance obligation.

At the beginning of the agreement, Group evaluates the goods or services committed to the client in the agreement and defines each commitment to transfer goods or services as performance obligation as follows:

- a) Different goods or service (goods or service packages) or
- b) A group of different goods or services which are similar in a great extent and transferred to the client with the same method.

A group of different goods or services are subject to the same transfer method if the below conditions are met:

- a) Each different product or service that the Group committed to transfer to the client must meet required conditions and constitute a performance obligation to be met in time and
- b) As per the relevant paragraph of the standard, using the same method to measure the progress of the Group in meeting its obligation to transfer each product or service included in the group to the client.

Group sells different products and services as a package and also can sell them separately. Each product and service which are determined through agreement and Group transferred to its clients in a package are described as different goods and services. Additionally, because clients can benefit from these services separately, these services can be described independently from other commitments in the agreement. Based on this, each service in a package is recognised as a separate performance.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Revenue recognition (Continued)**

If a third party is involved in the process where goods or services are provided to client, when the Group determines its performance liability it assess whether its commitment is about providing (primary) the good or service by itself or mediating (agent) the sale of the goods or services provided by other parties. According to this, if the Group checks the goods or services before delivering them to client, the Group is in the primary position related to sale of good or services. When (or as long as) the Group meets its performance liability, it recognises the revenue equal to gross amount of price, which it expects to earn in return for transferred goods or services, in the consolidated financial statements. If the Group mediates the process where other parties provide the goods and services, it is in the agent position and cannot include the revenue for the performance liability in the consolidated financial statements.

Group takes into account agreement provisions and commercial customs in order to determine transaction price. Transaction price is the price, which the Group expects to deserve in return for goods and services Group committed to provide to client, excluding amounts (e.g. some sales taxes) collected on behalf of third parties. A committed price in an agreement with a client can include both the fixed amounts and variable amounts. There are variable amounts because the agreements Group made with clients have scores from turnover-based discounts, returns and customer loyalty programs. If the price the Group commits in the agreement is variable, the Group determines the price it deserves in return for goods and services committed to client through estimation. For the Group to include some or all of cancellation in cumulative revenue in the financial statements when the uncertainty about variable price is eliminated. When assessing whether or not there will be an important cancellation in cumulative revenue in the financial statements when the uncertainty about variable price is eliminated, the Group must take into account both realisation possibility and impact of revenue cancellation.

In assessing whether it is highly probable that there will be no significant cancellation in the amount of cumulative revenue recognized in the consolidated financial statements when the uncertainty regarding the variable price disappears later, the Group considers both the likelihood and the magnitude of the revenue reversal.

If a company offers its client in an agreement a choice to receive additional good or services, this choice leads to a performance liability if the choice gives the client a tangible right that client cannot use as long as the client does not sign the agreement as a party. If the choice gives client a tangible right, the client makes prepayment to the company for the goods and service it will receive in the future. The company includes this revenue in the financial statements when these future goods and services are transferred or this choice expires.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Revenue recognition (Continued)**

If independent sale price related to client’s choice to receive additional good or service cannot be observed, the company determines this through estimation. If client chooses to receive good or service, this estimation reflects the discount the client will get based on the followings:

- (a) Discount if the client does not choose to receive good or service,
- (b) Possibility of using the choice.

After receiving pre-payment from client, the company includes an agreement liability equal to pre-payment in return for performance liability related to transferring goods or services in the future or making them ready to be transferred. When the company completes transfer of goods or services and therefore meets its performance liability, it removes this agreement liability from financial statements (and the revenue is included in the financial statements).

Because the awards related to “Vendor Loyalty Project”, which the Group applies for sales transactions with vendors and end-sellers, and card loyalty programs (Aytemiz card etc.) the Group provides to its clients give clients a tangible right that client cannot use as long as it does not sign the agreement as a party, the amounts the relevant client earns are recognised as agreement liability in the consolidated financial statements. When these awards from “Vendor Loyalty Project” are used, they are recognised by deducting from gross revenue in the financial statement by deducting from agreement liability.

When the Group expects to collect a price and accepts to pay some or all of this price back to client, it includes the return liability in the financial statements. Return liability is measured based on the collected (or receivable) price (in other words, amounts which are not included in the transaction price) the company does not expect to deserve. Return liability (change in the transaction price and agreement liability) is updated at the end of every reporting period by considering the changes in the conditions.

The Group includes the following things in the financial statement in order to recognise the transfer transaction of products which can be returned (along with some delivered services, on condition with being subject to return):

- (a) Revenue in return for products transferred at the value which the company expects to deserve (therefore the revenue related to product that are expected to be returned is not included in the financial statements),
- (b) A return liability and
- (c) An asset in return for a right to get the products back from client after the company meets its return liability (based on this, an adjustment in sales cost).

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Revenue recognition (Continued)**

An asset, recorded in financial statements in scope of the right to take the products back from the client to carry out refund liability, should be evaluated considering the resulting amount after the costs (including the potential decrease of value of the returned product from the perspective of the business) to be made in scope of taking back these products at previous book value (if available). The group updates its refund liability measure in a manner that it reflects the changes in the expected refund amounts and reflects the necessary adjustments in consolidated financial statements as revenue (or discounts from revenue).

A good or service's contractually specified price is its independent sale price. If there is more than one good or service to transfer in the contract, the Group allocates the transaction price to each performance liability (or different good or service) in an amount that shows the amount which the client expects to have a right to in return for transfer of the goods or services committed to the client. To reach its distribution target, the Group allocates the transaction price to each performance liability specified in the contract at a proportional independent sale price. To allocate the transaction price to each performance liability on a basis of a proportionate individual sale price, the Group determines the individual sale price of different goods or services that make up the basis of each performance liability in the contract at the beginning date of the contract and allocates transaction price in proportion to these individual sale prices.

When a party carries out the contract, the Group reflects the contract as a contract asset or contractual liability in the statement of financial position, depending on the relationship between the business performance and client payment. The Group records its unconditional rights related to the price as a receivable.

If the sum of sale prices of the individual goods and services committed in the contract exceeds the amount committed for them in the contract, it means that the client received a discount in return for purchasing goods or a service package. Except for the cases where there are observable indications that the discount is related to one or a few of the performance liabilities regulated in the contract and not all of them, the Group allocates the discount directly proportional to all performance liabilities.

**Fuel sale income**

Fuel sale income is the amount remaining when the Group has deducted estimated client refunds, discounts and provisions from fuel sales that it has carried out through dealerships or from its own stations. The revenue gained through fuel sales is recognised at a specific point in time in case control concerning the property is transferred to the client, the income amount is reliably calculated, it is possible that economic benefits concerning the transaction flows to the business and the costs arising out of the transaction may be reliably calculated.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Revenue recognition (Continued)**

**Industry, trade and packaging income**

The Group’s industrial income is made up of income that the Group gets through the activities of its subsidiaries Çelik Halat and Ditaş Doğan. This income gained through product sales is recognised when the client takes over the control of the committed asset, “at a specific point in time”. Trade incomes of the Group are defined as merchandise sales and brokerage and commission income. The Group records the merchandise sales income at a specific time, when it transfers the control of the merchandise to the other party. Foreign trade incomes of the Group are recognized over time, at the time the service is completed. The Group’s packaging income is made up of income through the sale of food and cosmetic packages of Sesa Ambalaj. This income gained through product sales is recognised when the client takes over the control of the committed asset, “at a specific point in time”.

**Vehicle sales income**

The control after paying special consumption tax and issuing a registration for the sold vehicles is accepted to have been transferred to the client. It is recognised as income “at a specified moment in time” through reliable calculation of income amount.

Before the group transfers a good or a service to the client, if the said client pays the price or the business has an unconditional receivable on the price, it reflects the contract as a contractual liability on the date the payment is made or when the payment is due (whichever is earlier). Contract liability is the liability of the business to transfer goods or services to the client in return for the amount it has collected (or earned the right to collect). In cases where the customer does not pay the cost or the performance obligation is met by transferring the goods or services to the customer before the due date, the Group presents the contract as a contract asset except the amounts presented as receivable.

**Electricity sale revenues**

The group earns electric sales income through generating electricity from hydroelectric plants, solar electricity plants and wind energy plants and selling it. Since electricity is a service provided as a series that the client gets and consumes simultaneously, it is recognised as one performance, over time and through output method.

**Factoring income**

Interest and commissions arising from factoring transactions are reflected to the statement of profit or loss on an accrual basis depending on the duration of the factoring contracts.

**Financial income**

Interest income and expenses are recognized on an accrual basis. Interest income is deducted from the records as soon as the management decides that the loans and advances given to customers cannot be repaid, and the accruals recorded until that date are cancelled and not recorded as revenue until the collection is made.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Revenue recognition (Continued)**

**Revenues from book and magazine sales**

It represents the proceeds from the book and magazine sales of Doğan Yayıncılık, a subsidiary of the Group. The revenues generated within this scope are accounted "at a certain moment of time" on the date of the shipping of the books and magazines.

**Real estate income**

The revenue gained from Milpa's (a subsidiary of the group) residence construction projects is realized "at a specific point in time" after the Group carries out all duties specified in the contract fully and the buyer confirms the delivery report and control arising from owning legally an asset are transferred to the buyer of the property.

In addition to this the related income consists of Group's subsidiary Milta's Marina income. Marina income is consisted of accommodation of sea vehicles and store rent incomes. The said rent income is recorded during the rent contracts over time and based on the output method.

**Rent income**

The rent income gained from real estates is recognised throughout the relevant rent agreement, over time and with output method.

**Administration consultancy income**

The related income is made up of consultancy. Throughout the related consultancy projects, the accounting is performed according to the "over time" and "output" method.

**Advertisement revenue**

The Group's advertisement income is made up of income gained from the advertisements that were published on written, visual and digital media. If the client simultaneously gets the benefits of performance as the advertisement is published and consumes it, that means the Group has transferred the service's control over time. Therefore, as performance liability is carried out (as the advertisement is published), revenue is recognised over time and depending on the output method. The unpublished portion of the ads are recognised in the financial statement as contractual liability.

**Revenues from circulation and magazine sales**

Circulation revenues consist of revenues from mass sales. Revenues generated within the scope of this service are accounted "at a certain moment of time" on the date of the shipping of the magazines.

**Subscription and membership income**

Subscription and membership income includes revenues from real estate site, digital platform and internet subscriptions. The Group monitors the membership of real estate sites individually and institutionally.

The Group may sell subscriptions and memberships by combining sold products and services in packages. (Example: Publishing a listing through a real estate site, highlighting service and mobile phone may be sold as a package.) Each product and service included in the package is recognised as a separate performance. For each performance, independent sale price is determined considering observable prices. When the control of the performance is passed over to the client, it is recorded as income. The clients can benefit from publishing listings and highlighting service simultaneously, so it is recognised "over time" and through "output" method. When the physical ownership of packaged products is transferred to the client, the income is recognised.



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

*Leases*

If a contract regulates the right to control the use of an asset that is defined in the contract for a certain period and for a specific price, this contract is considered as a lease in its nature or includes a lease transaction. At the beginning of a contract, the Group assesses whether the contract is a lease or include a lease transaction. The Group considers the following conditions when assessing whether or not a contract transfers the right to control the use of a defined asset for a specified period of time:

- a) The existence of a clearly or implicitly identifiable asset that constitutes the subject of the lease,
- b) The lessee has the right to obtain almost all of the economic benefits from the use of the defined asset that constitutes the subject of the lease,
- c) The lessee has the right to manage the use of the defined asset that constitutes the subject of the lease. According to circumstances listed below, the tenant is deemed to have the right to manage the defined asset constituting the subject of the lease;
  - i. The lessee has the right to operate the property for the duration of its use (or to direct others to operate the property in its own way) and the lessor does not have the right to change these operating instructions or
  - ii. Designing the asset (or certain features of the asset) in advance in a manner of how and for what purpose the asset will be used during its occupancy by the lessee.

In case that the contract fulfills these conditions, the Group reflects a right of use asset and a lease liability to the consolidated financial statements at the date of the lease's actual start.

*The right of use assets*

The right-of-use asset is initially recognized by the cost method and includes the followings:

- a) The first measurement amount of the lease liability to be recognized as the right of use asset,
- b) Deduction of all leasing incentives related to the lease, from the first measurement amount of the lease liability recorded as a right of use asset,
- c) All direct costs, that are related to the lease, incurred by the Group to be added to the first measurement amount of the lease liability, which will be recognized as a right of use asset, and
- d) Estimated costs to be incurred by the Group shall be added to the initial measurement amount in relation to the dismantling and transporting of the defined asset constituting the subject of the lease, the restoration of the area in which it is placed, or the restoration of the defined asset as required by the terms and conditions of the lease.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

*Leases (Continued)*

*The right of use assets (Continued)*

In applying the cost method, the Group measures the right of use asset by:

- a) Deducting the accumulated depreciation and accumulated impairment losses and
- b) Measuring the cost of the lease in accordance with the re-measurement of the lease liability.

The Group applies depreciation provisions in “TAS 16 Property, Plant and Equipment” while depreciating the right of use asset. In order to determine whether the right of use asset has been impaired or not and to recognize any impairment losses the “TAS 36 Impairment of Assets” standard is implemented.

*Lease liability*

At the effective date of the lease, the Company measures its leasing liability at the present value of the lease payments not realized at that date. If the interest rate on the lease can be easily determined, this rate is used in discount; if the implied interest rate cannot be easily determined, the payments are discounted by using the alternative borrowing interest rate of the lessee.

Lease payments that are included in the measurement of the lease liability of the Group and the payments that have not occurred on the date when the lease is actually started consist of the following:

- a) Amount deducted from all types of rental incentive receivables from fixed payments.
- b) Lease payments based on an index or a rate, lease payments made using an index or a rate at the time the initial measurement was actually started.
- c) The penalty for termination of the lease in cases the lessee shows a sign of it will use an option to terminate the lease.

After the effective date of the lease, the Group measures its lease liability as follows:

- a) Increasing the book value by reflecting interest on lease liability,
- b) Reducing the book value by reflecting the lease payments made,
- c) Re-measures the book value to reflect any re-evaluations and reconfigurations, if any. The Group reflects the remeasured amount of the lease obligation to the consolidated financial statements as adjustment in the use of right.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

***Leases (Continued)***

*Extension and early termination options*

A lease obligation is determined by considering the extension of the contracts and early termination options. Most of the extension and early termination options included in the contracts consist of options that are jointly applicable by the Company and the lessor. However, if such extension and early termination options are at the Company's discretion in accordance with the contract and the use of the options is reasonably certain, the lease term shall be determined by taking this issue into account. If there is a significant change in the conditions, the evaluation is reviewed by the Company.

*Facilitative applications*

Contracts related to IT equipment leases (mainly printer, laptop, mobile phone, etc.), which are determined by the Company as low value, short-term lease agreements with a period of 12 months and less, have been assessed under the exemption granted by the TFRS 16 Leases Standard, and payments for these contracts are recognized as an expense in the period in which they are incurred.

**Business combinations**

The acquisition of businesses is accounted for using the acquisition method. The consideration transferred in a business combination is measured at fair value, which is calculated as the sum of the acquisition-date fair values of the assets transferred by the Group, liabilities incurred by the Group to the former owners of the acquire and the equity interests issued by the Group in exchange for control of the acquire. Acquisition-related costs are generally recognised as cost as incurred.

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their fair value, except that:

- Deferred tax assets or liabilities and assets or liabilities related to employee benefit arrangements are recognised and measured in accordance with TAS 12 *Income Taxes* and TAS 19 *Employee Benefits* respectively;
- Liabilities or equity instruments related to share-based payment arrangements of the acquire or share-based payment arrangements of the Group entered into to replace share-based payment arrangements of the acquire are measured in accordance with TFRS 2 *Share-based Payment* at the acquisition date;
- Assets (or disposal groups) that are classified as held for sale in accordance with TFRS 5 *Non-current Assets Held for Sale and Discontinued Operations* are measured in accordance with that Standard.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Business combinations (Continued)**

Goodwill is measured as the excess of the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree, and the fair value of the acquirer's previously held equity interest in the acquiree (if any) over the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed. If, after revaluation, the net of the acquisition-date amounts of the identifiable assets acquired and liabilities assumed exceeds the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree and the fair value of the acquirer's previously held interest in the acquiree (if any), the excess is recognised immediately in profit or loss as a bargain purchase gain.

Non-controlling interests that are present ownership interests and entitle their holders to a proportionate share of the entity's net assets in the event of liquidation may be initially measured either at fair value or at the non-controlling interests' proportionate share of the recognised amounts of the acquiree's identifiable net assets. The choice of measurement basis is made on a transaction-by-transaction basis. Other types of non-controlling interests are measured at fair value or, when applicable, on the basis specified in another TAS.

When the consideration transferred by the Group in a business combination includes assets or liabilities resulting from a contingent consideration arrangement, the contingent consideration is measured at its acquisition-date fair value and included as part of the consideration transferred in a business combination. Changes in the fair value of the contingent consideration that qualify as measurement period adjustments are adjusted retrospectively, with corresponding adjustments against goodwill.

Measurement period adjustments are adjustments that arise from additional information obtained during the ‘measurement period’ (which cannot exceed one year from the acquisition date) about facts and circumstances that existed at the acquisition date.

The subsequent accounting for changes in the fair value of the contingent consideration that do not qualify as measurement period adjustments depends on how the contingent consideration is classified. Contingent consideration that is classified as equity is not remeasured at subsequent reporting dates and its subsequent settlement is accounted for within equity. Contingent consideration that is classified as an asset or a liability is remeasured at subsequent reporting dates in accordance with if it is found to be within the standard of TFRS 9 Financial Instruments: Recognition and Measurement, the mentioned conditional price is measured at its fair value and the gain or loss arising out of the change is recognised under profits, losses or other comprehensive income. Those not covered under the scope of TFRS 9, is recognized in profit or loss as per TAS 37 Provisions or other suitable “TAS”.

When a business combination is achieved in stages, the Group's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date (i.e. the date when the Group obtains control) and the resulting gain or loss, if any, is recognised in profit or loss. Amounts arising from interests in the acquiree prior to the acquisition date that have previously been recognised in other comprehensive income are reclassified to profit or loss where such treatment would be appropriate if that interest were disposed of.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Business combinations (Continued)**

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Group reports provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted during the measurement period (see above), or additional assets or liabilities are recognised, to reflect new information obtained about facts and circumstances that existed at the acquisition date that, if known, would have affected the amounts recognised at that date (Note 3).

Legal mergers between entities controlled by the Group are not considered within the scope of TFRS 3 “Business Combinations”. Therefore, goodwill is not calculated in such mergers. Besides, transactions occurring between the parties in legal mergers are subject to amendments during the preparation of the consolidated financial statements. In the accounting of share transfers under common control, assets and liabilities subject to business combination are included in the consolidated financial statements with their carrying values. Mergers between entities under common control are recognized by “Pooling of Interests” method. In applying the “Pooling of Interests” method, the consolidated financial statements are adjusted as if the acquisition was performed as of the beginning at the relevant reporting period in which the common control is carried out and they are presented comparatively as of the beginning of the relevant reporting period. As a result of these transactions, no goodwill or negotiable purchase effect is calculated (Note 3). Business combinations subject under common control are not within the scope of TFRS 3 “Business Combinations” and the Group does not recognize any goodwill with respect to such transactions. If the carrying amount of the acquired net assets on the date of the merger exceeds the transferred value, the difference is considered as the additional capital contributions of the shareholders and reflected to the Share Premiums. On the contrary, namely as a difference that occurs when the net value of the transferred assets exceeds the carrying amount of the net assets of the Company, on the date of the merger, the difference is reflected in the section “Effects of Mergers of Entities Under Common Control”.

**Goodwill**

Goodwill arising on an acquisition of a business is carried at cost as established at the date of acquisition of the business less accumulated impairment losses, if any.

For the purposes of impairment testing, goodwill is allocated to each of the Group's cash-generating units (or groups of cash-generating units) that is expected to benefit from the synergies of the combination.

The cash-generating unit, where the goodwill is allocated, is tested for impairment annually. If there is any indication that the unit is impaired, the impairment test is performed more frequently.

If the recoverable amount of the cash-generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro rata based on the carrying amount of each asset in the unit. Any impairment loss for goodwill is recognised directly in profit or loss in the consolidated financial statements. An impairment loss recognised for goodwill is not reversed in subsequent periods.

On disposal of the relevant cash-generating unit, the attributable amount of goodwill is included in the determination of the profit or loss on disposal.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Goodwill (Continued)**

Gains or losses resulting from the sale or purchase of subsidiaries under the control of Doğan Holding (transactions that do not result in a change in control) are recognised under equity. TAS 27 (Revised) requires ownership decreases or increases which do not result in a change in control to be recorded under equity for accounting periods beginning on or after 1 July 2009. For accounting periods beginning prior to 1 July 2009, the difference resulted in favor of acquisition value in connection with sale or purchase of subsidiaries under the control of the Group which does not result in a change in control was recognised as goodwill.

**Foreign currency transactions**

Foreign currency transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the income statement except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings are presented in the statement of profit or loss, under finance costs. All other foreign exchange gains and losses are presented in the statement of profit or loss on a net basis under other income or other expenses.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. For example, translation differences on non-monetary assets and liabilities such as equities held at fair value through profit or loss are recognised in profit or loss as part of the fair value gain or loss and translation differences on non-monetary assets such as equities classified as available-for-sale financial assets are recognised under other comprehensive income.

Group companies

The results and financial position of all the Group entities that have a functional currency different from the presentation currency (none of which has the currency of a hyperinflationary economy) are translated into the presentation currency as follows:

- Assets and liabilities for each balance sheet presented are translated at the closing rate at the date of that balance sheet,
- Income and expenses for each income statement are translated at average exchange rates unless this average is not reasonable approximate of the cumulative effect of the prevailing on the transaction dates in which case income and expenses are translated at the rate on the dates of the transactions and
- All resulting exchange differences are recognized in other comprehensive income.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Assets Held for Sale**

Fixed assets (or groups of assets to be disposed of) are classified as held for sale because their book values can be regained through sale rather than ongoing use, and when it's accepted that the possibility for sale is high. Deferred tax assets, assets gained as a result of employee benefits, financial assets, investment properties moved at their fair value and those rights other than the rights arising out of the contracts on insurance policies have been specifically excluded. Assets such as these held for sale are measured with whatever is lower, the book value or the sales-cost-deducted fair value.

If the value of an impairment of an asset (or group of assets to be disposed of) is lowered to its sales-cost-deducted fair value at the beginning or later, the impairment loss is recognised. If it does not exceed the accumulated impairment losses recognised beforehand, any increase to the sales-cost-deducted value of an asset (or group of assets to be disposed of) is recognised as income. Income or loss of an asset (or group of assets to be disposed of) that was not recognised before the day it was sold is recognised as of the day when the said asset is left out of the statement of financial position.

Fixed assets classified as held for sale (a fixed asset which is part of an asset group to be disposed of) cannot be depreciated or amortised. Interest or other expenses of debts related to the asset group classified as held for sale or to be disposed of continue to be recognised.

A fixed asset recognised as held for sale, and assets in a group of assets to be disposed of classified as held for sale, are shown separately from other assets in the statement of financial position. Debts related to an asset group classified as held for sale are shown separately from other debts in the statement of financial position

**Segment Reporting**

Industrial segment which is an asset and operation group producing goods and services is exposed to different risks and rewards from other industrial segments. The Group operations were monitored and reported as seven main segments, "Fuel Retail", "Electricity Production", "Industry and Trade", "Automotive Sales and Marketing" "Financing and Investment", "Internet and Entertainment", "Real Estate Investment" by the management. The Group management may change the structure of segment reporting, if they reach the conclusion that new structure may affect financial statement users' decisions and/or it will be useful during the review of financial statements. As the sales and the purchases of the Group are made and the assets of the Group are located mainly in Turkey, no geographic segmental information is considered necessary (Note 5).

In segment reporting, intra-segmental operations are recognised at segment level and inter-segmental operations are recognised as eliminations at consolidation level.

**Earnings/(loss) per share**

Earnings/(loss) per share is determined by dividing net income/(loss) by the weighted average number of shares that have been outstanding during the period concerned.

In Turkey, companies can increase their issued capital by making a pro-rata distribution of shares ("bonus shares") to existing shareholders from retained earnings. For the purpose of earnings per share computations, such bonus share issuances are regarded as issued shares for all of the periods presented in the financial statements. Therefore, the weighted average number of shares used in earnings per share computations are made with regards to the distribution of shares occurred in the prior years (Note 33).

