

HACI ÖMER SABANCI HOLDİNG A.Ş.

**CONVENIENCE TRANSLATION INTO ENGLISH OF
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD 1 JANUARY – 30 SEPTEMBER 2022**

(ORIGINALLY ISSUED IN TURKISH)

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HACI ÖMER SABANCI HOLDİNG A.Ş.**CONSOLIDATED BALANCE SHEET AT 30 SEPTEMBER 2022 AND 31 DECEMBER 2021**

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

ASSETS	Note	Not Reviewed	Audited
	References	30 September	31 December
		2022	2021
Current Assets		651.195.988	465.289.463
Cash and Cash Equivalents		66.437.497	69.417.883
Reserve Deposits with the Central Bank of the Republic of Turkey		127.453.054	81.792.492
Financial Investments		42.340.554	40.134.206
- Fair Value Through Profit or Loss	5.a	9.722.972	11.288.001
- Fair Value Through Other Comprehensive Income	5.b	14.327.714	15.853.577
- At Amortized Cost	5.c	17.320.965	12.629.008
- Time Deposit	5.d	968.903	363.620
Trade Receivables		6.754.737	4.254.881
- Trade receivables from related parties		258.367	203.792
- Trade receivables from non-related parties		6.496.370	4.051.089
Receivables from Finance Sector Operations	24	350.397.863	225.676.033
Other Receivables	8	6.526.663	3.753.288
Derivative Financial Instruments	23	14.907.151	23.646.983
Inventories		13.815.133	7.520.997
Prepaid Expenses		11.508.626	2.353.369
Deferred Insurance Expenses		807.753	474.946
Assets Related to Current Tax	22	350.315	136.708
Other Current Assets	16	9.624.022	5.433.104
		650.923.368	464.594.890
Non-current Assets Held for Sale	18	272.620	694.573
Non-current Assets		501.320.584	354.474.326
Financial Assets		213.970.417	131.979.497
- Fair Value Through Other Comprehensive Income	5.b	143.409.565	87.077.994
- At Amortized Cost	5.c	70.560.852	44.901.503
Trade Receivables		1.404	6.086
- Trade receivables from non-related parties		1.404	6.086
Receivables From Finance Sector Operations	24	199.019.313	160.936.678
Other Receivables	8	1.184.297	503.230
Derivative Financial Instruments	23	42.004.177	27.349.132
Investments Accounted Through Equity Method	9	11.804.604	8.763.569
Investment Property		507.271	383.871
Property, Plant and Equipment	10	13.809.611	10.569.872
Right Of Use Assets	12	2.711.795	1.980.324
Intangible Assets		13.695.238	10.480.408
- Goodwill	13	4.400.344	2.522.764
- Other Intangible Asset	11	9.294.894	7.957.644
Prepaid Expenses		420.621	46.052
Deferred Insurance Expenses		830.420	642.071
Deferred Tax Assets	22	1.132.918	660.696
Other Non-current Assets	16	228.498	172.840
Total Assets		1.152.516.572	819.763.789

These consolidated financial statements have been approved for issue by the Board of Directors on 3 November 2022. General Assembly has the right to change these consolidated financial statements.

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

CONSOLIDATED BALANCE SHEET AT 30 SEPTEMBER 2022 AND 31 DECEMBER 2021

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

	Note References	Not Reviewed 30 September 2022	Audited 31 December 2021
LIABILITIES			
Current Liabilities		846.483.410	606.207.659
Short Term Borrowings	6	39.848.825	26.193.026
Current Portion of Long-Term Borrowings	6	41.072.154	27.179.115
Short Term Lease Liabilities	7	560.996	382.607
Trade Payables		14.462.154	8.739.683
- Trade payables to related parties		468.872	109.484
- Trade payables to non-related parties		13.993.282	8.630.199
Payables from Finance Sector Operations	25	682.753.162	495.202.504
Payables related to Employee Benefits		315.775	133.906
Other Payables	8	29.634.934	16.992.367
Derivative Financial Instruments	23	10.594.845	14.714.467
Deferred Income		443.097	248.442
Income Taxes Payable	22	3.254.079	1.756.390
Short Term Provisions		14.929.103	11.151.910
- Short Term Provisions for Employee Benefits		1.162.808	768.587
- Insurance Technical Provisions	14	12.682.068	9.328.281
- Other Short-Term Provisions	14	1.084.227	1.055.042
Other Short-Term Liabilities	16	8.606.106	3.513.242
		846.475.230	606.207.659
Liabilities Classified as Held for Sale	18	8.180	-
Long Term Liabilities		141.246.858	109.951.948
Long Term Borrowings	6	72.176.641	64.396.093
Long Term Lease Liabilities	7	2.511.426	1.844.517
Payables from Finance Sector Operations	25	25.338.499	17.327.199
Other Payables	8	14.501.975	7.145.569
Derivative Financial Instruments	23	11.019.754	11.219.270
Government Incentives and Grants		29.399	-
Deferred Income		298.162	221.404
Long Term Provisions		11.215.845	6.380.764
- Long Term Provisions for Employee Benefits		1.694.821	1.051.410
- Insurance Technical Provisions	14	7.685.547	4.766.880
- Other Long-Term Provisions	14	1.835.477	562.474
Taxes and Funds Payable		13.703	10.233
Deferred Tax Liabilities	22	3.630.064	1.382.161
Other Long-Term Liabilities	16	511.390	24.738
EQUITY		164.786.304	103.604.182
Equity Attributable to The Parent	17	81.532.858	51.416.916
Share Capital	17	2.040.404	2.040.404
Adjustments to Share Capital		3.426.761	3.426.761
Share Premium	17	22.237	22.237
Treasury Shares (-)	17	(1.426.659)	(298.646)
Other Equity Shares		25.461	-
Other Comprehensive Income or Expenses That Will Not Be Reclassified to Profit or Loss		(394.453)	(238.606)
- Actuarial Gain/Loss		(394.453)	(238.606)
Other Comprehensive Income or Expenses That Will Be Reclassified to Profit or Loss		9.151.709	3.521.468
- Currency Translation Reserve	17	9.987.101	6.690.649
- Gains/Losses on Hedge	17	(2.097.430)	(2.450.148)
- Revaluation Reserve	17	1.262.038	(719.033)
Restricted Reserves	17	3.064.651	1.532.498
Retained Earnings		38.407.391	29.378.702
Net Income for the Period		27.215.356	12.032.098
Non-controlling Interests		83.253.446	52.187.266
TOTAL EQUITY AND LIABILITIES		1.152.516.572	819.763.789

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED 30 SEPTEMBER 2022 AND 2021

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

	Note References	Not Reviewed 1 January - 30 September 2022	Not Reviewed 1 January - 30 September 2021	Not Reviewed 1 July- 30 September 2022	Not Reviewed 1 July- 30 September 2021
CONTINUING OPERATIONS					
Sales (net)	4	46.517.068	20.864.465	18.466.676	7.855.015
Cost of Sales (-)	4	(37.051.857)	(16.207.445)	(14.817.575)	(6.150.654)
Gross Profit from Non-Financial Operations		9.465.211	4.657.020	3.649.101	1.704.361
Interest, Premium, Commission and Other Income	4	107.908.844	38.106.257	46.248.567	15.514.776
Interest, Premium, Commission and Other Expense (-)	4	(43.590.790)	(21.003.831)	(18.507.767)	(8.516.080)
Gross Profit from Financial Operations		64.318.054	17.102.426	27.740.800	6.998.696
GROSS PROFIT		73.783.265	21.759.446	31.389.901	8.703.057
General and Administrative Expenses (-)		(16.606.193)	(7.818.618)	(6.719.910)	(3.036.575)
Marketing Expenses (-)		(4.102.523)	(2.170.582)	(1.641.951)	(787.755)
Research and Development Expenses (-)		(67.557)	(34.111)	(28.678)	(11.613)
Other Income from Operating Activities	19	8.142.110	1.636.943	3.216.843	549.860
Other Expense from Operating Activities (-)	19	(3.884.556)	(1.419.679)	(1.521.202)	(501.203)
Share of Profit of Investments Accounted for Using the Equity Method	9	4.486.557	1.734.441	1.994.461	521.549
OPERATING PROFIT		61.751.103	13.687.840	26.689.464	5.437.320
Income from Investing Activities	20	5.531.897	1.648.756	1.993.743	1.508.654
Expense from Investing Activities (-)	20	(3.171)	(8.517)	(87)	(6.738)
OPERATING PROFIT BEFORE FINANCIAL EXPENSES		67.279.829	15.328.079	28.683.120	6.939.236
Financial Income	21	977.579	113.203	497.534	43.856
Financial Expenses (-)	21	(1.950.396)	(877.863)	(876.473)	(288.492)
INCOME BEFORE TAX FROM CONTINUING OPERATIONS		66.307.012	14.563.419	28.304.181	6.694.600
Tax Expense from Continuing Operations					
Current Tax Expense		(13.791.935)	(2.758.894)	(8.730.707)	(1.452.980)
Deferred Tax Income/(Expense)	22	(111.698)	(121.601)	2.755.306	223.875
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		52.403.379	11.682.924	22.328.780	5.465.495
DISCONTINUED OPERATIONS					
Profit After Tax From Discontinued Operations		(2.461)	(4.342)	(67)	(140)
PROFIT FOR THE PERIOD		52.400.918	11.678.582	22.328.713	5.465.355
ALLOCATION OF PROFIT					
- Non-controlling Interests		25.185.562	4.821.874	11.455.470	2.072.967
- Equity Holders of the Parent		27.215.356	6.856.708	10.873.243	3.392.388
Earnings per share					
- hundreds of ordinary shares (TRY)		13,34	3,36	5,33	1,66
Earnings per share from continuing operations					
- hundreds of ordinary shares (TRY)		13,34	3,36	5,33	1,66