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.2 Summary of Significant Accounting Policies (Continued)**

**Government grants**

Government grants are not recognized in the financial statements until there is reasonable assurance that the Group will comply with the conditions attaching to them and that the grants will be received.

Government grants are recognized in profit or loss on a systematic basis over the periods in which the Group recognises as expenses the related costs for which the grants are intended to compensate. Specifically, government grants which are financial assets, should be recognized as deferred revenue in the consolidated statement of financial position rather than recognised in the statement of profit or loss to clarify the expenditure item that is financed and transferred to profit or loss on a systematic and rational basis over the useful lives of the related asset.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Group with no future related costs are recognized in profit or loss in the period in which they become receivable.

The benefit of a government loan at a below-market rate of interest is treated as a government grant, measured as the difference between proceeds received and the fair value of the loan based on prevailing market interest rates (Note 17).

**Subsequent events**

In the case that events requiring a correction to be made occur subsequent, the Group makes the necessary corrections to the consolidated financial statements.

In the case that events not requiring a correction to be made occur subsequent, those events are disclosed in the notes of consolidated financial statements (Note 38).

**Statement of cash flows**

In the statement of cash flows, cash flows during the period are classified under operating, investing or financing activities.

The cash flows raised from operating activities indicate cash flows due to the Group's activities.

The cash flows due to investing activities indicate the Group cash flows that are used for and obtained from investments (investments in property, plant and equipment and financial investments).

The cash flows due to financing activities indicate the cash obtained from financial arrangements and used in their repayment.

Cash and cash equivalents include cash and bank deposits and the investments that are readily convertible into cash and highly liquid with three months or less to maturity and do not have a significant risk of value change.



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.3 Critical Accounting Estimates, Assumptions and Decisions**

**2.3.1 Critical accounting estimates and assumptions**

*a) Value added tax carried forward*

Value added tax (VAT) carried forward classified as non-current under other non-current assets, is calculated by considering VAT amounts that will arise as the result of cash flows predicted by the Group to have a duration longer than one year. In case of a 10% increase or decrease of prospective sales income used in calculations related to the current or non-current classification of VAT amounts, VAT amounts classified as non-current as of 30 September 2021 would have increased or decreased by TRY7,124 (Note 20).

*b) Deferred tax assets*

The Group recognises deferred tax assets and liabilities based upon temporary differences arising between their financial statements prepared in accordance with TAS published by POAASA and their statutory financial statements. The fully or partially recoverable amount of deferred tax assets are estimated under available circumstances. The future income projections, unused losses and expiration dates of other tax assets and tax planning strategies that can be used when necessary are considered during the evaluation of estimations. The Group has recognized deferred tax assets amounting to TRY42,289 (31 December 2020: TRY59,543) arising from unused tax losses amounting to TRY198,310 (31 December 2020: TRY297,715) as of 30 September 2021, considering the future profit projections (Note 32).

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.3 Critical Accounting Estimates, Assumptions and Decisions (Continued)**

**2.3.1 Critical accounting estimates and assumptions (Continued)**

**c) *Provision for doubtful trade receivables***

When there is an indicator that the collection of receivables will be impossible, provision is provided for the receivables. The amount of the provision is determined based on the assessment of the Group based on the aging of receivables and the payment performance of the customers. The provision for doubtful receivables is an accounting estimate determined based on the past payment performance and financial situations of the customers. Considering the ordinary course of trade cycle of the Group, provision for doubtful receivables for the trade receivables is considered for the trade receivables for which the collection period is over the ordinary course of trade cycle considering the fact that trade receivable is in the administrative and/or legal proceedings, with or without guarantee, objective evidence etc. When trade receivables are not impaired along with realised impairment losses for certain reasons, the Group recognises an expected credit loss provision equal to the expected lifetime credit loss for these trade receivables as per TFRS 9. Expected credit loss is calculated using expected credit loss rates determined based on previous credit loss experiences of the Group and prospective macroeconomic indicators. Changes in expected credit loss provisions are recognised under other income and expenses from main activities. As of 30 September 2021, doubtful provision is TRY120,995 (31 December 2020: TRY115,951) (Note 9).

**d) *Investment properties***

Important assumptions of the Group Management regarding investment properties are disclosed in Note 13.

**e) *Impairment of subsidiaries***

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 been set as the amount of expenses to be incurred cannot be measured reliably yet. In addition to this, it is not expected that the costs incurred will have a significant impact on the consolidated financial statements (Note 4).

**f) *Impact of the Covid-19 Pandemic on the Group's Operations***

In December 2019, COVID-19 (Coronavirus) appeared in China. In the first months of 2020, COVID-19 spreads rapidly around the world. It was declared a global epidemic by the World Health Organization on 11 March 2020.

In this context, our group companies benefit from government aid such as the short-term working allowance, VAT, withholding tax and SSI postponements. This situation is continuing to exist as of the date the consolidated financial statements were approved. According to our evaluations we did not find any material impact on the consolidated financial results prepared as of 30 September 2021. In this respect;

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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

**2.3 Critical Accounting Estimates, Assumptions and Decisions (Continued)**

**2.3.1 Critical accounting estimates and assumptions (Continued)**

*f) Impact of the Covid-19 Pandemic on Group Operations (Continued)*

**Aytemiz Akaryakıt**

During 2020, which was under the influence of the COVID-19 virus, the Group's total fuel sales decreased by 2% compared to the previous year. In the same period, there was a decrease of 11% in retail fuel sales compared to the previous year. The Group tried to compensate for the shrinkage in fuel sales with government incentives such as short-time working allowance and discipline in operating expenses.

With the start of vaccination in the first nine months of 2021, the effect of the pandemic decreased and Group fuel sales increased by 13% compared to the previous year. Despite the closure in May, the company's profitability increased with the increase in sales volumes, the worldwide recovery and the increase in oil prices. The Group management has determined a prudent expense management policy, taking into account possible Covid effects, and has tried to dynamically manage its sales and marketing activities. It plans to take additional measures in case of need, depending on the effects of the pandemic on general activities, operational results and financial situation.

**Galata Wind**

The normal course of business continued in Galata Wind, a subsidiary of the Group. Measures such as remote work for personnel, social distancing in the workplace, preventative hygiene practices and online trainings for the staff were taken. Due to the fact that the Group made a significant part of its electricity sales at a fixed rate in the scope of YEKDEM in 2021, Covid-19 did not have a critical impact on the Group's operations, electricity generation or liquidity.

**Çelik Halat**

After the COVID-19 outbreak, as a result of developments/slowing both in overall financial activity and in the sector in which Çelik Halat operates, sales processes slowed in the countries where Çelik Halat operates.

In the meantime, Çelik Halat took action to minimise investment expenses, operational costs and inventories, and reviewed the cash management strategy to strengthen liquidity position.

With this process, company management took the necessary actions to minimise as much as possible the potential impact of COVID-19 on Çelik Halat's operations and financial status. There were no delays in payments to suppliers or collection of receivables.

It is still unclear, both in Turkey and around the world, how long the impact of COVID-19 will last and to what extent the virus will continue to spread. It will be possible to make a more clear and accurate estimation for the medium and long-term when the severity and duration of the impact become more evident. The potential impact of the COVID-19 outbreak was taken into account when preparing the interim consolidated financial statements dated 30 September 2021, and the estimations and assumptions used when preparing the financial statements were reviewed. In this context, the company tested potential impairments in the value of financial assets, inventories and property, plant and equipment in the interim financial statements dated 30 September 2021, and did not determine any impairment-related findings of any significant amount.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

(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)**

**2.3 Critical Accounting Estimates, Assumptions and Decisions (Continued)**

**2.3.1 Critical accounting estimates and assumptions (Continued)**

*f) Impact of the Covid-19 Pandemic on Group Operations (Continued)*

**Ditaş Doğan**

Due to the Covid-19 pandemic that arised in 2020, correspondingly with the developments and slowdowns in both general economic activity and the sector in which Ditaş Doğan is involved in 2020, the automotive supply industry line of business in which Ditaş Doğan operates was affected negatively by the Covid-19 process. However, with the resumption of production in the automotive sector in 2021 and the increase in demand, positive effects were seen in the sector in which Ditaş Doğan is involved.

Minimized investment expenditures, operational expenses and stocks were re-evaluated by Ditaş Doğan after the positive movements in the market. As a result of this evaluation, since Ditaş Doğan's expectations for the upcoming period are for the continuation of positive movements, actions were taken on related issues, and the cash management strategy was reviewed in order to strengthen its liquidity position.

Necessary actions have been taken by Ditaş Doğan management to minimize as much as the potential effects of COVID-19 on Ditaş Doğan's operations and financial status. There were no delays in payments to suppliers or collection of receivables in this process.

In addition, the potential impact of the COVID-19 outbreak was taken into account when preparing the interim consolidated financial statements dated 30 September 2021, and the estimations and assumptions used when preparing the financial statements were reviewed. In this context, Ditaş Doğan tested potential impairments in the value of financial assets, inventories and property, plant and equipment in the interim financial statements dated 30 September 2021 and did not determine any impairment-related findings of any significant amount.

**D Gayrimenkul**

The Trump Offices and Shopping Mall property, where shopping mall activities are performed on parcel No 3, on block 2524 in the Mecidiyeköy neighbourhood in the Şişli District of Istanbul, and which is owned by the group's subsidiary, D Gayrimenkul, recognized a slowdown in its financial activities due to the spread of the epidemic. When the pandemic had the most impact, various discounts on rent were implemented in good faith, and necessary measures to reduce operational costs were taken. The Company follows the COVID-19 developments closely and struggles to manage the processes as efficiently and as effectively as possible with stakeholders.

**Hepsi Emlak**

It was projected that the impact of the COVID-19 would not be felt in the 2021 operations of Hepsi Emlak, a real estate e-commerce platform of the Group, as in 2020 and accordingly the 2021 targets were set. In the first nine month of 2021, the company's new package sales, value-added product sales and package renewals due to increasing customer retention rates were above the budget in line with these targets. In 2021, there is limited housing supply and a decrease in listing and demand due to the economic conjuncture, not only in the platform of Hepsi Emlak but in the whole sector. Transaction volume can be expected to increase in case we are more adapted to normalization with the increase in vaccination rates. However, macroeconomic negative developments such as the increase in the dollar exchange rate and the increase in inflation also affect the investment decisions in the real estate sector. It is foreseen that the possible impact of Kovid-19 will be minimized together with the operational policies of the Company.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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)

##### 2.3 Critical Accounting Estimates, Assumptions and Decisions (Continued)

##### 2.3.1 Critical accounting estimates and assumptions (Continued)

###### *g) The determination of the impairment loss for goodwill*

Goodwill and its carrying value are tested for impairment annually, or more frequently if events or changes in circumstances indicate there may be impairment. Accordingly, the basic assumptions used as of 31 December 2020 are as follows:

###### **Sesa Ambalaj**

The determination of the impairment loss for goodwill of TRY51,202 arising from of the Group's business combination of Sesa Ambalaj is based on long-term plans prepared by the Group management.

The following basic assumptions were utilised in the scope of this valuation method:

- TRY weighted capital cost rate: 14.60%
- Risk-free investment income rate: 5.34%
- Risk premium: 7.00%

In the above fair value calculations resulting from sensitivity analysis, no impairment was detected in case of a 10% increase or decrease in prospective costs, sales volume or weighted capital cost rates used to calculate discounted cash flows, assuming all other variables are constant.

###### **Galata Wind**

Fair value calculations include cash flow projections during the life of the fixed asset, and projections in USD are based on the long-term plans prepared by the Group.

The following basic assumptions were utilised in the scope of this valuation method:

- USD weighted capital cost rate: 7.17%
- Risk-free investment income rate: 6.00%
- Risk premium: 5.50%

In the above fair value calculations resulting from sensitivity analysis, no impairment was detected in case of a 10% increase or decrease in prospective electricity prices, costs, sales volume or weighted capital cost rates used to calculate discounted cash flows, assuming all other variables are constant.

#### NOTE 3 - BUSINESS COMBINATIONS

*Business combinations as of 30 September 2021:*

##### **Acquisition of Doğan Yayınları Yayıncılık ve Yapımcılık Ticaret A.Ş.**

The registered shares that were owned by Egmont Int. Holding A/S with the nominal value of TRY1 representing 8,775,000 total shares of Doğan Yayıncılık which was jointly controlled by the Group and Egmont Int. Holding A/S, that has an issued capital of TRY17,550,000 (exact), fully paid and participated in 50% by the Group, was taken over on 26 April 2021. Therefore, Doğan Yayıncılık is controlled by the Group as the sole shareholder. The Group paid in cash TRY11,000,000 (exact) as a purchase amount for the registered 50% of the shares represented by Egmont Int. Holding A/S.

In the consolidated statement of income, Doğan Yayıncılık's share in sales income from 30 April 2021 which is the closest financial statement date of acquisition until 30 September 2021 was TRY47,943. If Doğan Yayıncılık was included in the consolidation beginning from 1 January 2021, the consolidated statement of income of the 1 January - 30 September 2021 accounting period would include additional sales income of TRY46,859. The afore-mentioned amounts have been calculated by taking into consideration the financial statements prepared in accordance with the TFRS.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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)

##### *Acquisition of Doğan Yayınları Yayıncılık ve Yapımcılık Ticaret A.Ş. (Continued)*

	Book Value	Fair Value
<b>Current Assets</b>	<b>94,936</b>	<b>94,936</b>
Cash and cash equivalents	6,750	6,750
Trade receivables	40,020	40,020
Inventories	15,660	15,660
Prepaid expenses	18,451	18,451
Other current assets	14,055	14,055
<b>Non-current assets</b>	<b>6,967</b>	<b>10,633</b>
Rights of use assets	2,110	2,110
Property, plant and equipment	1,401	1,401
Intangible assets	760	5,343
Deferred tax asset	2,696	1,779
<b>Total Assets</b>	<b>101,903</b>	<b>105,569</b>
<b>Short-term liabilities</b>	<b>55,814</b>	<b>55,814</b>
Short-term borrowings	8,000	8,000
Lease borrowings	1,555	1,555
Trade payables	11,328	11,328
Other payables	7	7
Short-term provisions	30,466	30,466
Other short-term liabilities	4,458	4,458
<b>Long-term liabilities</b>	<b>3,578</b>	<b>3,578</b>
Lease borrowings	611	611
Long-term provisions	2,967	2,967
<b>Total Liabilities</b>	<b>59,392</b>	<b>59,392</b>
<b>Total Net Assets</b>	<b>42,511</b>	<b>46,177</b>
Total cash paid	-	11,000
Disposals of investments accounted for by the equity method (Note 4)	-	11,000
<b>Total transaction amount</b>	<b>-</b>	<b>22,000</b>
Total net assets acquired	-	(46,177)
<b>Earnings obtained as a result of the negotiated purchase as of the day of share purchase (Note 29)</b>	<b>-</b>	<b>24,177</b>
The reconciliation of cash flow as of the day of share purchase is presented below:		
Total cash paid	-	11,000
Cash and cash equivalents received	-	(6,750)
<b>Net cash outflow/(inflow)</b>	<b>-</b>	<b>4,250</b>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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**NOTE 3 - BUSINESS COMBINATIONS (Continued)**

*Business combinations as of 31 December 2020:*

**Acquisition of Sesa Ambalaj ve Plastik Sanayi Ticaret A.Ş.**

The Group decided to acquire and take over whole of the shares (100%) representing the fully paid-in TRY850,000 (exact) capital of Sesa Ambalaj ve Plastik Sanayi Ticaret A.Ş. (“Sesa Ambalaj”) via Sesa Üretim Yatırımları ve Yönetim Hizmetleri A.Ş.’s (“Sesa Yatırım”) as a subsidiary to be established exclusively for this purpose and participated in its capital by 70% on 14 September 2020 and the amount was paid in part by equity and bank loan. The purchase price is TRY768,736,408 (exact), and TRY412,937,984 (exact) of this amount was paid by bank loan and the remaining TRY355,798,424 (exact) was paid by equity. In addition, due to the fact that profit before annual interest, depreciation and tax (“EBITDA”) in the accounting period ending on 31 December 2020 exceeds EUR11,000, an extra remuneration of EUR2,500 based on performance will be paid. The above-mentioned amount is recognised under “Other payables due to non-related parties” as of 31 December 2020. The payment of the relevant amount was made in the first half of 2021.

In the consolidated statement of income, Sesa Ambalaj’s share of sales income obtained between the date of acquisition and 31 December 2020 was TRY197,675. In the same period, its contribution to net period profit after the consolidated non-controlling shares corresponds to TRY13,881. If Sesa Ambalaj was included in the consolidation beginning from 1 January 2020, the consolidated statement of income of the 1 January-31 December 2020 accounting period would include additional sales income of TRY307,274 and a TRY66,266 increase in net period profit after non-controlling shares. The aforementioned amounts have been calculated by taking into consideration the financial statements prepared in accordance with the Tax Procedural Law.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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)

##### Acquisition of Sesa Ambalaj ve Plastik Sanayi Ticaret A.Ş. (Continued)

	Book Value	Fair Value
<b>Current Assets</b>	<b>246,991</b>	<b>264,860</b>
Cash and cash equivalents	104,022	104,022
Financial investments	1,479	1,479
Trade receivables	90,216	90,216
Other receivables	1,148	1,148
Inventories	37,678	55,547
Other current assets	12,448	12,448
<b>Non-current assets</b>	<b>66,389</b>	<b>616,536</b>
Rights of use assets	602	602
Property, plant and equipment	65,206	171,129
Trade names	-	89,056
Customer relations	-	355,168
Intangible assets	219	219
Other non-current assets	362	362
<b>Total Assets</b>	<b>313,380</b>	<b>881,396</b>
<b>Short-term liabilities</b>	<b>42,823</b>	<b>42,823</b>
Short-term borrowings	51	51
Short-term portion of long- term borrowings	6,334	6,334
Lease borrowings	606	606
Trade payables	19,127	19,127
Other payables	598	598
Payables related to employee benefits	2,967	2,967
Deferred income	2,640	2,640
Current income tax liability	7,840	7,840
Short-term provisions	2,430	2,430
Other short term liabilities	230	230
<b>Long-term liabilities</b>	<b>10,030</b>	<b>121,038</b>
Long-term borrowings	3,645	3,645
Long-term provisions	4,610	4,610
Deferred tax liability	1,775	112,783
<b>Total Liabilities</b>	<b>52,853</b>	<b>163,861</b>
<b>Total Net Assets</b>	<b>260,527</b>	<b>717,535</b>
Total cash paid	-	768,736
Cash and cash equivalents received	-	(104,022)
<b>Net cash outflow/(inflow)</b>	<b>-</b>	<b>664,714</b>
Goodwill as of the day of share purchase	-	51,202
<b>Goodwill as of 31 December 2020</b>	<b>-</b>	<b>51,202</b>
Total net assets acquired	-	717,535
Group's effective ownership	-	70%
<b>Non-Controlling Interests</b>	<b>-</b>	<b>215,261</b>



## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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

Joint ventures of Doğan Holding are presented below. Joint venture's nature of businesses, segments, 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.
Boyabat Elektrik Üretim ve Ticaret A.Ş. ("Boyabat Elektrik")	Turkey	Energy	Doğuş Holding A.Ş. 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 sets out the Joint Ventures, Doğan Holding and its subsidiaries and Doğan family voting power and effective ownership interests at 30 September 2021 and 31 December 2020:

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 (%)	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020	30 September 2021	31 December 2020
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	40.13	40.13	-	-	40.13	40.13	40.13	40.13
Doğan Yayıncılık <sup>(1)</sup>	100.00	50.00	-	-	100.00	50.00	100.00	50.00
Gas Plus Erbil <sup>(2)</sup>	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) It was decided that 50% of the capital and voting power of respective subsidiary to be acquired and controlled by the Group as of 16 February 2021. "Closing" transactions were completed as of 26 April 2021 and Doğan Şirketler Grubu Holding A.Ş. became the sole shareholder of Doğan Egmont under the trade name of Doğan Yayınları Yayıncılık ve Yayıncılık Ticaret A.Ş.
- (2) 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 been set as the amount of expenses to be incurred cannot be measured reliably yet.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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 30 September 2021 and 31 December 2020 are as follows:

30 September 2021	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)
Kandilli Gayrimenkul	216,328	18,363	197,965	98,983	-	9,184	4,592
Doğan Burda	58,152	37,619	20,533	8,240	60,418	3,289	1,320
Ultra Kablolu	6,665	24	6,641	3,321	-	(54)	(27)
DPP	625	250	375	210	1,759	232	130
DMC <sup>(1)</sup>	231,284	68,267	163,017	117,881	124,589	20,210	8,084
<b>Total</b>	<b>513,054</b>	<b>124,523</b>	<b>388,531</b>	<b>228,635</b>	<b>186,766</b>	<b>32,861</b>	<b>14,099</b>
Boyabat Elektrik	1,840,452	6,382,414	(4,541,962)	-	324,226	(950,015)	-
Aslancık Elektrik	494,751	592,891	(98,140)	(32,711)	109,796	(58,426)	(19,473)
31 December 2020	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)
Kandilli Gayrimenkul	204,615	15,835	188,780	94,390	-	9,179	4,590
Doğan Burda	49,081	31,835	17,246	6,921	61,548	(4,052)	(1,626)
Doğan Yayıncılık	87,592	43,957	43,635	21,818	38,325	4,289	2,145
Ultra Kablolu	6,721	25	6,696	3,348	-	(330)	(165)
DPP	381	237	144	81	1,773	(50)	(28)
DMC <sup>(1)</sup>	196,503	47,714	148,789	112,188	73,950	13,689	5,475
<b>Total</b>	<b>544,893</b>	<b>139,603</b>	<b>405,290</b>	<b>238,746</b>	<b>175,596</b>	<b>22,725</b>	<b>10,391</b>
Boyabat Elektrik	1,620,800	5,212,599	(3,591,799)	-	213,946	(1,341,590)	-
Aslancık Elektrik	471,908	511,562	(39,654)	(13,217)	154,709	(60,068)	(20,021)

(1) The relevant amounts represent the consolidated amounts of DMC and Net D Müzik.

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

	2021	2020
<b>1 January</b>	<b>225,529</b>	<b>128,557</b>
Share of gain (loss) on investments accounted for by the equity method	(5,124)	(30,670)
Impairment in fair value <sup>(2)</sup>	(11,067)	-
Disposal of joint venture <sup>(2)</sup>	(11,000)	-
Dividend payment	(2,393)	-
Increase in fair value <sup>(3)</sup>	-	87,789
Acquisition of joint venture <sup>(3)</sup>	-	18,974
Capital increase	-	1,155
Ownership rate change	-	(836)
Other	(21)	(32)
<b>30 September</b>	<b>195,924</b>	<b>204,937</b>

(2) The fair value of Doğan Yayıncılık shares is determined as TRY22,000 as of the date of acquisition that 50% of the capital and voting power of respective subsidiary was acquired (Note 3). Therefore, the book value of the investment that accounted for by the equity method, whose carrying value is TRY21,767 has been adjusted to TRY11,000 by reflecting the effect of change in fair value amounting to TRY11,067 and as of 30 April 2021, it became a subsidiary that the Group fully controls and includes in the consolidated financial statements within the scope of full consolidation. The details of the acquisition in accordance with TFRS 3 has been explained in Note 3.

(3) As of the completion of the sale of subsidiary, the total fair value of the DMC and NetD Müzik companies has been determined as TRY106,763, and TRY18,974 of this amount represents the carrying value and TRY87,789 of this amount represents the fair value effect. The portion of the Group's share from the net profit of the relevant companies from the sale transaction date until 30 September 2020 is TRY1,956 and as of 30 September 2020, the Group's share of the net assets of these companies is TRY108,719.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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)

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

##### Condensed statement of financial position information:

30 September 2021	Boyabat Elektrik	Aslancık Elektrik	Kandilli Gayrimenkul	Doğan Burda	Ultra Kablolu	DPP	DMC	Total
Cash and cash equivalents	281,907	40,713	2	21,400	35	59	20,979	365,095
Other current assets	12,149	2,788	90	26,156	6,630	561	91,787	140,161
Other non-current assets	1,546,396	451,250	216,236	10,596	-	5	118,518	2,343,001
<b>Total assets</b>	<b>1,840,452</b>	<b>494,751</b>	<b>216,328</b>	<b>58,152</b>	<b>6,665</b>	<b>625</b>	<b>231,284</b>	<b>2,848,257</b>
Short-term borrowings	417,277	32,187	-	3,005	-	-	334	452,803
Other short-term liabilities	48,707	45,405	251	24,298	7	250	66,622	185,540
Long-term borrowings	5,616,141	514,868	-	1,888	-	-	204	6,133,101
Other long-term liabilities	300,289	431	18,112	8,428	17	-	1,107	328,384
<b>Total liabilities</b>	<b>6,382,414</b>	<b>592,891</b>	<b>18,363</b>	<b>37,619</b>	<b>24</b>	<b>250</b>	<b>68,267</b>	<b>7,099,828</b>
<b>Net assets:</b>	<b>(4,541,962)</b>	<b>(98,140)</b>	<b>197,965</b>	<b>20,533</b>	<b>6,641</b>	<b>375</b>	<b>163,017</b>	<b>(4,251,571)</b>
<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>	
<b>Group's net asset share</b>	<b>-</b>	<b>(32,711)</b>	<b>98,983</b>	<b>8,240</b>	<b>3,321</b>	<b>210</b>	<b>117,881</b>	<b>195,924</b>

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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)

#### Condensed statement of financial position information (Continued):

31 December 2020	Boyabat Elektrik	Aslancık Elektrik	Kandilli Gayrimenkul	Doğan Burda	Ultra Kablolu	Doğan Yayıncılık	DPP	DMC	Total
Cash and cash equivalents	303	16,867	24	18,965	89	8,213	11	13,651	58,123
Other current assets	15,412	5,868	72	22,333	6,632	72,238	363	69,999	192,917
Other non-current assets	1,605,085	449,173	204,519	7,783	-	7,141	7	112,853	2,386,561
<b>Total assets</b>	<b>1,620,800</b>	<b>471,908</b>	<b>204,615</b>	<b>49,081</b>	<b>6,721</b>	<b>87,592</b>	<b>381</b>	<b>196,503</b>	<b>2,637,601</b>
Short-term borrowings	346,055	21,713	-	1,755	-	8,000	-	116	377,639
Other short-term liabilities	29,103	51,229	19	21,851	8	35,957	237	46,655	185,059
Long-term borrowings	4,607,429	438,254	-	180	-	-	-	-	5,045,863
Other long-term liabilities	230,012	366	15,816	8,049	17	-	-	943	255,203
<b>Total liabilities</b>	<b>5,212,599</b>	<b>511,562</b>	<b>15,835</b>	<b>31,835</b>	<b>25</b>	<b>43,957</b>	<b>237</b>	<b>47,714</b>	<b>5,863,764</b>
<b>Net assets:</b>	<b>(3,591,799)</b>	<b>(39,654)</b>	<b>188,780</b>	<b>17,246</b>	<b>6,696</b>	<b>43,635</b>	<b>144</b>	<b>148,789</b>	<b>(3,226,163)</b>
<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>0.50</i>	<i>0.56</i>	<i>0.40</i>	
<b>Group's net asset share</b>	<b>-</b>	<b>(13,217)</b>	<b>94,390</b>	<b>6,921</b>	<b>3,348</b>	<b>21,818</b>	<b>81</b>	<b>112,188</b>	<b>225,529</b>

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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)

#### Condensed statement of financial position information (Continued):

<b>1 January - 30 September 2021</b>	<b>Boyabat Elektrik</b>	<b>Aslancık Elektrik</b>	<b>Kandilli Gayrimenkul</b>	<b>Doğan Burda</b>	<b>Ultra Kablolu</b>	<b>DPP</b>	<b>DMC</b>	<b>Doğan Yayınçılık (*)</b>
Revenue	324,226	109,796	-	60,418	-	1,759	124,589	29,956
Operating profit/(loss)	202,122	40,139	11,481	4,134	(54)	233	27,036	(51)
Net financial (expense)/income	(1,152,101)	(110,423)	-	(740)	-	(1)	(89)	(116)
Profit/(loss) before income tax	(949,978)	(70,284)	11,481	3,397	(54)	232	26,947	(167)
<b>Total comprehensive income/(loss)</b>	<b>(950,015)</b>	<b>(58,426)</b>	<b>9,184</b>	<b>3,289</b>	<b>(54)</b>	<b>232</b>	<b>20,210</b>	<b>500</b>
<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>	<i>0.50</i>
<b>Group's net share on profit/(loss)</b>	<b>-</b>	<b>(19,473)</b>	<b>4,592</b>	<b>1,320</b>	<b>(27)</b>	<b>130</b>	<b>8,084</b>	<b>250</b>

  

<b>1 July - 30 September 2021</b>	<b>Boyabat Elektrik</b>	<b>Aslancık Elektrik</b>	<b>Kandilli Gayrimenkul</b>	<b>Doğan Burda</b>	<b>Ultra Kablolu</b>	<b>DPP</b>	<b>DMC</b>	<b>Doğan Yayınçılık (*)</b>
Revenue	137,192	46,390	-	20,680	-	669	48,707	-
Operating profit/(loss)	91,481	12,575	(127)	(1,315)	(16)	60	8,587	-
Net financial (expense)/income	(126,356)	(13,453)	-	(354)	-	-	(41)	-
Profit/(loss) before income tax	(34,874)	(878)	(127)	(1,670)	(16)	60	8,546	-
<b>Total comprehensive income/(loss)</b>	<b>(34,850)</b>	<b>3,754</b>	<b>(102)</b>	<b>(1,434)</b>	<b>(16)</b>	<b>60</b>	<b>5,888</b>	<b>-</b>
<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>	<i>-</i>
<b>Group's net share on profit/(loss)</b>	<b>-</b>	<b>1,252</b>	<b>(51)</b>	<b>(575)</b>	<b>(8)</b>	<b>34</b>	<b>2,355</b>	<b>-</b>

(\*) These amounts represent the condensed statement of total comprehensive income regarding the period until the "Closing" transaction of Doğan Yayınçılık.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

(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)

##### Condensed statement of financial position information (Continued):

1 January - 30 September 2020	Boyabat Elektrik	Aslancık Elektrik	Kandilli Gayrimenkul	Doğan Burda	Ultra Kablolu	DPP	Doğan Yayıncılık	DMC
Revenue	180,720	131,805	-	41,252	-	1,202	27,549	30,994
Operating profit/(loss)	80,453	41,323	5,782	(3,084)	(100)	(155)	(2,553)	6,322
Net financial income/(expense)	(1,533,492)	(143,662)	-	(191)	-	(1)	(318)	(13)
Profit/(loss) before income tax	(1,453,039)	(102,339)	5,782	(3,273)	(302)	(156)	2,520	6,309
<b>Total comprehensive income/(loss)</b>	<b>(1,453,043)</b>	<b>(104,615)</b>	<b>4,629</b>	<b>(2,657)</b>	<b>(302)</b>	<b>(156)</b>	<b>2,520</b>	<b>4,889</b>
<i>Group's share</i>	<i>0.33</i>	<i>0.33</i>	<i>0.50</i>	<i>0.41</i>	<i>0.50</i>	<i>0.56</i>	<i>0.50</i>	<i>0.40</i>
<b>Group's net share on profit/(loss)</b>	<b>-</b>	<b>(34,868)</b>	<b>2,315</b>	<b>(1,095)</b>	<b>(151)</b>	<b>(87)</b>	<b>1,260</b>	<b>1,956</b>

1 July - 30 September 2020	Boyabat Elektrik	Aslancık Elektrik	Kandilli Gayrimenkul	Doğan Burda	Ultra Kablolu	DPP	Doğan Yayıncılık	DMC
Revenue	118,701	28,847	-	14,734	-	419	13,181	30,994
Operating profit/(loss)	81,692	10,390	(11)	707	(53)	(27)	38	6,322
Net financial income/(expense)	(806,144)	(66,779)	-	554	-	(1)	(122)	(13)
Profit/(loss) before income tax	(724,452)	(56,389)	(11)	1,261	(52)	(28)	2,423	6,309
<b>Total comprehensive income/(loss)</b>	<b>(724,452)</b>	<b>(54,610)</b>	<b>(9)</b>	<b>780</b>	<b>(52)</b>	<b>(27)</b>	<b>2,423</b>	<b>4,889</b>
<i>Group's share</i>	<i>0.33</i>	<i>0.33</i>	<i>0.50</i>	<i>0.41</i>	<i>0.50</i>	<i>0.56</i>	<i>0.50</i>	<i>0.40</i>
<b>Group's net share on profit/(loss)</b>	<b>-</b>	<b>(18,201)</b>	<b>(4)</b>	<b>452</b>	<b>(26)</b>	<b>(15)</b>	<b>1,211</b>	<b>1,956</b>

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 5 - SEGMENT REPORTING

##### a) External revenue

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Fuel retail	7,497,989	3,232,901	5,604,936	2,346,677
Electricity production	330,459	150,740	248,756	106,143
Industry and trade <sup>(1)</sup>	1,867,789	693,685	859,894	358,133
Automotive trade and marketing	731,083	319,917	314,866	126,926
Financing and investment	211,514	63,725	176,959	61,434
Internet and entertainment	476,306	163,162	288,888	96,356
Real estate investments	101,871	50,807	94,907	39,247
	<b>11,217,011</b>	<b>4,674,937</b>	<b>7,589,206</b>	<b>3,134,916</b>

##### b) Profit/(loss) before income tax

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Fuel retail	68,069	51,465	(3,849)	38,160
Electricity production	103,853	107,173	138,036	65,034
Industry and trade	93,128	61,312	21,420	19,349
Automotive trade and marketing	(3,180)	(1,850)	18,389	12,782
Financing and investment <sup>(2)</sup>	757,023	70,955	1,200,230	598,580
Internet and entertainment <sup>(3)</sup>	84,063	29,727	258,556	245,065
Real estate investments	33,570	11,832	52,029	12,754
	<b>1,136,526</b>	<b>330,614</b>	<b>1,684,811</b>	<b>991,724</b>

(1) Since the acquisition of Sesa Ambalaj, the details of which is explained in detail in Note 3, was made on 14 September 2020, the revenues regarding industry and trade segment increased.

(2) It is due to the decrease in the foreign exchange gain of the Group on foreign currency financial assets.

(3) As the details are explained in Note 31, the sales transactions of DMC and NetD Müzik were completed on 21 July 2020, and as a result of the sale, the profit on the sale of the subsidiaries amounting to TRY131,684 and the subsidiary fair value increase of TRY87,789 were recognised in the consolidated statement of profit or loss for the interim accounting period ended on 30 September 2020.

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 5 - SEGMENT REPORTING (Continued)

#### c) Segmental analysis for the interim period ended as of 1 January - 30 September 2021:

	Fuel Retail	Electricity Production	Industry and Trade	Automotive Trade and Marketing	Financing and Investment	Internet and Entertainment	Real Estate Investments	Inter Segment Elimination	Total
External revenue	7,497,989	330,459	1,867,789	731,083	211,514	476,306	101,871	-	11,217,011
Inter segment revenue	12,743	735	8,091	5,053	27,816	3	9,883	(64,324)	-
<b>Total revenue</b>	<b>7,510,732</b>	<b>331,194</b>	<b>1,875,880</b>	<b>736,136</b>	<b>239,330</b>	<b>476,309</b>	<b>111,754</b>	<b>(64,324)</b>	<b>11,217,011</b>
Revenue	7,510,732	331,194	1,875,880	736,136	239,330	476,309	111,754	(64,324)	11,217,011
Cost of sales	(7,145,143)	(108,437)	(1,538,368)	(630,106)	(108,950)	(261,352)	(64,614)	19,271	(9,837,699)
<b>Gross profit/(loss)</b>	<b>365,589</b>	<b>222,757</b>	<b>337,512</b>	<b>106,030</b>	<b>130,380</b>	<b>214,957</b>	<b>47,140</b>	<b>(45,053)</b>	<b>1,379,312</b>
General administrative expenses	(30,070)	(18,252)	(61,206)	(14,011)	(123,897)	(45,575)	(15,216)	35,227	(273,000)
Marketing expenses	(208,130)	(2,288)	(101,725)	(61,038)	-	(101,116)	(10,878)	8,367	(476,808)
Share of gain/(loss) on investments accounted for by the equity method)	-	(19,473)	-	-	-	9,757	4,592	-	(5,124)
Other income/(expenses) from operating activities, net	19,792	2,500	38,943	2,154	303,062	8,526	6,972	(2,519)	379,430
Income/(expenses) from investment activities, net	16,230	-	1,869	8,860	505,008	(71)	2,739	5	534,640
Financial income/(expense), net	(95,342)	(81,391)	(122,265)	(45,175)	(57,530)	(2,415)	(1,779)	3,973	(401,924)
<b>Profit/(loss) before taxation from continued operations</b>	<b>68,069</b>	<b>103,853</b>	<b>93,128</b>	<b>(3,180)</b>	<b>757,023</b>	<b>84,063</b>	<b>33,570</b>	<b>-</b>	<b>1,136,526</b>



# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 5 - SEGMENT REPORTING (Continued)

#### c) Segmental analysis for the interim period ended as of 1 July - 30 September 2021:

	Fuel Retail	Electricity Production	Industry and Trade	Automotive Trade and Marketing	Financing and Investment	Internet and Entertainment	Real Estate Investments	Inter Segment Elimination	Total
External revenue	3,232,901	150,740	693,685	319,917	63,725	163,162	50,807	-	4,674,937
Inter segment revenue	8,478	(931)	2,980	2,073	9,292	3	3,361	(25,256)	-
<b>Total revenue</b>	<b>3,241,379</b>	<b>149,809</b>	<b>696,665</b>	<b>321,990</b>	<b>73,017</b>	<b>163,165</b>	<b>54,168</b>	<b>(25,256)</b>	<b>4,674,937</b>
Revenue	3,241,379	149,809	696,665	321,990	73,017	163,165	54,168	(25,256)	4,674,937
Cost of sales	(3,085,875)	(42,983)	(565,363)	(275,523)	(37,906)	(85,623)	(31,615)	10,921	(4,113,967)
<b>Gross profit/(loss)</b>	<b>155,504</b>	<b>106,826</b>	<b>131,302</b>	<b>46,467</b>	<b>35,111</b>	<b>77,542</b>	<b>22,553</b>	<b>(14,335)</b>	<b>560,970</b>
General administrative expenses	(8,873)	(3,114)	(20,663)	(3,786)	(44,785)	(14,046)	(5,522)	11,239	(89,550)
Marketing expenses	(75,327)	(747)	(38,362)	(30,860)	-	(42,530)	(8,602)	3,436	(192,992)
Share of gain/(loss) on investments accounted for by the equity method	-	1,252	-	-	-	1,806	(51)	-	3,007
Other income/(expenses) from operating activities, net	21,388	3,250	5,297	915	28,695	7,617	2,575	(738)	68,999
Income/(expenses) from investment activities	4,964	-	36	6,516	66,091	(15)	1,707	4	79,303
Financial income/(expense), net	(46,191)	(294)	(16,298)	(21,102)	(14,157)	(647)	(828)	394	(99,123)
<b>Profit/(loss) before taxation from continued operations</b>	<b>51,465</b>	<b>107,173</b>	<b>61,312</b>	<b>(1,850)</b>	<b>70,955</b>	<b>29,727</b>	<b>11,832</b>	<b>-</b>	<b>330,614</b>

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 5 - SEGMENT REPORTING (Continued)

#### c) Segmental analysis for the interim period ended as of 1 January - 30 September 2020:

	Fuel Retail	Electricity Production	Industry and Trade	Automotive Trade and Marketing	Financing and Investment	Internet and Entertainment	Real Estate Investments	Inter Segment Elimination	Total
External revenue	5,604,936	248,756	859,894	314,866	176,959	288,888	94,907	-	7,589,206
Inter segment revenue	8,066	44	1,073	1,227	27,534	-	7,234	(45,178)	-
<b>Total revenue</b>	<b>5,613,002</b>	<b>248,800</b>	<b>860,967</b>	<b>316,093</b>	<b>204,493</b>	<b>288,888</b>	<b>102,141</b>	<b>(45,178)</b>	<b>7,589,206</b>
Revenue	5,613,002	248,800	860,967	316,093	204,493	288,888	102,141	(45,178)	7,589,206
Cost of sales	(5,368,097)	(68,329)	(732,291)	(269,346)	(71,673)	(144,531)	(52,959)	8,795	(6,698,431)
<b>Gross profit/(loss)</b>	<b>244,905</b>	<b>180,471</b>	<b>128,676</b>	<b>46,747</b>	<b>132,820</b>	<b>144,357</b>	<b>49,182</b>	<b>(36,383)</b>	<b>890,775</b>
General administrative expenses	(26,452)	(10,169)	(38,068)	(9,750)	(84,097)	(39,416)	(10,594)	30,851	(187,695)
Marketing expenses	(176,414)	(1,792)	(32,987)	(25,572)	-	(62,721)	(6,196)	6,066	(299,616)
Share of gain/(loss) on investments accounted for by the equity method	-	(34,868)	-	-	-	1,883	2,315	-	(30,670)
Other income/(expenses) from operating activities, net	27,518	51,139	22,668	13,683	606,010	189	16,812	(2,613)	735,406
Income/(expenses) from investment activities	15,524	19,027	(101)	4,064	581,874	219,360	650	(754)	839,644
Financial income/(expense), net	(88,930)	(65,772)	(58,768)	(10,783)	(36,377)	(5,096)	(140)	2,833	(263,033)
<b>Profit/(loss) before taxation from continued operations</b>	<b>(3,849)</b>	<b>138,036</b>	<b>21,420</b>	<b>18,389</b>	<b>1,200,230</b>	<b>258,556</b>	<b>52,029</b>	<b>-</b>	<b>1,684,811</b>

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 5 - SEGMENT REPORTING (Continued)

#### c) Segmental analysis for the interim period ended as of 1 July - 30 September 2020:

	Fuel Retail	Electricity Production	Industry and Trade	Automotive Trade and Marketing	Financing and Investment	Internet and Entertainment	Real Estate Investments	Inter Segment Elimination	Total
External revenue	2,346,677	106,143	358,133	126,926	61,434	96,356	39,247	-	3,134,916
Inter segment revenue	5,736	-	628	147	9,006	-	2,346	(17,863)	-
<b>Total revenue</b>	<b>2,352,413</b>	<b>106,143</b>	<b>358,761</b>	<b>127,073</b>	<b>70,440</b>	<b>96,356</b>	<b>41,593</b>	<b>(17,863)</b>	<b>3,134,916</b>
Revenue	2,352,413	106,143	358,761	127,073	70,440	96,356	41,593	(17,863)	3,134,916
Cost of sales	(2,231,346)	(26,342)	(293,892)	(110,215)	(27,751)	(45,782)	(21,883)	5,218	(2,751,993)
<b>Gross profit/(loss)</b>	<b>121,067</b>	<b>79,801</b>	<b>64,869</b>	<b>16,858</b>	<b>42,689</b>	<b>50,574</b>	<b>19,710</b>	<b>(12,645)</b>	<b>382,923</b>
General administrative expenses	(9,155)	(3,395)	(13,279)	(3,110)	(30,491)	(14,026)	(4,364)	10,246	(67,574)
Marketing expenses	(59,706)	(629)	(12,964)	(9,055)	-	(11,075)	(2,277)	2,199	(93,507)
Share of gain/(loss) on investments accounted for by the equity method	-	(18,201)	-	-	-	3,578	(4)	-	(14,627)
Other income/(expenses) from operating activities, net	(698)	7,306	17,062	11,676	274,693	(2,111)	2,943	192	311,063
Income/(expenses) from investment activities, net	4,325	10,820	(602)	792	320,903	220,477	(3,443)	-	553,272
Financial income/(expense), net	(17,673)	(10,668)	(35,737)	(4,379)	(9,214)	(2,352)	189	8	(79,826)
<b>Profit/(loss) before taxation from continued operations</b>	<b>38,160</b>	<b>65,034</b>	<b>19,349</b>	<b>12,782</b>	<b>598,580</b>	<b>245,065</b>	<b>12,754</b>	<b>-</b>	<b>991,724</b>

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 5 - SEGMENT REPORTING (Continued)

#### d) Segment assets

	30 September 2021	31 December 2020
<b>Total assets</b>		
Fuel retail	2,410,357	2,067,873
Electricity production	1,670,165	1,839,273
Industry and trade	1,993,555	1,643,251
Automotive trade and marketing <sup>(1)</sup>	602,451	300,743
Financing and investment	12,900,831	11,735,642
Internet and entertainment <sup>(2)</sup>	835,337	589,600
Real estate investments	1,857,844	1,828,540
<b>Total</b>	<b>22,270,540</b>	<b>20,004,922</b>
Less: Segment elimination <sup>(3)</sup>	(5,675,732)	(6,311,719)
<b>Total assets per consolidated financial statements</b>	<b>16,594,808</b>	<b>13,693,203</b>
<b>Equity</b>	<b>30 September 2021</b>	<b>31 December 2020</b>
Fuel retail <sup>(4)</sup>	(49,184)	(103,862)
Electricity production	507,515	430,620
Industry and trade	177,122	159,257
Automotive trade and marketing <sup>(4)</sup>	(34,317)	(27,190)
Financing and investment	13,850,129	12,824,898
Internet and entertainment	374,397	152,121
Real estate investments	481,690	437,481
<b>Total</b>	<b>15,307,352</b>	<b>13,873,325</b>
Less: Segment elimination <sup>(5)</sup>	(5,585,233)	(5,433,336)
<b>Total shareholders' equity per consolidated financial statements</b>	<b>10,994,001</b>	<b>9,378,237</b>
Non-controlling interests	1,271,882	938,248
<b>Equity attributable to equity holders of the parent company</b>	<b>9,722,119</b>	<b>8,439,989</b>

(1) An increase has occurred due to the increase of The Group's trade receivables, inventory and tangible fixed assets.

(2) The significant portion of the increase is related to the acquisition of Doğan Yayıncılık, the details of which are disclosed in Note3.

(3) Segment elimination amount consists of the elimination of reciprocal payables and receivables balances between the Group's operating segments.

(4) The paid-in capital for these companies was disregarded because of elimination of capital. Considering the paid-in capital, the equities of these operation groups represent positive amounts.

(5) The amount of segment elimination represents the reciprocal elimination of affiliate amounts with adjusted capital amounts within total equity amount of each business segment.

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 5 - SEGMENT REPORTING (Continued)

#### e) Purchase of property, plant and equipment, intangible assets and investment properties and depreciation and amortization charge

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
<b><u>Purchases</u></b>				
Fuel retail <sup>(1)</sup>	222,196	77,691	131,063	38,693
Electricity production <sup>(2)</sup>	71,867	7,643	183,612	120,176
Industry and trade <sup>(3)</sup>	90,380	39,190	22,379	6,532
Automotive trade and marketing <sup>(4)</sup>	173,762	78,609	42,272	16,725
Financing and investment	18,595	13,054	1,408	858
Internet and entertainment	54,050	26,443	49,548	13,490
Real estate investments <sup>(5)</sup>	30,006	5,191	12,535	2,514
<b>Total</b>	<b>660,856</b>	<b>247,821</b>	<b>442,817</b>	<b>198,988</b>
<b><u>Depreciation and amortization</u></b>				
Fuel retail	119,106	34,075	123,832	41,676
Electricity production <sup>(2)</sup>	47,878	16,226	27,061	9,064
Industry and trade <sup>(3)</sup>	53,002	17,519	17,885	6,640
Automotive trade and marketing <sup>(4)</sup>	20,069	9,018	9,963	3,092
Financing and investment	17,076	7,393	20,738	8,053
Internet and entertainment	36,914	14,649	35,547	15,142
Real estate investments	7,764	2,731	6,331	2,271
<b>Total</b>	<b>301,809</b>	<b>101,611</b>	<b>241,357</b>	<b>85,938</b>

- (1) There was an increase due to the right of use assets regarding building leases and dealership agreements of the Group.
- (2) It is due to the capitalization related to power plant investment of the Group.
- (3) Since the acquisition of Sesa Ambalaj, the details of which is explained in detail in Note 3, was made on 14 September 2020, the purchases regarding industry and trade segment increased.
- (4) There was an increase due to the vehicle purchases of the Group.
- (5) There was an increase due to the Group's construction in progress, land lease agreements and right of use assets in the current period.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 6 - CASH AND CASH EQUIVALENTS

The details of cash and cash equivalents at 30 September 2021 and 31 December 2020 are as follows:

	30 September 2021	31 December 2020
Cash	2,201	2,532
Banks		
- Demand deposits	1,759,008	554,296
- Time deposits	1,490,070	2,338,267
Other liquid assets	14,062	10,852
	<b>3,265,341</b>	<b>2,905,947</b>

As of 30 September 2021 the gross effective interest rates of USD, EUR and TRY denominated time deposits of the Group are between 0.05% and 5.05% (31 December 2020: 0.05% and 3.60%), 0.01% and 3.50% (31 December 2020: 2.20% and 3.10%) and 10.00% and 19.50% (31 December 2020: 13.57% and 17.75%) and the maturity of the time deposits is shorter than 3 months.