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

HACI ÖMER SABANCI HOLDİNG A.Ş.**CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2022 AND 2021**

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

	Not Reviewed 1 January - 30 September 2022	Not Reviewed 1 January - 30 September 2021	Not Reviewed 1 July- 30 September 2022	Not Reviewed 1 July- 30 September 2021
INCOME FOR THE PERIOD	52.400.918	11.678.582	22.328.713	5.465.355
Other Comprehensive Income / (Loss):				
Items that will not be Reclassified				
To Profit or Loss	(313.393)	(40.048)	(32.553)	(1.842)
Actuarial (losses) / gains	(295.812)	(39.863)	(38.408)	(3.702)
Other comprehensive income/(expense) shares of investments accounted by equity method, after tax	(17.581)	(185)	5.855	1.860
Items that will be Reclassified				
To Profit or Loss	12.189.681	1.287.153	3.471.890	(214.056)
Gains/(losses) on available for sale financial assets transferred to the income statement, after tax	5.201.603	(1.047.279)	2.067.879	(486.539)
Currency translation differences	6.037.312	1.679.357	2.043.454	10.988
Cash flow hedges, after tax	2.943.619	1.369.074	(29.389)	168.727
Profit/(loss) from the derivative financial assets related to the hedging of net investment in a foreign operation, after tax	(1.922.015)	(740.965)	(484.408)	19.712
Other comprehensive income/(expense) shares of investments accounted by equity method, after tax	(70.838)	26.966	(125.646)	73.056
OTHER COMPREHENSIVE INCOME (AFTER TAX)	11.876.288	1.247.105	3.439.337	(215.898)
TOTAL COMPREHENSIVE INCOME	64.277.206	12.925.687	25.768.050	5.249.457
ALLOCATION OF TOTAL COMPREHENSIVE INCOME				
- Non-controlling Interests	31.587.456	5.390.846	13.309.834	1.910.631
- Equity Holders of the Parent	32.689.750	7.534.841	12.458.216	3.338.826

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD 1 JANUARY - 30 SEPTEMBER 2022 AND 2021