As of 30 September 2021, other liquid assets consist of credit card slip receivables amounting to TRY14,062 (31 December 2020: TRY10,852). As of 30 September 2021, there are blocked deposits amounting to TRY527 (31 December 2020: TRY832).

Cash and cash equivalents disclosed in the consolidated statements of cash flows as of 30 September 2021, 31 December 2020, 30 September 2020 and 31 December 2019 are as follows:

	30 September 2021	31 December 2020	30 September 2020	31 December 2019
Cash and cash equivalents	3,265,341	2,905,947	3,770,702	3,278,832
Accrued interest (-)	(3,062)	(1,566)	(777)	(2,074)
<b>Cash and cash equivalents</b>	<b>3,262,279</b>	<b>2,904,381</b>	<b>3,769,925</b>	<b>3,276,758</b>

#### NOTE 7 - FINANCIAL INVESTMENTS

##### a) Short-term financial investments

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

	30 September 2021	31 December 2020
Financial assets carried at fair value through other comprehensive income <sup>(1)</sup>		
- Private sector and government bills and bonds	2,092,483	2,042,772
- Private sector stocks	9,914	21,929
Financial assets carried at fair value through profit or loss		
- Private sector stocks	-	2,148
- Investment funds <sup>(2)(3)</sup>	1,207,233	357,174
	<b>3,309,630</b>	<b>2,424,023</b>

<sup>(1)</sup> 28% of short-term financial investments consist of government and 72% private sector debt instruments (31 December 2020: 32% government and 68% private sector).

<sup>(2)</sup> TRY62,317 of this amount (31 December 2020: None.) represents "İstanbul Portföy Doğan Hedge Fund". "İstanbul Portföy Doğan Hedge Special Fund" subject to hedge umbrella fund was established with İstanbul Portföy Yönetimi A.Ş. within the scope of the prospectus approved for the issuance of participation shares on 18 December 2020. The fund represents an unincorporated asset which is established as per the Capital Markets Law No.6362 to manage the portfolio consisting of assets and rights defined in the prospectus in accordance with the principles of fiduciary ownership, on behalf of the account owners through the cash collected in return for the participation shares of the account owners, and in which the participation shares are issued based on the umbrella fund. The relevant asset consists of assets for which fair value change is recognised in the consolidated profit or loss statement.

<sup>(3)</sup> A significant portion of mutual funds in short-term financial investments consists of money market and stock funds and various structured finance instruments.

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 7 - FINANCIAL INVESTMENTS (Continued)

#### a) Short-term financial investments (Continued)

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

	2021	2020
<b>1 January</b>	<b>2,424,023</b>	<b>1,177,726</b>
Purchase of financial assets	1,975,900	1,482,321
Change in fair value	(27,997)	(61,013)
<i>Recognized in the statement of income</i>	<i>(2,147)</i>	<i>131</i>
<i>Recognized in the statement of other comprehensive income</i>	<i>(25,850)</i>	<i>(61,144)</i>
Financial investment disposal	(1,351,430)	(758,446)
Interest accrual	53,535	14,220
Purchase effect of subsidiary (Note 3)	-	1,479
Currency translation differences	235,599	409,536
<b>30 September</b>	<b>3,309,630</b>	<b>2,265,823</b>

#### b) Long-term financial investments

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

	30 September 2021		31 December 2020	
	TRY	(%)	TRY	(%)
Financial assets carried at fair value through other comprehensive income <sup>(1)</sup>				
<i>Lexin Nassau L.P.</i> <sup>(2)</sup>	146,584	22.15	121,674	22.15
Financial assets carried at fair value through profit or loss <sup>(1)</sup>				
<i>Mediterra Capital Partners I LP</i>	13,870	1.88	10,314	1.88
<i>Insider SG PTE Limited</i>	44,098	3.07	36,604	3.07
<i>Mediterra Capital Partners II LP</i>	28,830	2.23	13,429	2.23
<i>Düş Yeri Bilişim Teknolojileri ve Animasyon A.Ş.</i>	8,437	3.75	8,437	3.75
<i>Collective Spark Fund BV</i>	1,731	1.23	1,631	1.23
	<b>243,550</b>		<b>192,089</b>	

(1) As the following situations are not present, the Group does not carry out any significant activities on the subsidiary:

- Being represented by the board of directors or similar executive body of the invested entity,
- Participating in the entity's policy determination processes including dividends or other distribution decisions,
- Carrying out important transactions between the investor and invested entities,
- Providing know-how required for business operations or administrative officer exchange between entities.

(2) Nassau L.P. is included in the long-term investments of M Investment, a subsidiary of the Group. The fair value of related investment is accounted for as financial asset in the other comprehensive income statement and the fair value of the asset is TRY146,584 as of 30 September 2021. The foreign currency translation difference amounting to TRY24,910 has been accounted in the other comprehensive income statement for the interim period ended 30 September 2021.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 7 - FINANCIAL INVESTMENTS (Continued)

##### b) Long-term financial investments (Continued)

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

	2021	2020
<b>1 January</b>	<b>192,089</b>	<b>202,845</b>
Currency translation differences	24,910	49,390
Change in fair value	14,933	38,614
<i>Recognized in the statement of income</i>	<i>14,933</i>	<i>38,614</i>
Purchase of financial assets	11,618	1,292
Capital increase	-	256
Financial investment disposal	-	(7,407)
<b>30 September</b>	<b>243,550</b>	<b>284,990</b>

#### NOTE 8 - SHORT AND LONG-TERM FINANCIAL BORROWINGS

##### Financial Borrowings

The details of financial borrowings at 30 September 2021 and 31 December 2020 are as follows:

Short-term borrowings:	30 September 2021	31 December 2020
Short-term bank borrowings	1,660,536	1,679,820
Financing bond <sup>(1)</sup>	119,510	21,570
<b>Total</b>	<b>1,780,046</b>	<b>1,701,390</b>

<sup>(1)</sup> The Group's subsidiary, Doruk Faktoring, issued and sold discounted financing bonds to qualified investors, without a public offering on 29 January 2021. The nominal value of the bonds amounts to TRY80,000,000 (exact) with the maturity of 181 days. The bonds' simple annual interest rate is 19.95% and the annual compound interest rate is 20.96%. The financing bond issued by Doruk Faktoring were redeemed on 29 July 2021. Also, Doruk Faktoring issued and sold discounted financing bonds to qualified investors without public offering on 29 July 2021. The bonds are in the nominal amount of TRY82,000,000 (exact) and are with 181-day maturity. Their annual simple interest rate is 20.75% and annual compound interest rate is 21.84%. The financing bond issued by Doruk Faktoring will be redeemed on 26 January 2022.

Suzuki, a subsidiary of the Group, issued and sold variable coupon financing bonds on 7 May 2021. These bonds are in the nominal amount of TRY 40,000,000 (exact) and with a maturity period of 364 days. Their annual simple interest rate is 21.03% and annual compound interest rate is 22.74%. The financing bond issued by Suzuki will be redeemed on 6 May 2022.

Short-term portions of long-term borrowings:	30 September 2021	31 December 2020
Short-term portions of long-term bank borrowings	414,415	88,508
Lease borrowings from non-related parties	53,077	41,463
Lease borrowings from related parties	12,628	5,855
<b>Total</b>	<b>480,120</b>	<b>135,826</b>

Long-term borrowings:	30 September 2021	31 December 2020
Long-term bank borrowings	889,985	896,923
Lease borrowings from non-related parties	232,035	149,974
Lease borrowings from related parties	12,373	14,148
<b>Total</b>	<b>1,134,393</b>	<b>1,061,045</b>



# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

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

#### a) Bank borrowings and financing bonds

Details of the bank borrowings and financing bonds as of 30 September 2021 and 31 December 2020 are as follows:

	30 September 2021			31 December 2020		
	Interest rate per annum (%)	Original currency	TRY	Interest rate per annum (%)	Original currency	TRY
<b>Short-term bank borrowings:</b>						
TRY denominated bank borrowings	6.80 - 21.50	1,638,505	1,638,505	3.60 - 20.50	1,628,175	1,628,175
USD denominated bank borrowings	2.75 - 4.10	185	1,634	5.45 - 5.45	2,005	14,718
EUR denominated bank borrowings	0.60 - 3.75	1,978	20,397	0.60 - 4.25	4,099	36,927
<b>Subtotal</b>			<b>1,660,536</b>			<b>1,679,820</b>
<b>Short-term financing bonds:</b>						
TRY denominated financing bonds			119,510			21,570
<b>Subtotal</b>			<b>1,780,046</b>			<b>1,701,390</b>
<b>Short-term portion of long-term bank borrowings:</b>						
TRY denominated bank borrowings	6.80 - 18.75	300,177	300,177	8.37 - 14.75	59,276	59,276
USD denominated bank borrowings	1.23 - 2.05	220	1,949	-	-	-
EUR denominated bank borrowings	0.65 - 4.65	10,888	112,290	0.65 - 4.65	3,245	29,232
<b>Subtotal</b>			<b>414,415</b>			<b>88,508</b>
<b>Total short-term bank borrowings and financing bonds</b>			<b>2,194,461</b>			<b>1,789,898</b>
<b>Long term bank borrowings:</b>						
TRY denominated bank borrowings	6.80 - 18.75	314,189	314,189	8.37 - 14.75	663,765	663,765
USD denominated bank borrowings	1.23 - 2.05	15,427	136,422	-	-	-
EUR denominated bank borrowings	0.65 - 4.65	42,602	439,374	0.65 - 4.65	25,884	233,158
<b>Total long-term bank borrowings</b>			<b>889,985</b>			<b>896,923</b>

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

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

##### b) Lease borrowings

Details of the lease borrowings as of 30 September 2021 and 31 December 2020 are as follows:

	30 September 2021			31 December 2020		
	Interest rate per annum (%)	Original currency	TRY	Interest rate per annum (%)	Original currency	TRY
<b>Short-term portion of long-term lease borrowings:</b>						
TRY denominated lease borrowings from related parties	11.16 - 26.15	12,628	12,628	11.16 - 26.15	5,855	5,855
TRY denominated lease borrowings from non- related parties	11.16 - 26.15	43,098	43,098	11.16 - 26.15	39,518	39,518
USD denominated lease borrowings from non-related parties	3.66 - 12.41	1,128	9,979	12.41	265	1,945
<b>Subtotal</b>			<b>65,705</b>			<b>47,318</b>
<b>Total short-term lease borrowings</b>			<b>65,705</b>			<b>47,318</b>
<b>Long-term lease borrowings:</b>						
TRY denominated lease borrowings from related parties	11.16 - 26.15	12,373	12,373	11.16 - 26.15	14,148	14,148
TRY denominated lease borrowings from non- related parties	11.16 - 26.15	217,470	217,470	11.16 - 26.15	129,891	129,891
USD denominated lease borrowings from non-related parties	3.66 - 12.41	1,647	14,565	12.41	2,736	20,083
<b>Total long-term lease borrowings</b>			<b>244,408</b>			<b>164,122</b>

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

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

The movement table of the lease borrowings is as follows:

	30 September 2021	30 September 2020
<b>Beginning of the period</b>	<b>211,440</b>	<b>232,294</b>
Additions	137,891	36,118
Payments	(80,968)	(83,153)
Interest expense (Note 30)	37,367	23,977
Currency translation differences	795	9,064
Early termination	-	(17)
Remeasurement	1,422	7,420
Acquisition of subsidiary (Note 3)	2,166	606
Disposal of subsidiary (Note 31)	-	(22)
	<b>310,113</b>	<b>226,287</b>

The reconciliation of the net financial borrowings as of 30 September 2021 and 31 December 2020 are as follows:

	30 September 2021	31 December 2020
Cash and cash equivalents (Note 6)	3,265,341	2,905,947
Short-term borrowings	(2,194,461)	(1,789,898)
Long-term borrowings	(889,985)	(896,923)
Short term lease borrowings	(65,705)	(47,318)
Long term lease borrowings	(244,408)	(164,122)
<b>Net financial assets/(liabilities)</b>	<b>(129,218)</b>	<b>7,686</b>

	Short and long term borrowings	Lease borrowings	Cash and cash equivalents	Net financial liability
<b>1 January 2021</b>	<b>2,686,821</b>	<b>211,440</b>	<b>(2,905,947)</b>	<b>(7,686)</b>
Cash flow effect	284,655	58,345	(64,119)	278,881
Currency translation adjustments	11,808	795	(291,587)	(278,984)
Interest accrual, net	93,162	37,367	3,062	133,591
Acquisition of subsidiary (Note 3)	8,000	2,166	(6,750)	3,416
<b>30 September 2021</b>	<b>3,084,446</b>	<b>310,113</b>	<b>(3,265,341)</b>	<b>129,218</b>

	Short and long term borrowings	Lease borrowings	Other financial liabilities	Cash and cash equivalents	Net financial liability
<b>1 January 2020</b>	<b>2,219,214</b>	<b>232,294</b>	-	<b>(3,278,832)</b>	<b>(827,324)</b>
Cash flow effect	355,620	(39,632)	28	234,777	550,793
Currency translation adjustments	72,903	9,064	-	(627,446)	(545,479)
Interest accrual, net	60,338	23,977	-	777	85,092
Acquisition of subsidiary	10,030	606	-	(104,022)	(93,386)
Disposal of subsidiary	-	(22)	-	4,044	4,022
<b>30 September 2020</b>	<b>2,718,105</b>	<b>226,287</b>	<b>28</b>	<b>(3,770,702)</b>	<b>(826,282)</b>

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

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

The redemption schedule of long-term bank borrowings as of 30 September 2021 and 31 December 2020 is as follows.

	30 September 2021	31 December 2020
2022	261,959	190,618
2023	197,577	429,523
2024 and after	430,449	276,782
<b>Total</b>	<b>889,985</b>	<b>896,923</b>

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 30 September 2021 and 31 December 2020 are as follows:

	30 September 2021	31 December 2020
Financial borrowings with fixed interest rates (Note 35)	3,095,532	2,795,505
Financial borrowings with floating interest rates (Note 35)	299,027	102,756
<b>Total</b>	<b>3,394,559</b>	<b>2,898,261</b>

#### NOTE 9 - TRADE RECEIVABLES AND PAYABLES

##### Short-term trade receivables from non- related parties

	30 September 2021	31 December 2020
Trade receivables	2,466,950	1,725,623
Notes and cheques receivable	150,405	170,697
Income accruals	1,073	432
<b>Total</b>	<b>2,618,428</b>	<b>1,896,752</b>
Less: Unearned financial income due to sales with Maturity (-)	(7,356)	(3,815)
Less: Provision for expected credit losses (-)	(185)	(523)
Less: Provision for doubtful receivables (-)	(120,810)	(115,428)
<b>Total <sup>(1)</sup></b>	<b>2,490,077</b>	<b>1,776,986</b>

The average maturity of not overdue trade receivables of the Group that are followed up by Doruk Faktoring is between 27 to 82 days as of the statement of financial position date (31 December 2020: 52 - 84 days).

<sup>(1)</sup> TRY156.213 of trade receivables consists of trade receivables arising from loan sales of D Yatırım, a subsidiary of the Group.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 9 - TRADE RECEIVABLES AND PAYABLES (Continued)

##### Long-term trade receivables from non- related parties

	30 September 2021	31 December 2020
Notes and cheques receivable <sup>(1)</sup>	35,005	36,194
Unearned financial income due to sales with maturity	(6,324)	(3,161)
	<b>28,681</b>	<b>33,033</b>

<sup>(1)</sup> Long term notes receivables are mainly consisted of commercial activities related to fuel sales and financing services.

The movements of provisions for doubtful receivables for the related period are as follows:

	2021	2020
<b>1 January</b>	<b>(115,951)</b>	<b>(99,648)</b>
Provision from continued operations in the current period (Note 28)	(7,134)	(8,855)
Expected credit loss, net	339	(289)
Written off uncollectible receivables <sup>(2)</sup>	2,274	2,257
Collections	3,015	535
Acquisition of subsidiary	(3,538)	(6,580)
Disposal of subsidiary	-	2,614
<b>30 September</b>	<b>(120,995)</b>	<b>(109,966)</b>

<sup>(2)</sup> 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 30 September 2021, although trade receivables amounting to TRY171,160 (31 December 2020: TRY102,994), were overdue, they were not assessed as doubtful receivable (Note 35). The Group does not foresee any collection risk regarding to overdue receivables by considering sector dynamics and circumstances as of the reporting date (Note 2).

As of 30 September 2021, the Group has collateral, pledge, mortgage and surety amounting to TRY1,880,083 (31 December 2020: TRY1,381,760) for trade receivables amounting to TRY2,518,758 (31 December 2020: TRY1,810,019) from non-related parties (Note 35).

##### Short term trade payables to non-related parties

	30 September 2021	31 December 2020
Trade payables	1,362,412	689,490
Provisions for liabilities and expenses	32,571	25,236
Cheques and notes payables	-	766
Less: Unrealized finance expense due to purchases with maturity (-)	(1,971)	(1,311)
<b>Total</b>	<b>1,393,012</b>	<b>714,181</b>

The average maturity of trade payables is between 26 to 112 days as of 30 September 2021 (31 December 2020: 40 to 87 days).

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 10 - OTHER RECEIVABLES AND PAYABLES

##### Other short-term receivables from non-related parties

	30 September 2021	31 December 2020
TEİAŞ power transmission line receivables	7,015	15,065
Deposits and guarantees given	6,777	4,382
Other receivables <sup>(1)</sup>	23,767	14,222
<b>Total</b>	<b>37,559</b>	<b>33,669</b>

##### Other short-term payables to non-related parties

	30 September 2021	31 December 2020
Taxes and funds payable <sup>(2)</sup>	23,973	135,803
Deposits and guarantees received	1,980	3,085
Other short-term payables <sup>(3)</sup>	16,146	13,173
<b>Total</b>	<b>42,099</b>	<b>152,061</b>

##### Other long-term payables to non-related parties

	30 September 2021	31 December 2020
Deposits and guarantees received	1,974	1,353
Other long-term payables <sup>(2)</sup>	46	7,488
<b>Total</b>	<b>2,020</b>	<b>8,841</b>

- <sup>(1)</sup> A significant portion of the increase is related to Doruk Faktoring, Sesa Ambalaj and Çelik Halat, subsidiaries of the Group.
- <sup>(2)</sup> A significant portion of the decrease in taxes and funds payable is due to the decrease in Special Consumption Tax liabilities of Aytemiz Akaryakıt, a subsidiary of the Group.
- <sup>(3)</sup> A significant portion of the other short-term payables is due to the liabilities of the Group's subsidiary, Suzuki arising from distributor agreement.

#### NOTE 11 - INVENTORIES

	30 September 2021	31 December 2020
Finished goods and merchandise <sup>(4)</sup>	1,001,185	649,133
Raw materials and supplies <sup>(5)</sup>	138,801	83,803
Semi-finished goods	31,085	18,002
Other inventories	33,510	28,347
Provision for impairment of inventory (-) <sup>(6)</sup>	(11,741)	(341)
<b>Total</b>	<b>1,192,840</b>	<b>778,944</b>

Depreciation and amortization expenses amounting to TRY771 have been reflected to cost of inventories as of 30 September 2021 (31 December 2020: TRY1,072). The movement of the provision for impairment of inventories for the interim periods ended 30 September 2021 and 2020 are as follows:

	2021	2020
<b>1 January</b>	<b>(341)</b>	<b>(2,062)</b>
Reversal of provision for impairment of inventories	53	79
Provision booked in the current period	(113)	(411)
Acquisition of subsidiary	(11,340)	-
Disposal of subsidiary	-	1,525
<b>30 September</b>	<b>(11,741)</b>	<b>(869)</b>

- <sup>(4)</sup> A significant portion of the increase is comprised of Suzuki, Doğan Dış Ticaret, Doğan Yayıncılık and Aytemiz Akaryakıt, the subsidiaries of the Group.
- <sup>(5)</sup> A significant portion of the increase is comprised of Ditaş Doğan, Çelik Halat and Sesa Ambalaj, the subsidiaries of the Group.
- <sup>(6)</sup> A significant portion of the increase is comprised of Doğan Yayıncılık, a subsidiary of the Group.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 12 - BIOLOGICAL ASSETS

As of 30 September 2021, the amount of biological assets of the Group's subsidiary Kelkit Doğan Besi is TRY13,854 (31 December 2020: TRY14,528).

#### NOTE 13 - INVESTMENT PROPERTIES

Movements of the investment properties for the interim periods ended 30 September 2021 and 2020 are as follows:

	1 January 2021	Disposal (*)	Currency translation differences	Fair value adjustment	30 September 2021
Land	430,688	(1,317)	-	-	429,371
Buildings	1,014,195	-	20,653	-	1,034,848
<b>Net book value</b>	<b>1,444,883</b>	<b>(1,317)</b>	<b>20,653</b>	<b>-</b>	<b>1,464,219</b>

  

	1 January 2020	Disposal	Currency translation differences	Fair value adjustment	30 September 2020
Land	386,044	-	-	-	386,044
Buildings	971,123	-	41,096	-	1,012,219
<b>Net book value</b>	<b>1,357,167</b>	<b>-</b>	<b>41,096</b>	<b>-</b>	<b>1,398,263</b>

(\*) It is related to the land sales of Aytemiz Akaryakıt, a subsidiary of the Group.

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

As of 30 September 2021, the investment properties of the Group comprise of parts of buildings held to earn rentals, lands and properties.

#### Level reclassification 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 level as of the reporting date		
	Fair value		Level 1	Level 2	Level 3
	30 September 2021	31 December 2020			
Investment properties	1,464,219	1,444,883	-	1,464,219	-

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 14 - PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment for the interim periods ended 30 September 2021 and 2020 are as follows:

	1 January 2021	Additions	Disposals	Transfers	Currency translation differences	Disposal of subsidiary	Acquisition of subsidiary <sup>(1)</sup>	30 September 2021
<b>Cost:</b>								
Land and land improvements	203,016	6,467	(5)	188	-	-	-	209,666
Buildings	110,500	3,326	(5,536)	5,067	52	-	-	113,409
Machinery and equipment	1,465,891	27,767	(2,697)	169,492	6,928	-	-	1,667,381
Motor vehicles	177,584	159,959	(63,725)	(106)	613	-	20	274,345
Furniture and fixtures	137,081	15,636	(929)	(2,359)	134	-	1,049	150,612
Development costs of leased tangible assets	116,025	2,702	(111)	1,799	1,348	-	332	122,095
Other tangible assets	160,889	27,735	(5,356)	201	-	-	-	183,469
Construction in progress	105,651	96,976	(5,158)	(180,340)	19	-	-	17,148
	<b>2,476,637</b>	<b>340,568</b>	<b>(83,517)</b>	<b>(6,058)</b>	<b>9,094</b>	<b>-</b>	<b>1,401</b>	<b>2,738,125</b>
<b>Accumulated depreciation:</b>								
Land improvements	6,458	841	-	-	-	-	-	7,299
Buildings	78,123	5,283	(1,177)	-	(7)	-	-	82,222
Machinery and equipment	396,801	64,898	(1,792)	101	4,534	-	-	464,542
Motor vehicles	63,939	23,111	(6,434)	-	410	-	-	81,026
Furniture and fixtures	61,577	8,803	(200)	(96)	123	-	-	70,207
Development costs of leased tangible assets	47,864	7,526	(130)	10	1,229	-	-	56,499
Other tangible assets	80,643	15,999	(4,171)	12	-	-	-	92,483
	<b>735,405</b>	<b>126,461</b>	<b>(13,904)</b>	<b>27</b>	<b>6,289</b>	<b>-</b>	<b>-</b>	<b>854,278</b>
<b>Net book value</b>	<b>1,741,232</b>							<b>1,883,847</b>

<sup>(1)</sup> As the details are explained in Note 3, it is related to the acquisition of Doğan Yayıncılık.

As of 30 September 2021, there is no mortgage on property, plant and equipment. (31 December 2020: None). As of 30 September 2021, there is no property, plant and equipment acquired by financial leasing (31 December 2020: None.). As of 30 September 2021, capitalized borrowing cost in tangible fixed asset is TRY2,688 (31 December 2020: TRY20,034).



# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 14 - PROPERTY, PLANT AND EQUIPMENT (Continued)

	1 January 2020	Additions	Disposals	Transfers	Currency translation differences	Disposal of subsidiary	Acquisition of subsidiary	30 September 2020
<b>Cost:</b>								
Land and land improvements	176,055	86	(8,874)	112	-	-	17,339	184,718
Buildings	86,012	2,003	(983)	40	107	-	19,151	106,330
Machinery and equipment	907,908	13,981	(239)	6,238	11,567	-	130,729	1,070,184
Motor vehicles	142,268	30,535	(17,582)	585	1,210	-	3,240	160,256
Furniture and fixtures	124,622	5,251	(506)	341	259	(908)	670	129,729
Development costs of leased tangible assets	105,171	1,785	(8)	89	2,732	(44)	-	109,725
Other tangible assets	159,486	4,959	(4,848)	-	-	(96)	-	159,501
Construction in progress	28,734	192,261	(7,110)	(13,004)	5	-	-	200,886
	<b>1,730,256</b>	<b>250,861</b>	<b>(40,150)</b>	<b>(5,599)</b>	<b>15,880</b>	<b>(1,048)</b>	<b>171,129</b>	<b>2,121,329</b>
<b>Accumulated depreciation:</b>								
Land improvements	5,634	603	-	-	-	-	-	6,237
Buildings	72,007	4,520	(203)	-	(11)	-	-	76,313
Machinery and equipment	337,187	36,736	(125)	-	8,619	-	-	382,417
Motor vehicles	54,873	8,459	(3,659)	-	698	-	-	60,371
Furniture and fixtures	52,039	7,842	(429)	-	235	(541)	-	59,146
Development costs of leased tangible assets	36,176	6,824	(8)	-	2,328	(37)	-	45,283
Other tangible assets	70,026	15,614	(3,709)	-	-	(96)	-	81,835
	<b>627,942</b>	<b>80,598</b>	<b>(8,133)</b>	<b>-</b>	<b>11,869</b>	<b>(674)</b>	<b>-</b>	<b>711,602</b>
<b>Net book value</b>	<b>1,102,314</b>							<b>1,409,727</b>

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 15 - INTANGIBLE ASSETS

##### Other intangible assets:

Movements of the intangible assets for the interim periods ended 30 September 2021 and 2020 are as follows:

	1 January 2021	Additions	Disposals	Currency translation differences	Transfer	Acquisition of subsidiary <sup>(1)</sup>	30 September 2021
<b>Cost</b>							
Trade names	96,932	-	-	-	-	-	96,932
Electricity production license	354,644	-	-	-	-	-	354,644
Customer list	355,168	-	-	-	-	-	355,168
Other	255,606	17,476	(1,006)	3,541	6,058	5,343	287,018
	<b>1,062,350</b>	<b>17,476</b>	<b>(1,006)</b>	<b>3,541</b>	<b>6,058</b>	<b>5,343</b>	<b>1,093,762</b>
<b>Accumulated amortization:</b>							
Trade names	9,460	-	-	-	-	-	9,460
Electricity production license	52,682	5,736	-	-	-	-	58,418
Customer list	7,893	-	-	-	-	-	7,893
Other	167,890	43,342	(119)	1,837	(27)	-	212,923
	<b>237,925</b>	<b>49,078</b>	<b>(119)</b>	<b>1,837</b>	<b>(27)</b>	<b>-</b>	<b>288,694</b>
Dealer agreements	160,251	-	-	-	-	-	183,924
Television programme rights	73,196	-	-	-	-	-	131,146
	<b>1,057,872</b>						<b>1,120,138</b>

<sup>(1)</sup> As the details are explained in Note 3, it is related to the acquisition of Doğan Yayıncılık.

Movement of television programme rights and dealer agreements for the interim period ended 30 September 2021 is as follows:

	1 January 2021	Additions	Amortization	Disposals	Currency translation differences	30 September 2021
Dealer agreements	160,251	61,318	(31,671)	(5,974)	-	183,924
Television programme rights	73,196	40,224	(19,228)	-	36,954	131,146

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 15 - INTANGIBLE ASSETS (Continued)

#### Other intangible assets (Continued):

	1 January 2020	Additions	Disposals	Currency translation differences	Transfers	Disposal of subsidiary	Acquisition of subsidiary	30 September 2020
<b>Cost</b>								
Trade names	7,876	-	-	-	-	-	83,852	91,728
Electricity production license	354,644	-	-	-	-	-	-	354,644
Customer list	-	-	-	-	-	-	344,571	344,571
Other	219,136	24,389	(2,743)	3,104	5,599	(16,949)	219	232,755
	<b>581,656</b>	<b>24,389</b>	<b>(2,743)</b>	<b>3,104</b>	<b>5,599</b>	<b>(16,949)</b>	<b>428,642</b>	<b>1,023,698</b>
<b>Accumulated amortization:</b>								
Trade names	7,481	-	-	-	-	-	-	7,481
Electricity production license	45,035	5,736	-	-	-	-	-	50,771
Other	145,705	18,229	(2,150)	4,780	-	(3,617)	-	162,947
	<b>198,221</b>	<b>23,965</b>	<b>(2,150)</b>	<b>4,780</b>	<b>-</b>	<b>(3,617)</b>	<b>-</b>	<b>221,199</b>
Dealer agreements	181,120	-	-	-	-	-	-	154,901
Television programme rights	35,045	-	-	-	-	-	-	63,444
	<b>599,600</b>							<b>1,020,844</b>

Movement of television programme rights and dealer agreements for the interim period ended 30 September 2020 is as follows:

	1 January 2020	Additions	Amortization	Disposals	Currency translation differences	30 September 2020
Dealer agreements	181,120	28,101	(39,129)	(15,191)	-	154,901
Television programme rights	35,045	36,602	(24,097)	-	15,894	63,444

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 15 - INTANGIBLE ASSETS (Continued)

#### Goodwill

As of 30 September 2021 and 2020, goodwill movement is as follows:

	2021	2020
<b>1 January</b>	<b>105,101</b>	<b>64,274</b>
Additions	-	23,199
<b>30 September</b>	<b>105,101</b>	<b>87,473</b>

### NOTE 16 - RIGHT OF USE ASSETS

	1 January 2021	Additions <sup>(1)</sup>	Acquisition of subsidiary <sup>(2)</sup>	Remeasurement <sup>(3)</sup>	30 September 2021
<b>Cost:</b>					
Buildings	342,917	136,075	-	-	478,992
Motor vehicles	46,210	4,588	616	-	51,414
Land	15,800	8,317	-	11	24,128
Offices	20,926	1,036	270	588	22,820
Warehouses	7,421	3,873	1,214	770	13,278
Machinery and equipments	4,308	46,822	10	152	51,292
Frequencies	1,984	559	-	586	3,129
	<b>439,566</b>	<b>201,270</b>	<b>2,110</b>	<b>2,107</b>	<b>645,053</b>

	1 January 2021	Additions	Acquisition of subsidiary <sup>(1)</sup>	Remeasurement <sup>(3)</sup>	30 September 2021
<b>Accumulated amortization:</b>					
Buildings	(125,685)	(57,739)	-	-	(183,424)
Motor vehicles	(39,054)	(7,702)	-	-	(46,756)
Land	(1,629)	(1,325)	-	-	(2,954)
Offices	(4,833)	(2,975)	-	-	(7,808)
Warehouses	(5,738)	(3,725)	-	-	(9,463)
Machinery and equipments	(3,440)	(1,805)	-	-	(5,245)
Frequencies	(1,638)	(870)	-	-	(2,508)
	<b>(182,017)</b>	<b>(76,141)</b>	<b>-</b>	<b>-</b>	<b>(258,158)</b>

<b>Net book value</b>	<b>257,549</b>	<b>(386,895)</b>
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<sup>(1)</sup> In the reporting period, the additions in the buildings are related to the Değer Merkezi, one of the subsidiaries of the Group, and the additions in the machinery and equipment are related to Sesa Ambalaj, Çelik Halat and Ditaş.

<sup>(2)</sup> As the details are explained in Note 3, it is related to the acquisition of Doğan Yayıncılık.

<sup>(3)</sup> The Group renegotiated various lease contracts with the lessors in 2021. As a result of the renegotiations, changes were made on the period of the lease contracts. As the changes did not cause a change in the scope and content of the financial lease, the Group recognised these changes as an adjustment on right of use assets amounting to TRY2,107, in accordance with the accounting policies explained in Note 2.2.



## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 18 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)

##### Other short-term provisions (Continued)

Movement of lawsuit provisions for the interim periods ended 30 September 2021 and 2020 is as follows:

	2021	2020
<b>1 January</b>	<b>12,622</b>	<b>8,476</b>
Additions in the current period (Note 28)	3,130	3,809
Reversal of provisions booked in prior periods	(4,523)	(1,394)
Disposal of subsidiary	-	(169)
Acquisition of subsidiary	-	1,343
<b>30 September</b>	<b>11,229</b>	<b>12,065</b>

The Group reserved provisions of TRY11,229 considering the legal opinions on ongoing lawsuits and similar lawsuits finalized in the past, which were brought against it and the details of which are given below (31 December 2020: TRY12,622).

##### (a) *Lawsuits*

The amount of lawsuits filed against the Group is TRY35,308 as of 30 September 2021 (31 December 2020: TRY31,408).

	30 September 2021	31 December 2020
Commercial cases	8,919	8,574
Legal cases	13,872	13,225
Business cases	12,517	9,609
<b>Total</b>	<b>35,308</b>	<b>31,408</b>

##### (b) *Other*

##### *Milpa*

##### *The Land of Ömerli*

Shares acquired step by step with the agreement "Building Construction Shared Floor/Revenue in Return Arrangement Form Land Share and Real Estate Promise to Sell Agreement" ("Agreement") signed between March 2000 - October 2003 and recognised under "investment properties" by the Group, and in addition to these shares, the balance of the shares acquired from the result of the tender in relation to the lawsuit opened by one of the shareholders corresponding to his/her share in the real estate, located at İstanbul Province, Pendik District, Kurdoğmuş Village at parcel with no:1154 and with an area of 2,093,941 m<sup>2</sup>, have been recognised at fair value which has been appreciated in the Real Estate Valuation Report dated 3 February 2021 prepared by the Real Estate Appraisal Company on the list of CMB. Due to the legal uncertainties stated below, Ömerli land hasn't been recognised under normal business operations of the Company (project development, construction and sale etc.), and has been recognised as "investment properties" in accordance with TAS 40 ("Investment Properties"), in the context of Paragraph 8/(b).

Milpa, has commitment to pay 25% of the revenue generated from the real estate project (the "Project") by considering the share of the land owners who have assigned shares within the scope of revenue sharing constructions and/or flat for land basis contracts in accordance with the Contract verdicts that has been signed with the first acquisition of Ömerli Land which cannot be implemented due to the administrative and legal processes as described in detail below.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

**NOTE 18 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)**

**(b) Other (Continued)**

**Milpa (Continued):**

***The Land of Ömerli (Continued)***

According to the İstanbul Environmental Recreation Plan, scale of 1/100,000 and dated 15 September 2009, a significant part of the land of which parcel no is 1154, is located partially within the borders of "Habitat Park Area". The report on the Basin Location Information of the İstanbul Water Supply and Sanitation Administrative General Directory dated 31 December 2020 states that 2,586 m<sup>2</sup> of parcel no 1154 is part of the Forest Area. The related parcel is located in both the medium range (1000 m. - 2000 m.) protected area and the long range (2000 m. - 5000 m.) protected area of Ömerli Reservoir Basin. It was stated in the letter dated 20 January 2021 by General Directorate of Highways that the related parcel remains outside the expropriation area and are not subject to any expropriation process.

As described in detail below, 144,266 m<sup>2</sup> of the land with parcel no: 1155 has been removed from the forest area with the court decision in 2005. In relation to 1154 parcel, the letter communicated from İstanbul Metropolitan Municipality dated 30 November 2016 to the real estate appraisal company, development plan proposal and report of a part of Yenışehir neighborhood of Pendik district numbered NİP-22054 Pin Number 1/5000 Scale including Pendik district Kurtdoğan neighborhood 1154 and 1155 parcels and Ballica, Emirli, Kurna and Kurtdoğan neighborhoods were referred to İstanbul Metropolitan Municipality Assembly to be evaluated and decided within the scope of 3194 and 5216 law and related regulations, and also is has been learnt that the mentioned plan has been scaled on 6 December 2017. When the mentioned "Master Development Plan" is analyzed, it is seen that 30% of the land in Ömerli is allocated as "Municipal Service Area," and a large part of the remaining land is defined in the legend as "Sustainable Protection and Controlled Use Area," and a relatively smaller part as "Areas Requiring Special Measures Geologically".

It is understood from the mentioned "Master Development Plan" that the part allocated as the sub-function of "Sustainable Protection and Controlled Use Area" legend was planned to be 23% "Arboretum," 25% "Recreational Area," 40% "Area to Be Protected through Forestation<sup>(1)</sup>," 2% "Fairground," 5% "Hobby Gardens," and 5% "Camping Areas," and permission for maximum 1-floor prefabricated structuring with an average rate of 0.04 was granted for these areas. On the grounds that the legends and functions specified in the "Master Development Plan" include contradictions to law as well as planning and urban development procedures and principles, and that they violate the right of ownership, and with the request that "housing zone" legend is also accepted for the mentioned "Immovable," necessary legal and formal objections to the "Master Development Plan" were raised on 2 January 2018 within the allowed period. The objections of Milpa were rejected by İstanbul Municipality Parliamentary Commission. Milpa filed a lawsuit with the request for the cancellation of the decision regarding the amendment of the plan note. According to the decision of the Republic of Turkey İstanbul 2nd Administrative Court dated 26 December 2019, which took place in UYAP on 25 February 2020 and was notified on 28 February 2020, the Court has justified our request and cancelled the Master Plan for Parcel 1154. Milpa has been notified that the appellee has applied to the court of appeal against the said Court Decision on 27 March 2020. The court, assessing the defendant's request of appeal as per the Appeal Decision notified on 17 November 2020, accepted the request of appeal and decided to revoke the decision by İstanbul 2nd Administrative Court and to dismiss the case with the right to appeal to the Council of State. Milpa appealed to the Council of State within the legal period. The return of the case file from the Council of State is expected. The case file is of administrative nature and there is no hearing date.

(1) In the 1 / 5,000 Master Development Plan, which was previously approved by IMM, "the value of the area to be protected through forestation" was declared as 10% by IMM as a result of a technical error, and it was later corrected as 40% by IMM.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

**NOTE 18 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)**

**(b) Other (Continued)**

***Milpa (Continued):***

***The Land of Ömerli (Continued)***

As per the Implementation Construction Plan for Ballica, Emirli, Kurna and Kurtdoğan Districts with a scale of 1/1000 with PIN no. UİP-35580, suspended by the Pendik Municipality on 31 December 2020, parcel no.1154 named SK-3 were planned to be developed as Sustainable Protection and Controlled utilisation areas and Municipality service area. Milpa filed an objection within the legal duration against the above-mentioned Implementation Construction Plan suspended by the Pendik Municipality. It has been observed that the objections made within the suspension process regarding the related "Implementation Development Plan" were not accepted by the municipal council; Milpa filed a lawsuit on the relevant plan notes, including the 1/100,000 scaled development plan on 26 May 2021. It has been decided to implement the exploration and expert examination of the file; and also been decided to make a decision about the stay of execution after the discovery and expert examination on the land, the expert reports are notified to the parties and the objections are submitted or the objection deadlines have passed.

In addition, Milpa filed a lawsuit for indemnization against Teiaş General Directory on 21 July 2020 for confiscating without expropriating for the energy transfer lines and pylon sites on the Parcel no.1154. At the hearing of the case on 28 September 2021, it was decided to wait for the file's return from the expert examination and therefore to postpone the hearing date to 15 December 2021.

The updated revaluation reports are obtained from CMB licensed real estate companies every year for the "investment properties" of Milpa that comprises of TRY 335,502 (31 December 2020: TRY 335,502) of Ömerli Land.

In this respect, the parcel's topography being very steep and bumpy, accession to the land is limited and difficult under current conditions but there being few other parcel of the same size in the region where the land is located, the land being located close to the TEM highway and settlement area of Sultanbeyli, the positive effect of the opening of the Northern Marmara Motorway on real estate values in the region the 1/5000 scale of Master Development Plan of the parcel where the real estate is located has been approved dated 13 October 2017, the fact that with the suspension of the 1/1000 scale of implementation development plan, development plan will be implemented soon in the region has a positive reflection on the prices demanded in the region and the fact that new information has been reached from the public sources about the expropriation costs within the scope of North Marmara Motorway construction in the parcels adjacent to Ömerli Land, the Parcel No. 1154's fair value was determined as TRY408,318 (without VAT) in the Valuation Report dated 3 February 2021 of a real estate company. The amount is the evaluation for the whole of the land Parcel No. 1154 (2,093,941 m<sup>2</sup>).

The share of Milpa in the Parcel No. 1154 is 1,720,521 m<sup>2</sup>, which equals to 82.17% of the whole parcel, and amounts to TRY335,502 as of 30 September 2021. (As of 31 December 2020 the share of Milpa is 1,720,521 m<sup>2</sup>, which equals to 82.17% of the whole parcel, and the share of Milpa amounts to TRY335,502). As mentioned above, the registration on the Forest Land for Parcel no. 1155 was approved by Supreme Court of Law No:20. There is no fair value determined for the Parcel No. 1155 which was priorly derecognized from the statements of financial position through full amount of provision as of 31 December 2014. For Ömerli Land, security expenses amounting to TRY496 has been recognised under operational expenses (31 December 2020: TRY610). Additionally, no rental income has been recognised from the related property (31 December 2020: None).



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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**NOTE 18 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)**

**(b) Other (Continued)**

***Milpa (Continued):***

***The Land of Ömerli (Continued)***

**Parcel No. 1155;**

As described in detail above, 144,266 m<sup>2</sup> of the land parcel no: 1155 has been removed from the forest area with the court decision in year 2005. To this The Forestry Directorate appealed the decision at the Supreme Court of law No: 20 and the objection was accepted on 24 June 2008 and these decisions (removal from forest area) are sent to the Pendik First Civil Court for re-evaluation. The Court has reiterated its initial decision being right on 8 October 2009 in terms of content. The General Directorate of Forestry appealed the Court's decision again and the related file was re-sent to the Supreme Court of law No: 20. The related office has resent the file to Pendik First Civil Court by disrupting the court decision. The Court for which the lawsuit is held, has been divided into two and the lawsuit was continued to be heard at 29th. Civil Court. The aforementioned court has decided to cancel the land register of the aforementioned 144,266 m<sup>2</sup> and parcel No: 1155 of land belonging to the Company and registered the land as forest title in the name of the treasury at 23 December 2014.

In accordance with the Court decision for parcel No:1155 being registered as forestry land, it has been excluded from the financial statements as at 31 December 2014. Following the notification of the Court decision no 2013/320 at 9 January 2015, appeal to a superior court on 13 February 2015 has been made. Aforementioned appeal has not been accepted and the Company has been notified that Supreme Court No: 20 upheld the decision of 29th. Civil Court on 13 July 2017. On 20 July 2017, compensation lawsuit was opened due to civil wrong. At the hearing held on 18 April 2019, the Court stated that in relation to the "Land" of 144,266 m<sup>2</sup>, whose 98,702 m<sup>2</sup> (68.42%) belongs to the Company, in the parcel no:1155 located at Pendik District, Kurtdoğan Village; It has been decided that a compensation in favor of the Company in total amount of TRY85,117 is to be paid and the legal interest shall be calculated separately from the date of the case. The portion corresponding to the Company's share of this amount is calculated as approximately TRY58,234.

The Court was decided to abolish the court decision summarized above and to re-see the case in pursuit of evaluating the defendant's request for appeal. In the justified decision of the court, it was stated that the right to compensation is found appropriate, but whether the immovable subject to the lawsuit has the characteristics of "land" or not and its value must be examined by expert witnesses through various methods. At the re-hearing case dated 6 July 2021, the Court decided to pay indemnization in countenance of Milpa, amounting of TRY85,117, with the legal interest calculated separately from the date of the lawsuit. The portion of this amount accrued to Milpa's share is approximately TRY58,234. It was notified to Milpa on 3 August 2021 that the related decision of the Court was "appealed" by the defendant, and the legal processes are continuing.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 19 - COMMITMENTS

##### (a) Letters of guarantee and guarantee notes given

	30 September 2021				31 December 2020			
	TRY Equivalent	TRY	USD	EUR	TRY Equivalent	TRY	USD	EUR
A. CPM's given in the name of its own legal personality								
Collaterals <sup>(1)</sup>	1,791,120	751,732	81,541	30,862	1,588,205	842,282	70,119	25,668
Pledge <sup>(3)</sup>	-	-	-	-	-	-	-	-
Mortgage	-	-	-	-	-	-	-	-
B. CPM's given on behalf of the fully consolidated companies								
Collaterals <sup>(1)(2)</sup>	501,189	29,314	53,360	-	424,534	29,314	53,841	-
Pledge <sup>(3)</sup>	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-
<b>Total</b>	<b>2,292,695</b>	<b>781,432</b>	<b>134,901</b>	<b>30,862</b>	<b>2,013,125</b>	<b>871,982</b>	<b>123,960</b>	<b>25,668</b>

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

<sup>(2)</sup> Within the scope of the project of Aslancık Elektrik's hydroelectric power plant, Doğan Holding has given collateral to the credit institutions amounting to USD20,360 (31 December 2020: USD20,841). In addition, a bail amounting to USD33,000 is given to credit institutions for Boyabat Elektrik's refinancing loans.

<sup>(3)</sup> 33.33% shares of Aslancık Elektrik and 33.00% shares of Boyabat Elektrik were given as pledges to financial institutions due to the Group's long-term borrowings and are not included in the table above.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 19 - COMMITMENTS (Continued)

##### (a) Letters of guarantee and guarantee notes given (Continued)

Other CPM's given by the Group to equity ratio is 0% as of 30 September 2021 (31 December 2020: 0%). The details of letter of guarantees and guarantee notes given by the Group are as follows:

	30 September 2021		31 December 2020	
	Original Currency	TRY equivalent	Original Currency	TRY equivalent
Letters of guarantees - TRY	552,071	552,071	642,621	642,621
Letters of guarantees - USD	26,541	234,710	15,119	110,981
Letters of guarantees - EUR	30,810	317,760	25,616	230,746
Guarantee notes - USD	55,000	486,382	55,000	403,728
Guarantee notes - TRY	200,047	200,047	200,047	200,047
Guarantee notes - EUR	52	536	52	468
<b>Total</b>		<b>1,791,506</b>		<b>1,588,591</b>

##### (b) 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 30 September 2021 and 31 December 2020 are as follows:

	30 September 2021		31 December 2020	
	Original Currency	TRY equivalent	Original Currency	TRY equivalent
Bails - USD	53,360	471,875	53,841	395,220
Bails - TRY	29,314	29,314	29,314	29,314
<b>Total</b>		<b>501,189</b>		<b>424,534</b>

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 20 - OTHER ASSETS

Other current assets	30 September 2021	31 December 2020
Value added tax ("VAT") receivables <sup>(1)</sup>	148,832	101,141
Prepaid tax and funds <sup>(2)</sup>	2,711	45,277
Personnel advances	2,192	1,542
Job advances	1,897	1,088
Other	876	780
	<b>156,508</b>	<b>149,828</b>

(1) VAT receivables amounting to TRY76,721 is related to Galata Wind (31 December 2020: TRY61,810) and the remaining amount consists of VAT receivables related to the subsidiaries of the Group.

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

Other non-current assets	30 September 2021	31 December 2020
Value added tax ("VAT") receivables <sup>(3)</sup>	250,369	317,344
Other	3,199	425
	<b>253,568</b>	<b>317,769</b>

(3) TRY191,504 is related to VAT receivables of Galata Wind (31 December 2020: TRY244,996).

#### NOTE 21 - PREPAID EXPENSES AND DEFERRED INCOME

The details of prepaid expenses and deferred income as of 30 September 2021 and 31 December 2020 are as follows:

Short term prepaid expenses	30 September 2021	31 December 2020
Advances given <sup>(1)</sup>	84,816	42,558
Prepaid expenses <sup>(2)</sup>	55,980	22,089
	<b>140,796</b>	<b>64,647</b>

(1) The significant portion of advances given consists of advances related to the operations of the Group's subsidiaries Suzuki, Sesa Ambalaj and Doğan Trend Otomotiv.

(2) Significant portion of the prepaid expenses are comprised of the prepaid expense for the following months of Aytemiz Akaryakıt, Galata Wind, Doğan Yayıncılık, Milta Turizm and Çelik Halat which are subsidiaries of the Group.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 21 - PREPAID EXPENSES AND DEFERRED INCOME (Continued)

Long term prepaid expenses	30 September 2021	31 December 2020
Advances given <sup>(1)</sup>	22,052	4,855
Prepaid expenses for future years <sup>(2)</sup>	29,217	10,904
	<b>51,269</b>	<b>15,759</b>

(1) A significant portion of the advances given are related to the purchases of tangible fixed asset of Sesa Ambalaj, the subsidiary of the Group.

(2) A portion of TRY19,181 of the relevant amount includes insurance fees paid by Galata Wind, a subsidiary of the Group, within the scope of a new foreign currency loan with a 10-year term amounting to EUR20,000,000 (exact) in 2021.

Short-term deferred income	30 September 2021	31 December 2020
Deferred income <sup>(3)</sup>	41,796	32,076
Advances received <sup>(4)</sup>	30,371	11,143
	<b>72,167</b>	<b>43,219</b>

Long-term deferred income	30 September 2021	31 December 2020
Deferred income <sup>(3)</sup>	17,506	12,070
	<b>17,506</b>	<b>12,070</b>

(3) A significant portion of short-term deferred income consists of deferred income related to contracts with respect to advertising activities of Hepsi Emlak and deferred income related to Milta Turizm's yacht tying income. A significant portion of long-term deferred income consists of Aytemiz Akaryakıt.

(4) Significant amount of advances received consist of Automative Group, Çelik Halat and Doğan Dış Ticaret.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 22 - DERIVATIVE INSTRUMENTS

##### *Currency derivative transactions*

The Group utilizes foreign exchange derivatives and commodity derivatives to protect future significant transactions and cash flows from financial risk. Group has signed various forward exchange contracts and option contracts regarding the management of fluctuations in exchange rates and oil prices. The derivative instruments purchased are mainly denominated in foreign currencies in which the Group operates.

As of the statement of financial position date, the total nominal amount of the Group's foreign currency and option contracts with maturity that are not due and the Group is obliged to carry are as follows:

	30 September 2021		31 December 2020	
	Asset	Liability	Asset	Liability
Currency derivative transactions with maturity <sup>(1)</sup>	35,859	52,929	22,683	38,180
Commodity agreements <sup>(2)</sup>	-	-	-	3,083
<b>Total</b>	<b>35,859</b>	<b>52,929</b>	<b>22,683</b>	<b>41,263</b>

<sup>(1)</sup> Aytemiz Akaryakıt, a subsidiary of the group, has contracted forward foreign currency agreements to hedge against foreign exchange rate risk, and sells TRY on the date of the agreement and purchases USD and EUR on dates agreed upon. Doğan Holding signed forward foreign currency agreements to hedge against foreign exchange rate risk, and sells USD and TRY on the date of the agreement and purchases USD, GBP and EUR on dates agreed upon. On the other hand, derivative instruments of Galata Wind are related to foreign currency loans.

<sup>(2)</sup> Consists of derivative commodity contracts signed by Aytemiz Akaryakıt, a subsidiary of the Group, to reduce the risk of fluctuation in oil prices.

#### NOTE 23 - PROVISION FOR EMPLOYMENT BENEFITS

##### *a) Payables related to employee benefits*

The details of payables related to employee benefits as of 30 September 2021 and 31 December 2020 are as follows:

	30 September 2021	31 December 2020
Payables to personnel <sup>(1)</sup>	15,385	23,977
Social security payables	7,813	7,042
	<b>23,198</b>	<b>31,019</b>

<sup>(1)</sup> The amount includes provisions for bonuses and premium.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

**NOTE 23 - PROVISION FOR EMPLOYMENT BENEFITS (Continued)****b) Short term provisions for employment benefits**

The details of short-term provisions for employment benefits as of 30 September 2021 and 31 December 2020 are as follows:

	<b>30 September 2021</b>	<b>31 December 2020</b>
Provision for unused vacation	29,706	21,959
Provision for bonuses and premiums	1,446	-
	<b>31,152</b>	<b>21,959</b>

**c) Long term provisions for employment benefits**

Details of long-term provisions for employment benefits as of 30 September 2021 and 31 December 2020 are as follows:

	<b>30 September 2021</b>	<b>31 December 2020</b>
Provision for employment termination benefits	65,339	57,679
	<b>65,339</b>	<b>57,679</b>

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

Under the Turkish Labour Law, the Group is required to pay termination benefits to each employee who has completed one year of service and whose employment is terminated without due cause, or who is called up for military service, dies and achieves the retirement age. As of 30 September 2021, the maximum amount payable equivalent to one month of salary is TRY7,638.96 (exact) (31 December 2020: TRY7,117.17 (exact) for each year of service. The retirement pay provision ceiling TRY8,284.51 (exact) which is effective from 1 July 2021, is taken into consideration in the calculation of provision for employment termination benefits (31 December 2020: TRY7,638.96 (exact) effective from 1 January 2021).

Provision for employment termination benefits is calculated by estimating the present value of the future probable obligation arising from the retirement of the employees of the Group.

The standard TAS 19 "Employee Benefits" envisages the development of actuarial valuation methods in order to estimate the provision of severance pay. According to this, following assumptions were used in the calculation of total liability based on the report prepared by the actuarial firm.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

**NOTE 23 - PROVISION FOR EMPLOYMENT BENEFITS (Continued)****c) Long term provisions for employment benefits (Continued)**

The principal assumption is that the maximum liability for each year of service will increase parallel with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the anticipated effects of future inflation. Consequently, in the accompanying financial statements as at 31 December 2020, the provision has been calculated by estimating the present value of the future probable obligation arising from the retirement of the employees.

Discount rate applied as 11.80% <sup>(1)</sup> (31 December 2020: 11.80%), inflation rate applied as 7.43% (31 December 2020: 7.43%) and increase in wages applied as 7.43% (31 December 2020: 7.43%) in the calculation <sup>(2)</sup>.

Age of retirement is based on considering the Company's historical average age of retirement.

<sup>(1)</sup> The gross discount rate used for calculation of the severance payment liability is determined by considering Government Bond with 10 years maturity compound interest rate and the swap rates with 10-15 years maturity. Based on this, the net discount rate was determined as 4.07% (31 December 2020: 4.07%)

<sup>(2)</sup> It is determined by considering the 2021 inflation rate reports of the Central Bank of Republic of Turkey.

The movement of provision for employment termination benefits within the period is as follows:

	<b>2021</b>	<b>2020</b>
<b>1 January</b>	<b>57,679</b>	<b>42,930</b>
Current period service cost and net interest expense	10,370	8,183
Payments during the period	(5,677)	(3,533)
Acquisition of subsidiary (Note 3)	2,967	4,610
Disposal of subsidiary (Note 31)	-	(704)
<b>30 September</b>	<b>65,339</b>	<b>51,486</b>



## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 24 - 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 30 September 2021 and 31 December 2020 are as follows:

	30 September 2021	31 December 2020
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.

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 30 September 2021 and 31 December 2020 are as follows

Shareholder	Shares (%)	30 September 2021	Shares (%)	31 December 2020
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 <sup>(1)</sup>	35.87	938,633	35.87	938,633
<b>Issued capital</b>	<b>100.00</b>	<b>2,616,938</b>	<b>100.00</b>	<b>2,616,938</b>
Adjustment to issued capital		143,526		143,526
Repurchased shares (-)		(48,244)		(16,035)
<b>Total</b>		<b>2,712,220</b>		<b>2,744,429</b>

<sup>(1)</sup> In accordance with the "CMB" Resolution No: 31/1059 issued on 30 October 2014 and 21/655 issued on 21 July 2021, it is regarded that 35.77% of 936,328,399 (exact) shares (31 December 2020: 35.84%) are outstanding as of 30 September 2021 based on the Central Registry Agency's ("CRA") records.

Adjustment to share capital represents the difference between cash and cash equivalent contributions to the total amounts adjusted for inflation added to issued share capital and amounts before inflation adjustment.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 24 - EQUITY (Continued)

##### *Repurchased shares*

With the decision of the Group's Board of Directors dated 22 February 2019; "Share Buyback Program" that is prepared in accordance with the Turkish Commercial Code, Capital Markets Law, CMB's Communiqué No: II-22.1 Repurchase of Shares adjustments published in the Official Gazette numbered 28871 and dated 3 January 2014 was accepted by the majority in the General Assembly meeting on 20 March 2019.

Within the framework of "Share Buyback Program", the Company management has been authorized to perform the repurchase of its shares. In this context, it was decided that the maximum amount of funds allocated for repurchase would be TRY131,000,000 (exact) and that the maximum number of shares to be withdrawn would not exceed this amount.

In the period of 1 January 2021 - 30 September 2021, within the scope of the Share Buyback Program, the Company shares with a nominal value of TRY9,950,000 (exact) were purchased by the Company itself from Borsa İstanbul for an amount of TRY32,209,459 (exact) as TRY 3.24 per share. As of 30 September 2021, the total nominal amount of Repurchased Shares has increased to TRY23,582,838.00 (exact), together with those previously purchased except the scope of the "Share Repurchase Program". (As of 31 December 2020, total nominal amount of Repurchased Shares is TRY13,632,838 (exact)).

##### *Share premiums/(discounts)*

Share premiums/(discounts) represent the positive or negative differences resulting from the nominal value and sales value of public shares.

	30 September 2021	31 December 2020
Share premiums	163,724	163,724
Share discounts (-)	(128,565)	(128,565)
<b>Total</b>	<b>35,159</b>	<b>35,159</b>

##### *Restricted reserves*

Restricted reserves are reserved from the prior period profit due to legal or contractual obligations or for certain purposes other than the profit distribution (for example, to obtain the tax advantage of gain on sale of associates). Restricted reserves are in the scope of solo legal records in accordance with TCC and TPL.

General Statutory Legal Reserves are reserved in accordance with the article 519 of Turkish Commercial Code and used in accordance with the principles set out in this article. The afore-mentioned amounts should be classified in "Restricted Reserves" in accordance with the TAS.

The details of restricted reserves as of 30 September 2021 and 31 December 2020 are as follows:

Restricted reserves	30 September 2021	31 December 2020
Gain on sale of subsidiary's shares	503,925	476,597
General legal reserves	304,198	223,905
Venture capital investment fund	212,566	212,566
<b>Total</b>	<b>1,020,689</b>	<b>913,068</b>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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**NOTE 24 - EQUITY (Continued)**

***Accumulated Other Comprehensive Income and Losses that will not be Reclassified in Profit or Loss***

The Company's investment property revaluation reserves and actuarial losses of defined benefit plans that aren't reclassified in accumulated other comprehensive income and expenses are summarized below:

***i. Gain/(loss) on revaluation of property, plant and equipment***

Real estates recognised as property, plant and equipment in prior periods, can be transferred to investment property due to changes in use. The Group has reclassified some of its properties as investment property and has chosen to account such investment properties at fair value.

***ii. Actuarial gains (losses) on defined benefit plans***

Provision for employment termination benefits is calculated by estimating the present value of the future probable obligation arising from the retirement of the employees of the Group. The Group recognised all actuarial gains and losses in other comprehensive income. Remeasurement loss on defined benefit plans amounting to TRY12,913 is accounted under shareholders' equity (31 December 2020: TRY12,913).

***Accumulated Other Comprehensive Income and Losses that will be Reclassified in Profit or Loss***

***i. Revaluation and reclassification gains (losses)***

Financial assets revaluation reserves are calculated by accounting on net book values after reflecting deferred tax impact of unearned gains and losses composed of changes of fair values of assets held for sale. The amount of revaluation decreases of assets held for sale presented under equity in the statement of financial position is TRY26,950 in the current period (31 December 2020: TRY6,973 value decrease).

***ii. Currency translation differences***

Currency translation differences consist of currency translation differences of the Group's subsidiaries and joint ventures financial statements located out of Turkey using a measurement currency other than TRY and classified under equity. The increase in the currency translation difference reserve attributable to parent is TRY286,091 and the decrease amounting to TRY(1,385) is attributable to non-controlling interest (31 December 2020: Increase amounting to TRY252,873 is attributable to parent and decrease amounting to TRY545 is attributable to non-controlling interest).

***Transactions with non-controlling shareholders***

The Group sold Galata Wind's (a subsidiary) shares of TRY160,437,440 (exact) nominal value in full representing its fully paid-in capital by public offering. As the result of all transactions carried out in the period ending on 30 September 2021, 26.86% of Galata Wind's capital represents the portion traded in Istanbul stock exchange. Due to the fact that the above-mentioned transactions do not result in loss of control and are performed with non-controlling interest shareholders, these have been evaluated by the Group as the Group's transactions with the shareholders. Accordingly, the difference between the adjustment amount of non-controlling shares and amount received was recognised under the Group's equity.

The impact of the above-mentioned transactions on the Group's total equity is TRY733,397, including income from Çelik Halat share sale, and the attributable to equity holders of the parent company portion of the above-mentioned amount is TRY508,338, and the portion of TRY225,059 is attributable to non-controlling interests.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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**NOTE 24 - EQUITY (Continued)**

***Capital Reserves and Retained Earnings***

Subsequent to the first inflation adjusted financial statements, equity items such as; “Capital, Emission Premiums, General Statutory Legal Reserves, Statutory Reserves, Special Reserves and Extraordinary Reserves” are carried at carrying value in the statement of financial position and their adjusted values based on inflation are collectively presented in equity accounts group.

In accordance with the CMB regulations, “Issued capital”, “Restricted Reserves” and “Share Premiums” shall be carried at their statutory amounts. The valuation differences resulted due to the inflation adjustment shall be disclosed as follows:

- If the difference is due to the “Issued Capital” and not yet been transferred to capital, it should be classified under “Capital adjustment difference”;
- If the difference is due to “Restricted Reserves” and “Share Premium” and the amount has not been subject to dividend distribution or capital increase yet, it shall be classified under “Retained Earnings/(Losses)”.

Other equity items are carried at the amounts valued in accordance with TAS.

Capital adjustment differences have no other use than to be included to the share capital.

***Dividend Distribution***

The Company decides to distribute dividend and makes dividend distribution in accordance with the Turkish Commercial Code (“TCC”), Capital Market Law (“CML”), Capital Market Board (“CMB”) Regulations and Laws; Tax Legislations; other related statutory legislation and Articles of Association and Resolutions of General Assembly. Dividend distribution is determined by Dividend Distribution Policy.

On the other hand,

- a) Retained earnings derived from the reparation of comparative financial statements based on the first time adoption of TAS,
- b) “Equity inflation adjustment differences” derived from resources that do not have any restriction regarding dividend distribution,
- c) Retained earnings derived from the first time inflation adjustment of financial statements, can be distributed to shareholders as cash dividends.

In addition, if the consolidated financial statements include the “Purchasing Impact on Equity” item under equity, the related item is not considered as a deductible or additional item when presenting net distributable profit for the period.

At the general shareholders meeting of the Company on 8 April 2021, the following legislation was considered: the Turkish Commercial Code (“TCC”), capital market legislation and Capital Markets Board (“CMB”) Regulations, corporate tax, income tax and other relevant legal legislation and the legislation relevant to the Main Agreement of the Company and the “Dividend Distribution Policy” and the relevant articles of the Dividend Distribution Policy disclosed to the public.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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**NOTE 24 - EQUITY (Continued)**

***Dividend Distribution (Continued)***

Under the "Communique on Financial Reporting in Capital Markets" (II-14.1) legislation of the CMB, according to the audited consolidated financial statements for the period 1 January 2020 - 31 December 2020 that are prepared in accordance with the Turkish Accounting Standards ("TAS") and Turkish Financial Reporting Standards ("TFRS") published by the Public Oversight, Accounting and Auditing Standards Board (POA), for which the presentation principles have been determined as per the relevant resolutions of the CMB, when "Deferred Tax Expense", "Tax Expense for the Period" and "Non-controlling Interests" are considered together, a "Net Profit for the Period" amounting to TRY1,390,240,000 (exact) was observed. After the "General Legal Reserve" amounting to TRY40,464,707.57 (exact), "Gain on Sale of Associates" amounting to TRY34,247,798.44 (exact), "Venture Capital Fund" amounting to TRY84,000,000 (exact) and "Legal Reserves Reserved Within the Context of Repurchased Shares" amounting to TRY8,961,409.72 (exact) were deducted and "Donations" in 2020 amounting to TRY14,953,779.28 (exact) were added to the remaining amount, a "Net Distributable Period Profit" of TRY1,237,519,863.55 (exact) was calculated, which is in line with paragraph (1) of Article 519 of the TCC,

In the Legal Statutory Records ("Statutory Records") for the period 1 January 2020 - 31 December 2020, kept as per tax legislation and prepared as per the Uniform Chart of Accounts issued by the Republic of Turkey Ministry of Finance, a "Net Period Profit" of TRY 927,541,949.77 (exact) was calculated; after the "General Legal Reserve" amounting to TRY40,464,707.57 (exact), "Gain on Sale of Associates" amounting to TRY34,247,798.44 (exact), "Venture Capital Fund" amounting to TRY84,000,000 (exact) and "Legal Reserves Reserved Within the Context of Repurchased Shares" amounting to TRY8,961,409.72 (exact) were deducted, a "Net Distributable Period Profit" amounting to TRY759,868,034.04 (exact) was observed which was calculated as per paragraph (1) of Article 519 of the TCC,

Statutory Records are taken as basis in dividend distribution for the period 1 January 2020- 31 December 2020,

Within this scope, it was understood that there is no need to allocate additional "General Legal Reserves" as per paragraph 4 of Article 519 of the TCC which is valid for "fraction" on the date of dividend distribution and in compliance with the rules of Merkezi Kayıt Kuruluşu A.Ş. ("MKK"), a "Cash" dividend of TRY180,000,000 (exact) ("gross") and TRY153,000,000 (exact) ("net"), which are equal 6.87826% gross and 5.84652% net of the "Issued Capital", shall be distributed on 30 April 2021 at the latest,

As per the CMB and POA regulations, after the above-mentioned legal and special reserves were allocated in the consolidated financial statements prepared in line with TAS and TFRS, non-distributed profit amounting to TRY1,042,566,084.27 (exact) was recognised under "Retained Earning/(Loss)", after the above-mentioned legal and special reserves regarding to Statutory Records were allocated non-distributed profit amounting to TRY579,868,034.04 (exact) was recognised under "Extraordinary Reserves,

The above matters were presented to the General Assembly and accepted via a majority vote. Dividend distribution transactions were started on 28 April 2021 and ended on 30 April 2021.

The CMB requires the disclosure of the total net profit in the statutory records and other resources which may be subject to distribution. As of the date of the statement of financial position, the gross amount of the Company's resources subject to dividend distribution based on the statutory records, excluding share premiums/discounts and current period profit is TRY3,963,778,116 (exact).

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 25 - REVENUE AND COST OF SALES

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Domestic sales	10,799,015	4,529,325	7,491,176	3,082,031
Foreign sales	618,426	226,739	235,496	99,005
Sales return and discounts (-)	(200,430)	(81,127)	(137,466)	(46,120)
<b>Net sales</b>	<b>11,217,011</b>	<b>4,674,937</b>	<b>7,589,206</b>	<b>3,134,916</b>
Cost of sales (-)	(9,837,699)	(4,113,967)	(6,698,431)	(2,751,993)
<b>Gross profit</b>	<b>1,379,312</b>	<b>560,970</b>	<b>890,775</b>	<b>382,923</b>

*Sales details of fuel retail segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Fuel sales income	6,267,191	2,645,375	4,589,421	1,911,607
LPG sales income	1,122,137	546,429	933,721	403,214
Other	108,661	41,097	81,794	31,856
<b>Total</b>	<b>7,497,989</b>	<b>3,232,901</b>	<b>5,604,936</b>	<b>2,346,677</b>

*Sales details of electricity production segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Electricity income	330,459	150,740	248,756	106,143
<b>Total</b>	<b>330,459</b>	<b>150,740</b>	<b>248,756</b>	<b>106,143</b>

*Sales details of industry and trade segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
External trade income	703,739	269,420	460,960	158,571
Industrial income <sup>(1)</sup>	627,058	226,387	325,250	136,576
Packaging income <sup>(2)</sup>	506,495	181,623	47,513	47,513
Other	30,497	16,255	26,171	15,473
<b>Total</b>	<b>1.867,789</b>	<b>693,685</b>	<b>859,894</b>	<b>358,133</b>

(1) A significant portion of the industrial income is related to Ditaş Doğan and Çelik Halat, the subsidiaries of the Group.

(2) As the details of Sesa Ambalaj are explained in note 3, the purchase and transfer transactions were completed on September 14, 2020, and there is only 16 days of packaging revenue between January 1 and September 30, 2020.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 25 - REVENUE AND COST OF SALES (Continued)

*Sales details of automotive trade and marketing segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Vehicle sales income	731,083	319,917	314,866	126,926
<b>Total</b>	<b>731,083</b>	<b>319,917</b>	<b>314,866</b>	<b>126,926</b>

*Sales details of financing and investment segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Factoring income	158,057	55,359	95,854	29,192
Investment income	41,954	4,228	57,938	23,891
Management consultancy income	5,771	1,777	17,111	6,561
Financing income	5,732	2,361	6,056	1,790
<b>Total</b>	<b>211,514</b>	<b>63,725</b>	<b>176,959</b>	<b>61,434</b>

*Sales details of internet and entertainment segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Advertisement income	317,133	92,104	184,967	67,100
Book and magazine sales <sup>(1)</sup>	47,940	31,037	-	-
Subscription income	36,690	14,112	19,876	7,416
Music production income <sup>(2)</sup>	-	-	25,717	-
Other <sup>(3)</sup>	74,543	25,909	58,328	21,840
<b>Total</b>	<b>476,306</b>	<b>163,162</b>	<b>288,888</b>	<b>96,356</b>

(1) As the details are explained in Note 3, it results from the sales of books and magazines by Doğan Yayıncılık, a subsidiary of the Group acquired as of 26 April 2021.

(2) As the details are explained in Note 31, the music production income of DMC and NetD Müzik did not occur between 1 January - 30 September 2021 due to the majority shares of DMC and NetD Music have been sold.

(3) Consists of Kanal D Romanya's satellite and transmitter service revenues.

*Sales details of real estate investments segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Real estate management income <sup>(4)</sup>	67,663	37,673	49,825	25,414
Rent income <sup>(5)</sup>	33,849	13,007	44,661	13,661
Other	359	127	421	172
<b>Total</b>	<b>101,871</b>	<b>50,807</b>	<b>94,907</b>	<b>39,247</b>

(4) Relates to yacht tying revenues of Milta and to room sales revenues of Marlin, subsidiaries of the group.

(5) It is related to Trump Office and Shopping Center rental income of D Gayrimenkul, a subsidiary of the Group.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 25 - REVENUE AND COST OF SALES (Continued)

*Details of the cost of sales for the interim periods ended at 30 September 2021 and 2020 are as follows:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Fuel retail	(7,145,121)	(3,085,871)	(5,368,069)	(2,231,332)
Electricity production	(108,333)	(42,954)	(68,265)	(26,321)
Industry and trade	(1,538,212)	(565,322)	(731,977)	(293,793)
Automotive trade and marketing	(630,107)	(275,524)	(268,592)	(110,214)
Financing and investment	(107,921)	(37,075)	(71,668)	(27,746)
Internet and entertainment	(253,923)	(83,033)	(144,161)	(45,781)
Real estate investments	(54,082)	(24,188)	(45,699)	(16,806)
<b>Total</b>	<b>(9,837,699)</b>	<b>(4,113,967)</b>	<b>(6,698,431)</b>	<b>(2,751,993)</b>

*Details of the cost of sales of fuel retail segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Fuel and LPG sales cost	(7,058,552)	(3,051,571)	(5,303,316)	(2,206,057)
Other	(86,569)	(34,300)	(64,753)	(25,275)
<b>Total</b>	<b>(7,145,121)</b>	<b>(3,085,871)</b>	<b>(5,368,069)</b>	<b>(2,231,332)</b>

*Details of the cost of sales of electricity production segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Amortization and depreciation <sup>(1)</sup>	(48,123)	(16,172)	(26,913)	(8,969)
General production expenses	(48,118)	(22,442)	(35,188)	(15,221)
Other	(12,092)	(4,340)	(6,164)	(2,131)
<b>Total</b>	<b>(108,333)</b>	<b>(42,954)</b>	<b>(68,265)</b>	<b>(26,321)</b>

<sup>(1)</sup> There was an increase due to the Taşpınar power plant investment of Galata Wind, a subsidiary of the Group.



## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 25 - REVENUE AND COST OF SALES (Continued)

*Cost of sales details of industry and trade segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Raw material cost	(658,803)	(256,682)	(216,397)	(107,045)
Cost of trade goods sold	(640,893)	(230,607)	(411,146)	(140,663)
Personnel expenses	(101,249)	(36,867)	(48,174)	(20,536)
General production expenses	(91,309)	(23,338)	(33,239)	(14,773)
Amortization and depreciation	(24,072)	(8,989)	(13,304)	(4,998)
Other	(21,886)	(8,839)	(9,717)	(5,778)
<b>Total <sup>(1)</sup></b>	<b>(1,538,212)</b>	<b>(565,322)</b>	<b>(731,977)</b>	<b>(293,793)</b>

<sup>(1)</sup> A significant portion of the increase is due to the increase in the sales volume of Çelik Halat and Ditaş Doğan and as the details are explained in Note 3, it is related to the transactions which occurred after the acquisition of Sesa Ambalaj.

*Cost of sales details of automotive trade and marketing segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Cost of trade goods sold	(630,107)	(275,524)	(268,592)	(110,214)
<b>Total</b>	<b>(630,107)</b>	<b>(275,524)</b>	<b>(268,592)</b>	<b>(110,214)</b>

*Cost of sales details of financing and investment segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Cost of services sold	(107,921)	(37,075)	(71,668)	(27,746)
<b>Total</b>	<b>(107,921)</b>	<b>(37,075)</b>	<b>(71,668)</b>	<b>(27,746)</b>

*Cost of sales details of internet and entertainment segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Programme production costs <sup>(2)</sup>	(87,915)	(11,428)	(27,981)	(8,580)
Personnel expenses	(55,317)	(20,787)	(44,030)	(16,258)
Amortization and depreciation	(52,769)	(21,181)	(35,580)	(15,880)
Other <sup>(3)</sup>	(57,922)	(29,637)	(36,570)	(5,063)
<b>Total</b>	<b>(253,923)</b>	<b>(83,033)</b>	<b>(144,161)</b>	<b>(45,781)</b>

<sup>(2)</sup> The cost of sales increased due to the increase in the programme production costs related to the development of Kanal D Romanya's activities.

<sup>(3)</sup> As the details are explained in note 3, it consists of royalty expenses of Doğan Yayıncılık, one of the subsidiaries acquired by the Group as of April 26, 2021.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 25 - REVENUE AND COST OF SALES (Continued)

*Cost of sales details of real estate investments segment are presented below:*

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Cost of goods and services sold	(54,082)	(24,188)	(45,699)	(16,806)
<b>Total</b>	<b>(54,082)</b>	<b>(24,188)</b>	<b>(45,699)</b>	<b>(16,806)</b>

#### NOTE 26 - MARKETING EXPENSES AND GENERAL ADMINISTRATIVE EXPENSES

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
General administrative expenses	(273,000)	(89,550)	(187,695)	(67,574)
Marketing expenses	(476,808)	(192,992)	(299,616)	(93,507)
<b>Operating expenses</b>	<b>(749,808)</b>	<b>(282,542)</b>	<b>(487,311)</b>	<b>(161,081)</b>

#### Marketing expenses:

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Amortization and depreciation	(110,898)	(30,608)	(89,618)	(29,910)
Personnel expenses	(107,766)	(40,854)	(76,463)	(26,458)
Transportation, storage and travel expenses	(85,152)	(37,187)	(39,417)	(15,099)
Advertisement expenses	(83,003)	(38,703)	(31,233)	(7,325)
Outsourced service expenses	(15,034)	(6,726)	(9,001)	(3,724)
Consulting expenses	(12,930)	(5,397)	(4,525)	(1,754)
Royalty expenses <sup>(1)</sup>	(23)	(4)	(22,904)	-
Other	(62,002)	(33,513)	(26,455)	(9,237)
<b>Total</b>	<b>(476,808)</b>	<b>(192,992)</b>	<b>(299,616)</b>	<b>(93,507)</b>

<sup>(1)</sup> As the details are explained in Note 31, a significant portion of the decrease is related to discontinued operations of Doğan Müzik Yapım ve Ticaret A.Ş. ve NetD Müzik Video Dijital Platform ve Ticaret A.Ş.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 26 - MARKETING EXPENSES AND GENERAL ADMINISTRATIVE EXPENSES (Continued)

##### General administrative expenses:

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Personnel expenses	(162,665)	(53,951)	(109,576)	(38,247)
Consulting expenses	(28,510)	(7,531)	(15,042)	(5,466)
Amortization and depreciation	(15,577)	(5,161)	(16,957)	(6,267)
Outsourced service expenses	(12,876)	(4,218)	(10,075)	(4,027)
Various taxes	(4,722)	(1,068)	(3,129)	(1,192)
Transportation, storage and travel expenses	(3,671)	(1,509)	(2,334)	(840)
Other	(44,979)	(16,112)	(30,582)	(11,535)
<b>Total</b>	<b>(273,000)</b>	<b>(89,550)</b>	<b>(187,695)</b>	<b>(67,574)</b>

#### NOTE 27 - EXPENSES BY NATURE

Expenses are presented functionally for the interim periods ended 30 September 2021 and 2020 and the details are given in Note 25 and Note 26.

#### NOTE 28 - OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES

##### Other income from operating activities

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Foreign exchange gains/losses, net	331,891	24,201	704,111	306,390
Interest income on bank deposit	96,507	24,111	40,781	10,853
Finance income due from sales with maturity	73,902	36,598	33,202	12,386
Unrecognized provisions	8,147	4,222	5,900	1,614
Other	56,801	15,567	36,076	10,093
<b>Total</b>	<b>567,248</b>	<b>104,699</b>	<b>820,070</b>	<b>341,336</b>

**DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

**NOTE 28 - OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES  
(Continued)****Other expenses from operating activities**

	<b>1 January - 30 September 2021</b>	<b>1 July - 30 September 2021</b>	<b>1 January - 30 September 2020</b>	<b>1 July - 30 September 2020</b>
Foreign exchange gains/losses, net	(69,429)	6,358	(31,391)	(15,319)
Finance expense due to purchases with maturity	(64,254)	(31,166)	(19,300)	(7,008)
Provision for doubtful receivables (Note 9)	(7,134)	(2,582)	(8,855)	(1,309)
Provision for lawsuits (Note 18)	(3,130)	(82)	(3,809)	(529)
Donations and grants	(1,360)	(851)	(7,149)	(865)
Other	(42,511)	(7,377)	(14,160)	(5,243)
<b>Total</b>	<b>(187,818)</b>	<b>(35,700)</b>	<b>(84,664)</b>	<b>(30,273)</b>

**NOTE 29 - INCOME AND EXPENSES FROM INVESTMENT ACTIVITIES****Income from investment activities**

	<b>1 January - 30 September 2021</b>	<b>1 July - 30 September 2021</b>	<b>1 January - 30 September 2020</b>	<b>1 July - 30 September 2020</b>
Foreign exchange gains/(losses), net	389,055	37,964	556,446	296,673
Interest income on marketable securities	96,428	33,379	69,707	36,995
Income from sales of tangible and intangible assets	26,478	11,450	17,907	3,693
Earnings obtained as a result of the negotiated purchase (Note 3)	24,177	-	-	-
Income from sale of marketable securities	10,310	(3,338)	-	-
Income from fair value increase of joint ventures (Note 4)	-	-	87,789	87,789
Income from disposal of subsidiary (Note 31)	-	-	131,684	131,684
<b>Total</b>	<b>546,448</b>	<b>79,455</b>	<b>863,533</b>	<b>556,834</b>

**Expenses from investment activities**

	<b>1 January - 30 September 2021</b>	<b>1 July - 30 September 2021</b>	<b>1 January - 30 September 2020</b>	<b>1 July - 30 September 2020</b>
Impairment on fair value of joint ventures (Note 4)	(11,067)	-	-	-
Loss on sales of property, plant and equipment	(490)	(151)	(260)	(36)
Loss on sale of marketable securities	-	-	(23,406)	(3,526)
Other	(251)	(1)	(223)	-
<b>Total</b>	<b>(11,808)</b>	<b>(152)</b>	<b>(23,889)</b>	<b>(3,562)</b>

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 30 - FINANCE EXPENSES

##### Finance expenses

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Interest expense on bank borrowings	(217,311)	(83,879)	(136,171)	(43,207)
Foreign exchange losses/gains, net	(125,556)	6,613	(94,739)	(27,841)
Interest expense related to lease borrowings	(37,367)	(14,080)	(23,977)	(8,378)
Bank commission expenses	(21,652)	(7,772)	(8,038)	(400)
Other	(38)	(5)	(108)	-
<b>Total</b>	<b>(401,924)</b>	<b>(99,123)</b>	<b>(263,033)</b>	<b>(79,826)</b>

#### NOTE 31 - ASSETS CLASSIFIED AS HELD FOR SALE AND DISCONTINUED OPERATIONS

##### Assets Classified as Held for Sale:

As of 30 September 2021, non-current assets classified as held for sale amounting to TRY2,345 consists of real estates that Doruk Faktoring and Doruk Finansman assured in return for the receivables which could not be collected. (31 December 2020: TRY1,590).

##### Discontinued Operations:

With the Board of Directors decision dated 16 April 2020, the Group decided to sell the 60% of the shares representing the capital of Doğan Müzik Yapım ve Ticaret A.Ş. and NetD Müzik Video Dijital Platform ve Ticaret A.Ş., subsidiaries of the Group operating in music and entertainment segment, to Believe International, and the sales process was completed on 21 July 2020 at a price of USD23,400 (equivalent of TRY160,145). The amount of the sale was collected in cash.

This transaction is regarded as an event that does not require adjustment by taking into account TMS 10 "Events After the Reporting Period" as of 30 September 2020, and accordingly the anticipated classifications as per the TFRS 5 "Non-current Assets Held for Sale and Discontinued Operations" standard were not applied in the consolidated profit or loss statement for the accounting period ending 30 September 2020. Additionally, these companies were recognised using the equity method in the consolidated financial statements prepared as of 30 September 2021 and 31 December 2020 (Note 4).

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 32 - 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 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 30 September 2021 and 31 December 2020 are as follows:

	30 September 2021	31 December 2020
Provision for current income tax	224,103	269,028
Tax base increase liability	61,749	-
Prepaid corporate taxes	(123,702)	(245,866)
<b>Taxes payable for the period</b>	<b>162,150</b>	<b>23,162</b>
	<b>30 September 2021</b>	<b>31 December 2020</b>
Corporate and income taxes payable	162,150	23,162
Deferred tax (asset)/liabilities, net	174,993	163,059
<b>Total taxes</b>	<b>337,143</b>	<b>186,221</b>

##### *Turkey*

Corporate tax is payable on the total income of the Group after adjusting for certain disallowable expenses, corporate income tax exemptions (exemption for participation in subsidiaries, etc.) and corporate income tax deductions (such as research and development expenditures deduction). No further tax is payable unless there is dividend distribution.

Companies calculate corporate tax quarterly at the rate determined by the Corporate Tax Law and these amounts are disclosed by the end of 14th day and paid by the end of the 17th day of the second month following each calendar quarter-end. Advance taxes paid in the period are offset against the following period's corporate tax liability. If there is an outstanding advance tax balance as a result of offsetting, the related amount may either be refunded in cash or used to offset against for other payables to the government.

With the adjustment on Corporate Income Tax Law, which became effective after its promulgation in Official Gazette no. 31462 dated 22 April 2021, corporate income tax rate in Turkey is 25% as of 30 September 2021 (2020: 22%). Accordingly, in the calculation of deferred tax assets and liabilities of the subsidiaries resident in Turkey for the Group's consolidated financial statements dated 30 September 2021, the tax rate was applied as 25% for the portion of the relevant temporary differences actualising as of 2022, and 20% for the portions actualising as of 2023.

According to, Amendments in Tax Procedural Law, Income Tax Law and Corporate Tax Law ("Law No. 5024") published in the Official Gazette on 30 December 2003 and the income or corporations taxpayers whose determine their profits on the basis of the statement of financial position, the financial statements are subject to inflation adjustment starting from 1 January 2004. The merger premiums which occurred as a result of the related subsidiary mergers, were classified as an equalizing account, which is neither an asset nor a liability, by the Group, in its financial statements and applied an inflation adjustment for the calculation of the corporate tax in 2004, due to the related regulations and Tax Procedural Law, titled "Inflation Adjustment Application" with number 17 and dated 24 March 2005.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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**NOTE 32 - INCOME TAXES (Continued)**

*Corporate tax (Continued)*

*Turkey (Continued)*

In accordance with the related law, the cumulative inflation of last 36 months inflation rate (PPI) must exceed 100% and the inflation rate (PPI) of last 12 months must exceed 10% in order to adjust inflation. There has not been any inflation adjustment after 2005 due to the absence of conditions required.

In Turkey, there is no procedure for a final and definitive agreement on tax assessments. Companies file their tax returns by the 25th of the fourth month following the close of the financial year to which they relate.

Tax authorities can review accounting records within five years and if they determine any errors on the accounting records, tax payable can be reassessed as a result of another tax assessment.

Under the Turkish tax legislation, tax losses can be carried forward to offset against future taxable income for up to 5 years.

There are numerous exemptions in the Corporate Tax Law concerning the corporations. The exemptions that are related to the Group are as follows:

*Exemption for participation in subsidiaries*

Dividend income from participation in shares of capital of another fully fledged taxpayer corporation (except for dividends from investment funds participation certificates and investment partnerships shares) are exempt from corporate tax. As of 30 September 2021, obtained the gain on sale of associates regarding as the public offering of Galata Wind shares is included in the taxable income in the 2nd period within the scope of Article 5/1-e of the Corporate Tax Law No. 5520.

*Issued premiums exemption*

Gains from issued premiums derived from the disposal of sales at nominal values during incorporations and the capital increase of joint stock companies are exempt from corporate tax.

*Exemption for participation into foreign subsidiaries*

For companies participating in 10% or more of the capital of a non-resident limited liability or joint stock company, (except for those whose principal activity is financial leasing or investment property) for at least one year until the date of the income is generated and transferred to Turkey until the date of the filing of the corporate income tax return of the fiscal year in which the income is generated is exempt from corporation tax subject to those subsidiaries being subject to corporate income tax, or alike, in their country of legal residence or business center at the rate of at least 15% (minimum corporate income tax applicable in Turkey for those whose principal activity is finance assurance or insurance).

*Exemption for sale of participation shares and property*

75% of the gains derived from the sale of preferential rights, usufruct shares and founding shares from investment equity and 50% of the gains derived from the sale of real estate property which have remained in assets for more than two full years are exempt from corporate tax. The relevant gain is required to be held in a fund account in liabilities for at least five years to gain the right to use the exemption. The amount of the sale should be collected until the end of the second calendar year following the year of the sale.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 32 - INCOME TAXES (Continued)

#### Corporate tax (Continued)

The tax rates at 30 September 2021 applicable in the foreign countries, where the significant part of the Group's operations are performed, are as follows:

Country	Tax rates (%)
USA	10.5
Romania	16.0
England	19.0
Netherlands	25.0

#### Deferred tax

The Group recognises deferred tax assets and liabilities based upon temporary differences arising between their financial statements as reported under the POA's Financial Reporting Standards. The temporary differences arise due to accounting treatments made in different reporting periods based on the applicable tax laws and the transfer of financial losses.

Deferred taxes are calculated on temporary differences that are expected to be realized or settled based on the taxable income in coming years under the liability method using tax rates enacted at the statement of financial position dates which are disclosed in the table and explanations above.

Deferred tax assets and liabilities are presented in net in the consolidated financial statements of the Group, since they are presented in net in the financial statements of subsidiaries and joint ventures, which are each individual tax payers. Temporary differences, deferred tax assets and deferred tax liabilities at the table below are presented based on gross amounts.

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 30 September 2021 and 31 December 2020 using the enacted tax rates are as follows:

	Cumulative temporary differences		Deferred tax assets/(liabilities)	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020
Deductible tax losses	198,310	297,715	42,289	59,543
Provision for employment termination and unused vacation benefits	96,491	79,638	20,856	15,928
Deferred financial income of trade receivables	7,356	5,665	1,839	1,133
Provision for doubtful receivables	37,672	37,640	9,418	7,528
Other	56,261	95,870	14,065	19,174
<b>Deferred tax assets</b>	<b>396,090</b>	<b>516,528</b>	<b>88,467</b>	<b>103,306</b>
Net differences between the tax and registered value of property, plant and equipment, inventories and intangible assets	(999,785)	(1,013,710)	(199,957)	(202,742)
Net differences between the fair values of investment properties and values of taxation	(389,674)	(391,399)	(63,503)	(63,623)
<b>Deferred tax liabilities</b>	<b>(1,389,459)</b>	<b>(1,405,109)</b>	<b>(263,460)</b>	<b>(266,365)</b>
<b>Deferred tax assets/(liabilities), net</b>			<b>(174,993)</b>	<b>(163,059)</b>

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.



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

**NOTE 32 - INCOME TAXES (Continued)*****Deferred tax (Continued)***

The Group recognized deferred tax assets over TRY198,310 of carry forward tax losses in the consolidated financial statements prepared in accordance with the TAS as of 30 September 2021 (31 December 2020: TRY297,715). As of 30 September 2021 and 31 December 2020, the maturity analysis of carry forward tax losses is as follows:

	30 September 2021	31 December 2020
2022 and after	(198,310)	(297,715)
	<b>(198,310)</b>	<b>(297,715)</b>

Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized. Movements for net deferred taxes for the interim periods as of 30 September 2021 and 2020 are as follows:

	2021	2020
<b>1 January</b>	<b>(163,059)</b>	<b>(31,089)</b>
Current period income (expense)	(20,827)	8,163
Currency translation differences	1,241	(769)
Acquisition of subsidiary (Note 3)	1,779	(109,623)
Disposal of subsidiary (Note 31)	-	(953)
Tax recognized under equity	5,873	12,486
<b>30 September</b>	<b>(174,993)</b>	<b>(121,785)</b>

The taxes on income reflected to the consolidated statement of profit or loss for the interim periods ended 30 September 2021 and 2020 are summarized below:

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Tax expense for the period	(224,103)	(113,101)	(280,971)	(131,000)
Tax base increase expense (*)	(61,749)	(61,749)	-	-
Deferred tax income/(expense)	(20,827)	(20,628)	8,163	(11,052)
<b>Total tax (expense)/income</b>	<b>(306,679)</b>	<b>(195,478)</b>	<b>(272,808)</b>	<b>(142,052)</b>

(\*) The balance is related to the tax base increase in accordance with the Restructuring Law No. 7326.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 32 - INCOME TAXES (Continued)

##### *Deferred tax (Continued)*

The reconciliation of the taxation on income in the consolidated statement of profit or loss for the interim periods ended 30 September 2021 and 2020 and the tax calculated at the corporate tax rate based on the income before minority interests and taxation on income are as follows:

	2021	2020
Income/(Loss) before tax and non-controlling interests	1,136,526	1,684,811
Current period tax income/(expense) calculated at 25% effective tax rate (2020:22%)	(284,132)	(370,658)
Tax base increase expense	(61,749)	-
Effect of carryforward tax losses not subject to deferred tax asset	(7,205)	(8,533)
Effect of investments accounted for by the equity method	1,281	6,747
Effect of expenses non- deductible/not subject to tax	(8,760)	(3,746)
Effect of change in statutory tax rate on deferred tax	6,872	(5,128)
Discounts and exceptions	7,997	83,423
Adjustments not subject to deferred tax calculation	(45,573)	-
Current period portion of prior period carry forward tax losses used not subject to deferred tax calculation	54,991	18,310
Incomes not subject to tax	35,802	22,432
Other	(6,203)	(15,655)
<b>30 September</b>	<b>(306,679)</b>	<b>(272,808)</b>

#### NOTE 33 - EARNING/LOSS PER SHARE

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

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Net profit/(loss) for the period attributable to equity holders of the Parent Company	719,887	88,769	1,424,412	835,363
Weighted average number of shares with face value of TRY1 each <sup>(1)</sup>	2,597,093	2,597,093	2,604,695	2,604,695
<b>Earning/(loss) per share</b>	<b>0.277</b>	<b>0.034</b>	<b>0.547</b>	<b>0.321</b>

<sup>(1)</sup> As explained in detail in Note 24, repurchased shares are excluded.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 34 - RELATED PARTY DISCLOSURES

As of the statement of financial position date, due from and to related parties and related party transactions for the interim periods ending 30 September 2021 and 31 December 2020 are disclosed below:

##### i) Balances with related parties

##### Short term trade receivables from related parties

	30 September 2021	31 December 2020
D Market Elektronik Hizmetler ve Ticaret A.Ş. ("D Market") <sup>(1) (2) (9)</sup>	79,865	422
Doğan Burda Dergi Yayıncılık ve Pazarlama A.Ş. ("Doğan Burda") <sup>(1) (3) (4)</sup>	1,019	1,997
Gümüştaş Madencilik ve Ticaret A.Ş. ("Gümüştaş") <sup>(1) (5) (6)</sup>	922	949
Ortadoğu Otomotiv Ticaret A.Ş. ("Ortadoğu Otomotiv") <sup>(6) (7)</sup>	248	302
Doğan Müzik Yapım ve Ticaret A.Ş. ("DMC") <sup>(1) (3)</sup>	292	68
Doğan Yayınları Yayıncılık ve Yapımcılık Ticaret A.Ş. ("Doğan Yayıncılık") <sup>(1) (3) (4) (8)</sup>	-	527
Other	277	544
<b>Total</b>	<b>82,623</b>	<b>4,809</b>

(1) Receivables related to rent service sales of the Group.

(2) Receivables related to trade good sales of the Group.

(3) Receivables related to the Group's financial, legal, information processing and other areas of service sales.

(4) Receivables related to raw material sales of the Group.

(5) Receivables related to fuel oil sales of the Group.

(6) Receivables related to operating cost chargeout of the Group.

(7) Receivables related to primarily stock materials sales of the Group.

(8) Doğan Yayıncılık is a subsidiary of the Group as of 26 April 2021. (Note 3)

(9) Receivables related to loan sale of D Yatırım, one of the subsidiaries of the group.

##### Short term other receivables from related parties

	30 September 2021	31 December 2020
Kandilli Gayrimenkul <sup>(1)</sup>	110	-
<b>Total</b>	<b>110</b>	<b>-</b>

(1) The related amount represents the Group's capital advance receivable.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 34 - RELATED PARTY DISCLOSURES (Continued)

##### i) Balances with related parties (Continued):

##### Short term trade payables to related parties

	30 September 2021	31 December 2020
D Market <sup>(1)</sup>	1,494	1,537
Ortadoğu Otomotiv <sup>(2)</sup>	348	122
Other	152	67
<b>Total</b>	<b>1,994</b>	<b>1,726</b>

(1) Mostly comprises of purchases of stationery consumables, small fixtures and gift certificates of the Group.

(2) Payables related to rent service purchases of the Group.

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

	30 September 2021	31 December 2020
Ortadoğu Otomotiv	7,920	2,512
Aydın Doğan Vakfı	4,683	3,330
Other	23	13
<b>Total</b>	<b>12,628</b>	<b>5,855</b>

##### Long-term lease payables to related parties

	30 September 2021	31 December 2020
Aydın Doğan Vakfı	12,359	13,771
Ortadoğu Otomotiv	-	372
Other	14	5
<b>Total</b>	<b>12,373</b>	<b>14,148</b>

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 34 - RELATED PARTY DISCLOSURES (Continued)

##### ii) Transactions with related parties:

##### Product and service purchases from related parties

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Ortadoğu Otomotiv <sup>(1)</sup>	11,889	6,260	8,938	3,768
D-Market <sup>(2)</sup>	2,970	1,110	1,781	750
Doğan Burda <sup>(3)</sup>	1,815	508	1,385	554
Other	958	74	1,061	360
<b>Total</b>	<b>17,632</b>	<b>7,952</b>	<b>13,165</b>	<b>5,432</b>

(1) Comprises of the lease services purchases of the Group.

(2) Comprises of mainly stationery supplies, small fixtures and gift vouchers purchase of the Group.

(3) Comprises of the magazine purchases of the Group.

##### Product and service sales to related parties

	1 January - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
D-Market <sup>(1) (5) (7)</sup>	134,784	101,543	37,520	12,873
Doğan Burda <sup>(1) (3) (5)</sup>	10,331	3,480	9,902	3,502
Gümüştaş Madencilik <sup>(2) (4) (5)</sup>	4,678	151	8,203	3,787
Doğan Yayıncılık <sup>(1) (3) (4) (5)</sup>	4,387	-	10,724	5,427
D Elektronik <sup>(5)</sup>	2,256	764	2,966	1,005
Ortadoğu Otomotiv <sup>(2) (6)</sup>	1,849	554	5,857	1,020
Other	7,451	4,458	5,072	1,670
<b>Total</b>	<b>165,736</b>	<b>110,950</b>	<b>80,244</b>	<b>29,284</b>

(1) The balance consists of raw material and trade goods sales of the Group.

(2) The balance consists of receivables related to operating cost reflection of the Group.

(3) The balance consists financial, legal, data processing and other consultancy services sales of the Group.

(4) The balance consists of fuel oil sales of the Group.

(5) The balance consists of the Group's sales of lease services.

(6) The balance consists of vehicle, inventory and small fixtures sales of the Group.

(7) The balance consists of loan sale of D Yatırım, one of the subsidiaries of the group.

##### 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, Chief Legal Counsel and Director's 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 - 30 September 2021	1 July - 30 September 2021	1 January - 30 September 2020	1 July - 30 September 2020
Salaries and other short term benefits	18,781	6,560	13,521	4,973
<b>Total</b>	<b>18,781</b>	<b>6,560</b>	<b>13,521</b>	<b>4,973</b>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

**NOTE 35 - 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.

Financial risk management is carried out by individual subsidiaries and joint ventures under the policies, which are approved by their Board of Directors within the limits of general principles set out by the Group.

*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 30 September 2021 and 31 December 2020 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.

	<b>30 September 2021</b>	<b>31 December 2020</b>
Foreign currency assets	4,801,594	3,475,705
Foreign currency liabilities	(1,627,834)	(693,497)
<b>Net foreign currency position</b>	<b>3,173,760</b>	<b>2,782,208</b>

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 35 - 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 30 September 2021 and 31 December 2020 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:

30 September 2021	TRY Equivalent	USD	EUR	Other
1. Trade Receivables	276,832	10,336	15,338	27,239
2a. Monetary Financial Assets (Cash, banks included)	1,567,835	146,825	23,245	29,680
2b. Non-Monetary Financial Assets	2,872,504	187,746	111,510	62,151
3. Other	47,630	4,124	1,082	-
<b>4. Current Assets (1+2+3)</b>	<b>4,764,801</b>	<b>349,031</b>	<b>151,175</b>	<b>119,070</b>
5. Trade Receivables	-	-	-	-
6a. Monetary Financial Assets	-	-	-	-
6b. Non-Monetary Financial Assets	-	-	-	-
7. Other	36,793	2,240	1,647	-
<b>8. Non-Current Assets (5+6+7)</b>	<b>36,793</b>	<b>2,240</b>	<b>1,647</b>	<b>-</b>
<b>9. Total Assets (4+8)</b>	<b>4,801,594</b>	<b>351,271</b>	<b>152,822</b>	<b>119,070</b>
10. Trade Payables	889,071	69,173	26,883	96
11. Financial Liabilities	146,246	1,533	12,866	-
12a. Other Monetary Liabilities	403	-	39	-
12b. Other Non-Monetary Liabilities	1,749	69	110	4
<b>13. Short Term Liabilities (10+11+12)</b>	<b>1,037,469</b>	<b>70,775</b>	<b>39,898</b>	<b>100</b>
14. Trade Payables	-	-	-	-
15. Financial Liabilities	590,365	17,074	42,602	-
15. Other Monetary Liabilities	-	-	-	-
16. Other Non-Monetary Liabilities	-	-	-	-
<b>17. Non-Current Liabilities (14+15+16)</b>	<b>590,365</b>	<b>17,074</b>	<b>42,602</b>	<b>-</b>
<b>18. Total Liabilities (13+17)</b>	<b>1,627,834</b>	<b>87,849</b>	<b>82,500</b>	<b>100</b>
<b>19. Net Asset/(Liability) Position Of Off Statement of Financial Position Derivative Instruments (19a-19b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>19a. Off Statement of Financial Position Foreign Currency Derivative Assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>19b. Off Statement of Financial Position Foreign Currency Derivative Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>20. Net Foreign Currency Asset/(Liability) Position (9-18+19)</b>	<b>3,173,760</b>	<b>263,422</b>	<b>70,322</b>	<b>118,970</b>
<b>21. Net Foreign Currency Asset/(Liability) Position of Monetary Items (1+2a+5+6a-10-11-12a-14-15-16a)</b>	<b>218,582</b>	<b>69,381</b>	<b>(43,807)</b>	<b>56,823</b>

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 35 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

#### a) Market risk (Continued)

##### a.1) Foreign currency risk (Continued)

31 December 2020	TRY Equivalent	USD	EUR	Other
1. Trade Receivables	149,713	5,792	10,408	13,443
2a. Monetary Financial Assets (Cash, banks included)	1,714,286	178,230	43,041	18,280
2b. Non-Monetary Financial Assets	1,605,900	197,217	14,256	29,812
3. Other	5,806	233	380	672
<b>4. Current Assets (1+2+3)</b>	<b>3,475,705</b>	<b>381,472</b>	<b>68,085</b>	<b>62,207</b>
5. Trade Receivables	-	-	-	-
6a. Monetary Financial Assets	-	-	-	-
6b. Non-Monetary Financial Assets	-	-	-	-
7. Other	-	-	-	-
<b>8. Non-Current Assets (5+6+7)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>9. Total Assets (4+8)</b>	<b>3,475,705</b>	<b>381,472</b>	<b>68,085</b>	<b>62,207</b>
10. Trade Payables	355,976	34,228	11,623	27
11. Financial Liabilities	82,822	2,270	7,344	-
12a. Other Monetary Liabilities	1,458	109	73	-
12b. Other Non-Monetary Liabilities	-	-	-	-
<b>13. Short Term Liabilities (10+11+12)</b>	<b>440,256</b>	<b>36,607</b>	<b>19,040</b>	<b>27</b>
14. Trade Payables	-	-	-	-
15. Financial Liabilities	253,241	2,736	25,884	-
16a. Other Monetary Liabilities	-	-	-	-
16b. Other Non-Monetary Liabilities	-	-	-	-
<b>17. Non-Current Liabilities (14+15+16)</b>	<b>253,241</b>	<b>2,736</b>	<b>25,884</b>	<b>-</b>
<b>18. Total Liabilities (13+17)</b>	<b>693,497</b>	<b>39,343</b>	<b>44,924</b>	<b>27</b>
<b>19. Net Asset/(Liability) Position Of Off Statement of Financial Position Derivative Instruments (19a-19b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>19a. Off Statement of Financial Position Foreign Currency Derivative Assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>19b. Off Statement of Financial Position Foreign Currency Derivative Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>20. Net Foreign Currency Asset/(Liability) Position (9-18+19)</b>	<b>2,782,207</b>	<b>342,129</b>	<b>23,161</b>	<b>62,180</b>
<b>21. Net Foreign Currency Asset/(Liability) Position of Monetary Items (1+2a+5+6a-10-11-12a-14-15-16a)</b>	<b>1,170,503</b>	<b>144,679</b>	<b>8,525</b>	<b>31,696</b>



# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 35 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

#### a) Market risk (Continued)

##### a.1) Foreign currency risk (Continued)

30 September 2021

	Income/(Loss)	
	Foreign currency appreciates	Foreign currency depreciates
If the USD had changed by 20% against the TRY		
1- USD net assets)/(liabilities)	465,904	(465,904)
2- Hedging amount of USD (-)	-	-
<b>3- USD net effect on income/(loss) (1+2)</b>	<b>465,904</b>	<b>(465,904)</b>

If the EUR had changed by 20% against the TRY

4- EUR net assets)/(liabilities)	145,053	(145,053)
5- Hedging amount of EUR (-)	-	-
<b>6- EUR net effect on income/(loss) (4+5)</b>	<b>145,053</b>	<b>(145,053)</b>

If the other currencies had changed by 20% against the TRY

7- Other currency net assets)/(liabilities)	23,794	(23,794)
8- Hedging amount of other currency (-)	-	-
<b>9- Other currency net effect on (loss)/income (7+8)</b>	<b>23,794</b>	<b>(23,794)</b>
<b>TOTAL (3+6+9)</b>	<b>634,751</b>	<b>(634,751)</b>

31 December 2020

	Income/(Loss)	
	Foreign currency appreciates	Foreign currency depreciates
If the USD had changed by 20% against the TRY		
1- USD net assets)/(liabilities)	502,280	(502,280)
2- Hedging amount of USD (-)	-	-
<b>3- USD net effect on income/(loss) (1+2)</b>	<b>502,280</b>	<b>(502,280)</b>

If the EUR had changed by 20% against the TRY

4- EUR net assets)/(liabilities)	41,726	(41,726)
5- Hedging amount of EUR (-)	-	-
<b>6- EUR net effect on (loss)/income (4+5)</b>	<b>41,726</b>	<b>(41,726)</b>

If the other currencies had changed by 20% against the TRY

7- Other currency net assets)/(liabilities)	12,436	(12,436)
8- Hedging amount of other currency (-)	-	-
<b>9- Other currency net effect on (loss)/income (7+8)</b>	<b>12,436</b>	<b>(12,436)</b>
<b>TOTAL (3+6+9)</b>	<b>556,442</b>	<b>(556,442)</b>

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 35 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

##### a) *Market risk (Continued)*

##### a.2) *Interest rate risk*

Other operating segments are exposed to interest rate risk because of financial liabilities of these segments. Financial obligations in this segment are mainly composed of floating rate borrowings.

As of 30 September 2021, there is no floating interest rate loan in US Dollars (31 December 2020: None).

As of 30 September 2021 if interest rates on Euro denominated borrowings had been higher/lower by 100 basis points with all other variables held constant, profit before income taxes would have been TRY2,990 (31 December 2020: TRY1,028) higher/lower, mainly as a result of additional interest expense on floating rate borrowings.

The table presenting Group's fixed and floating rate financial instruments is shown below:

	30 September 2021	31 December 2020
<b>Financial instruments with fixed rate</b>		
Financial assets		
- Banks (Note 6)	1,490,070	2,338,267
- Financial investments (Note 7)	3,309,630	2,424,023
Financial liabilities (Note 8)	3,095,532	2,795,505
<b>Financial instruments with floating rate</b>		
Financial liabilities (Note 8)	299,027	102,756

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 35 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

#### a) Market risk (Continued)

#### a.2) Interest rate risk (Continued)

The average annual interest rates (%) of the Group's financial assets and liabilities are as follows:

	30 September 2021			31 December 2020		
	USD	EUR	TRY	USD	EUR	TRY
<b>Assets</b>						
Cash and cash equivalents (Note 6)	0.05 - 5.05	0.01 - 3.50	10.00 - 19.50	0.05 - 3.60	2.20 - 3.10	13.57 - 17.75
Financial investments	0.12 - 13.87	4.12 - 5.20	20.50 - 22.00	2.50 - 13.87	2.37 - 5.20	-
<b>Liabilities</b>						
Financial liabilities (Note 8)	1.23 - 12.41	0.60 - 4.65	6.80 - 26.15	5.45 - 12.41	0.60 - 4.65	3.60 - 26.15

The distribution of interest rate sensitivity regarding the remaining period for repricing of financial assets and liabilities is as follows:

	Up to 1 year	1 year- 5 years	Over 5 years	Free of Interest	Total
<b>30 September 2021</b>					
<b>Assets</b>					
Cash and cash equivalents (Note 6)	1,490,070	-	-	1,775,271	3,265,341
Financial investments (Note 7)	3,309,630	-	-	-	3,309,630
<b>Total</b>	<b>4,799,700</b>	<b>-</b>	<b>-</b>	<b>1,775,271</b>	<b>6,574,971</b>
Short and long term financial liabilities (Note 8) <sup>(1)</sup>	2,260,166	971,109	163,284	-	3,394,559
<b>Total</b>	<b>2,260,166</b>	<b>971,109</b>	<b>163,284</b>	<b>-</b>	<b>3,394,559</b>
<b>31 December 2020</b>					
<b>Assets</b>					
Cash and cash equivalents (Note 6)	2,338,267	-	-	567,680	2,905,947
Financial investments (Note 7)	2,424,023	-	-	-	2,424,023
<b>Total</b>	<b>4,762,290</b>	<b>-</b>	<b>-</b>	<b>567,680</b>	<b>5,329,970</b>
Short and long term financial liabilities (Note 8) <sup>(1)</sup>	1,837,220	1,016,873	44,172	-	2,898,265
<b>Total</b>	<b>1,837,220</b>	<b>1,016,873</b>	<b>44,172</b>	<b>-</b>	<b>2,898,265</b>

<sup>(1)</sup> Bank borrowings and financial leasing amounts are included in the distribution of interest rate sensitivity regarding the remaining time to repricing of financial borrowings.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 35 - 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 30 September 2021 is as follows:

	Trade receivables		Other receivables		Cash on deposit
	Related party	Other	Related party	Other	
<b>Maximum net credit risk as of the reporting date</b>	<b>82,623</b>	<b>2,518,758</b>	<b>110</b>	<b>37,559</b>	<b>3,263,140</b>
<b>- The part of maximum risk under guarantee with collateral</b>	<b>-</b>	<b>1,880,083</b>	<b>-</b>	<b>-</b>	<b>-</b>
 A. Net book value of neither past due nor impaired financial assets	82,623	2,347,598	110	37,559	3,263,140
- Guaranteed amount by collateral	-	1,780,073	-	-	-
 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)	-	171,160	-	-	-
- Guaranteed amount by collateral (Note 9)	-	100,010	-	-	-
 D. Impaired asset net book value	-	-	-	-	-
- Past due (gross amount) (Note 9, 19)	-	120,995	-	-	-
- Impairment (-) (Note 9, 19)	-	(120,995)	-	-	-
- Net value collateralized or guaranteed	-	-	-	-	-

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 35 - 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 2020 is as follows:

	Trade receivables		Other receivables		Cash on deposit
	Related party	Other	Related party	Other	
Maximum net credit risk as of the reporting date	4,809	1,810,019	-	33,669	2,903,415
- The part of maximum risk under guarantee with collateral	-	1,381,760	-	-	-
A. Net book value of neither past due nor impaired financial assets	4,809	1,707,025	-	33,669	2,903,415
- Guaranteed amount by collateral	-	1,316,609	-	-	-
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)	-	102,994	-	-	-
- Guaranteed amount by collateral (Note 9)	-	65,151	-	-	-
D. Impaired asset net book value	-	-	-	-	-
- Past due (gross amount) (Note 9, 19)	-	115,951	-	-	-
- Impairment (-) (Note 9, 19)	-	(115,951)	-	-	-
- Net value collateralized or guaranteed	-	-	-	-	-

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

**NOTE 35 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)****b) Credit risk (Continued)**

The aging of the receivables of the Group, which are past due but not impaired including related party balances by taking into consideration past due dates are as follows:

	30 September 2021		31 December 2020	
	Related party	Other receivables	Related party	Other receivables
Maturity				
1-30 days overdue	-	84,543	-	39,637
1-3 months overdue	-	36,843	-	12,545
3-12 months overdue	-	9,885	-	15,657
1-5 years overdue	-	39,770	-	35,067
More than 5 years overdue	-	119	-	88
<b>Total</b>	<b>-</b>	<b>171,160</b>	<b>-</b>	<b>102,994</b>

	30 September 2021			31 December 2020		
	Trade receivables	Credit loss ratio	Expected credit loss <sup>(1)</sup>	Trade receivables	Credit loss ratio	Expected credit loss <sup>(1)</sup>
Not overdue	765	1.69%	13	1,163	2.86%	33
1 - 30 days overdue	202	2.36%	5	477	5.80%	28
1 - 3 months overdue	269	2.59%	7	899	6.79%	61
3 - 12 months overdue	1,086	3.35%	36	443	9.52%	42
More than 1 year overdue	2,412	5.15%	124	1,925	18.63%	359
<b>Total</b>	<b>4,734</b>		<b>185</b>	<b>4,907</b>		<b>523</b>

<sup>(1)</sup> The balance consists of trade receivables of the companies for which the credit loss is calculated.

**c) Liquidity risk**

Conservative liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit facilities and the ability to close out market positions. Due to the dynamic nature of the underlying business, the Group aims maintaining flexibility in funding by keeping committed credit lines available.

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 35 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

#### c) Liquidity risk (Continued)

As of 30 September 2021 and 31 December 2020 undiscounted cash flows of financial liabilities based on the agreement maturities are as follows:

30 September 2021	Book value	Contractual undiscounted cash flow	Less than 3 months	3-12 months	1-5 years	Over 5 years
<b>Non-derivative financial liabilities</b>						
Short term and long term						
financial liabilities (Note 8)	3,084,446	3,447,223	1,666,878	722,162	936,167	122,016
Lease payables (Note 8)	310,113	405,116	11,236	55,600	176,215	162,065
Trade payables to non-related parties (Note 9)	1,393,012	1,394,983	1,389,404	5,579	-	-
Other payables to non-related parties (Note 10)	44,119	44,119	43,987	132	-	-
Trade payables to related parties (Note 34)	1,994	1,994	1,994	-	-	-
Payables related to						
employee benefits (Note 23)	23,198	23,198	-	23,198	-	-
Deferred income (Note 21)	89,673	89,673	72,167	-	17,506	-
Other short-term provisions (Note 18)	32,796	32,796	32,796	-	-	-
<b>Total</b>	<b>4,979,351</b>	<b>5,439,102</b>	<b>3,218,462</b>	<b>806,671</b>	<b>1,129,888</b>	<b>284,081</b>
31 December 2020	Book value	Contractual undiscounted cash flow	Less than 3 months	3-12 months	1-5 years	Over 5 years
<b>Non-derivative financial liabilities</b>						
Short term and long term						
financial liabilities (Note 8)	2,686,821	3,025,031	1,039,677	1,348,393	592,200	44,761
Lease payables (Note 8)	211,440	361,046	13,131	55,911	125,428	166,576
Trade payables to non-related parties (Note 9)	714,181	715,492	707,364	8,128	-	-
Other payables to non-related parties (Note 10)	160,902	160,902	150,449	1,612	8,841	-
Trade payables to related parties (Note 34)	1,726	1,726	1,726	-	-	-
Payables related to						
employee benefits (Note 23)	31,019	31,019	-	31,019	-	-
Deferred income (Note 21)	55,289	55,289	43,219	-	12,070	-
Other short-term provisions (Note 18)	16,826	16,826	16,826	-	-	-
<b>Total</b>	<b>3,878,204</b>	<b>4,367,331</b>	<b>1,972,392</b>	<b>1,445,063</b>	<b>738,539</b>	<b>211,337</b>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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**NOTE 35 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)**

**d) *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 collectibility. 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.

***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.

**e) *Capital risk management***

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The Group monitors capital on the basis of the net liability/total equity ratio. Net liability is calculated as the total liability less cash and cash equivalents, derivative instruments and tax liabilities. Total equity is calculated as the total of net liability and the equity as shown in the consolidated statement of financial position.



## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 35 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

##### e) *Capital risk management (Continued)*

The net financial liability/total equity ratio as of 30 September 2021 and 31 December 2020 is summarized below:

	30 September 2021	31 December 2020
Total financial liability <sup>(1)</sup>	3,394,559	2,898,261
Less: Cash and cash equivalents (Note 6)	(3,265,341)	(2,905,947)
<b>Net financial liabilities</b>	<b>129,218</b>	<b>(7,686)</b>
Equity attributable to equity holders of the parent company	9,722,119	8,439,989
<b>Total equity</b>	<b>9,851,337</b>	<b>8,432,303</b>
<b>Net financial liability/Total equity ratio</b>	<b>1.31%</b>	<b>(0.09%)</b>

<sup>(1)</sup> The amounts are calculated by deducting the non-financial liability accounts from the total liability.

## DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

#### NOTE 36 - 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:

	30 September 2021	Fair value level as of reporting date		
		Level 1 TRY	Level 2 TRY	Level 3 TRY
<b>Financial assets</b>				
Derivative instruments				
held for sale at fair value				
through profit or loss (Note 22)	35,859	-	35,859	-
Available-for-sale financial assets				
held at fair value				
through other comprehensive				
income statement (Note 7)	243,550	-	243,550	-
Bonds, bills and stocks (Note 7)	3,309,630	3,309,630	-	-
<b>Total</b>	<b>3,589,039</b>	<b>3,309,630</b>	<b>279,409</b>	<b>-</b>
<b>Financial liabilities</b>				
Derivative instruments				
held for sale at fair value				
through profit or loss (Note 22)	52,929	-	-	52,929
<b>Total</b>	<b>52,929</b>	<b>-</b>	<b>-</b>	<b>52,929</b>

# DOĞAN ŞİRKETLER GRUBU HOLDİNG A.Ş.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021

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

### NOTE 36 - FINANCIAL INSTRUMENTS (Continued)

#### Fair Value of Financial Instruments (Continued)

Financial assets	31 December 2020	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 (Note 22)	22,683	-	22,683	-
Available-for-sale financial assets held at fair value through other comprehensive income statement (Note 7)	192,089	-	192,089	-
Bonds, bills and stocks (Note 7)	2,424,023	2,424,023	-	-
<b>Total</b>	<b>2,638,795</b>	<b>2,424,023</b>	<b>214,772</b>	<b>-</b>
<b>Financial liabilities</b>				
Derivative instruments held for sale at fair value through profit or loss (Note 22)	41,263	-	-	41,263
<b>Total</b>	<b>41,263</b>	<b>-</b>	<b>-</b>	<b>41,263</b>

### NOTE 37 - SHARES IN OTHER OPERATIONS

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

AYTEMİZ	30 September 2021	31 December 2020
Current assets	1,434,508	1,188,295
Non-current assets	941,092	865,765
Short-term liabilities	1,433,969	995,684
Long-term liabilities	196,593	357,936
Total equity	745,037	700,439
	<b>1 January - 30 September 2021</b>	<b>1 January - 30 September 2020</b>
Revenue	7,510,732	5,613,002
Cost of sales	(7,145,143)	(5,368,097)
Gross profit/(loss)	365,589	244,905
Profit/(loss) before taxation	68,069	(3,849)
Total comprehensive income/(loss)	55,470	(8,201)

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2021**

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

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**NOTE 38 - SUBSEQUENT EVENTS**

Subsequent significant events are as follows;

**Subsidiary Acquisitions**

By Ditaş, the subsidiary of the Group, on 4 October 2021;

- a. 3S Kalıp Aparat Makina Sanayi ve Ticaret Anonim Şirketi ("3S Kalıp"), which is registered in the Bursa Trade Registry with the registration number 71397 and is engaged in the production of sheet metal molds for the automotive industry, among other issues, 420,000 (four hundred and twenty thousand) shares representing 70% of the paid-in capital, out of 600,000 (six hundred thousand) shares, each of which is registered, with a nominal value of TRY1 (one) , representing a fully paid-in TRY600,000 (six hundred thousand) capital.
- b. Profil Sanayi ve Ticaret Anonim Şirketi ("Profil Sanayi"), which is registered in Bursa Trade Registry with the registration number 17149, is engaged in the manufacturing and trading of all kinds of profiles and spare parts for the automotive industry, among other things. 7,875,000 (seven million eight hundred seventyfive thousand) shares representing 70% of the paid-in capital, out of 11,250,000 (eleven million two hundred and fifty thousand) shares, all of which are registered shares representing the TRY11,250,000 Turkish Lira capital, each with a nominal value of 1 (one) Turkish Lira,

have been decided to be purchased as a result of negotiations depending on the fulfillment of the closing conditions and it was decided to start the purchasing process from Sezayi Sezer and Rabia Sezer for a total price of EUR 2,850,000 (exact). The sales and transfer process of shares will occur with the "Closing" and some adjustments may be made in the purchase price following the "Closing".

**Capital Increase**

The group's subsidiary DHI Investment B.V. ("DHI") will be authorised for the allocation of new credit limits in domestic and foreign banks and financial institutions for the purpose of providing financing under good conditions for the domestic and foreign share and/or asset transfer projects which can be evaluated in the future by our Group, by improving the existing relations with banks and financial institutions and creating new relations. Therefore, DHI's paid in capital is increased in the amount of EUR 60,000,000 (exact), which will be fully provided in cash. This amount was paid to DHI's bank account in Turkey.

**Permission of Debt Instrument Issuance**

In the weekly bulletin of the Capital Markets Board ("CMB") published on 27 October 2021, the application of the Group's subsidiary D Investment Bank to act as an intermediary in public offering, portfolio intermediation and limited custody has been decided to be approved. Bonds/Financing Bonds with a nominal issuance ceiling of TRY1,200,000,000 (exact), will be issued to Assigned/Qualified Investors.

The group's subsidiary Doruk Faktoring's bond/financial bond issuance request for qualified investors which has TRY 98,000,000 (exact) upper limit was deemed appropriate by the CMB with the decision No. 50/1455, dated 30 September 2021.

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