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

	Accumulated Other Comprehensive Income or Loss That Will														
						Not be reclassified	Be reclassified								
	Share capital	Adjustment to share capital	Treasury shares	Share premium	Other equity shares	Profit or Loss	Actuarial gains / losses	Currency translation reserve	Hedge reserve	Revaluation funds	Restricted reserve	Retained earnings	Net income for the year	Equity attributable to the parent	Non-controlling interest
Balance at 1 January 2021	2.040.404	3.426.761	(190.470)	22.237	-	(150.921)	2.684.551	(1.755.742)	207.135	1.223.543	25.721.428	4.767.573	37.996.499	38.786.395	76.782.894
Transfers	-	-	-	-	-	-	-	-	-	146.726	4.620.847	(4.767.573)	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	(733.591)	-	(733.591)	(414.157)	(1.147.748)
Capital increase	-	-	-	-	-	-	-	-	-	-	-	-	-	139.339	139.339
Subsidiary acquisition	-	-	-	-	-	-	-	-	-	-	-	-	-	3.178.518	3.178.518
Changes in ownership interests in subsidiaries that do not result in a loss of control	-	-	-	-	-	-	29.335	-	-	-	(12.116)	-	17.219	(17.219)	-
Total comprehensive income	-	-	-	-	-	(18.458)	858.472	289.120	(451.001)	-	-	6.856.708	7.534.841	5.390.846	12.925.687
Balances at 30 September 2021	2.040.404	3.426.761	(190.470)	22.237	-	(169.379)	3.572.358	(1.466.622)	(243.866)	1.370.269	29.596.568	6.856.708	44.814.968	47.063.722	91.878.690
Balance at 1 January 2022	2.040.404	3.426.761	(298.646)	22.237	-	(238.606)	6.690.649	(2.450.148)	(719.033)	1.532.498	29.378.702	12.032.098	51.416.916	52.187.266	103.604.182
Transfers	-	-	-	-	-	-	-	-	-	404.140	11.627.958	(12.032.098)	-	-	-
Dividends(*)	-	-	-	-	-	-	-	-	-	-	(1.558.437)	-	(1.558.437)	(967.994)	(2.526.431)
Capital advances (**)	-	-	-	-	-	-	-	-	-	-	-	-	-	360.000	360.000
Increase / (decrease) due to share-based transactions	-	-	-	-	25.461	-	-	-	-	-	-	-	25.461	24.463	49.924
Subsidiary disposals (***)	-	-	-	-	-	-	25.245	-	-	-	-	2.643.361	2.668.606	-	2.668.606
Other changes	-	-	-	-	-	-	-	-	-	-	87.181	-	87.181	-	87.181
Subsidiary acquisition	-	-	-	-	-	-	-	-	-	-	-	-	-	62.255	62.255
Increase / (decrease) due to share buy back transactions (***)	-	-	(1.128.013)	-	-	-	-	-	-	1.128.013	(1.128.013)	-	(1.128.013)	-	(1.128.013)
Total comprehensive income	-	-	-	-	-	(155.847)	3.271.207	352.718	1.981.071	-	-	24.571.995	30.021.144	31.587.456	61.608.600
Balances at 30 September 2022	2.040.404	3.426.761	(1.426.659)	22.237	25.461	(394.453)	9.987.101	(2.097.430)	1.262.038	3.064.651	38.407.391	27.215.356	81.532.858	83.253.446	164.786.304

(*) Dividends per share paid by the Holding with a TRY1 nominal value is TRY0,75 (2021: TRY0,35).

(**) Based on the Board of Directors' decision dated August 4, a cash capital advance of TRY360.000 was provided to Aksigorta A.Ş. by each of the main shareholders of the company.

(***) Sabancı Holding's entire shares in Philsa Philip Morris Sabancı Sigara ve Tütünçülük Sanayi ve Ticaret A.Ş. and Philip Morris SA Philip Morris Sabancı Pazarlama ve Satış A.Ş. have been sold to Philip Morris Products S.A. (PM) as of 5 January 2022.

(****) Shares with a nominal value of full TRY60.620 corresponding to 2,971% of Company's share capital were repurchased amounted by TRY1.128.013, considering the transactions that were matched as of 30 September 2022,

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD 1 JANUARY - 30 SEPTEMBER 2022 AND 2021

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

	Note references	Not Reviewed 1 January - 30 September 2022	Not Reviewed 1 January - 30 September 2021
Net income from continuing operations		52.403.379	11.682.924
Net income from discontinued operations		(2.461)	(4.342)
Adjustments to reconcile income before taxation to net cash provided by operation activities:			
Tax expense/income		13.903.633	2.880.495
Depreciation and amortization expenses	4	2.413.828	1.528.036
Provision for loan losses		17.664.571	2.661.654
Changes in the fair value of derivative instruments		516.864	(5.046.671)
Interest income/expense and foreign currency gains		(32.059.164)	(4.246.202)
Provision for employment termination benefits		261.242	150.915
Impairment charge on property, plant and equipment, intangible assets and investment property		7.132	(98)
Impairment an assets held for sale		124	1.629
Income from sale of property, plant and equipment, intangible assets and investment property		(1.832.924)	(126.994)
Income from associates and joint ventures		(4.486.557)	(1.734.441)
Provision for /(reversal of) inventory impairment		(12.258)	23.895
Provision for /(reversal of) doubtful receivables		(46.863)	7.687
Unrealized foreign currency translation differences		(7.027.520)	(1.128.367)
Adjustments for losses (gains) on disposal of subsidiaries		(2.766.445)	-
Adjustments for share-based payments		49.924	-
Other adjustments related to reconciliation of profit/(loss)		-	(1.359.258)
Net cash provided by operation activities before changes in operating assets and liabilities		38.986.505	5.290.862
Changes in trade receivables		(2.193.784)	(1.119.527)
Changes in inventories		(6.115.554)	(1.320.051)
Changes in other receivables		(3.297.640)	5.191.813
Changes in prepaid expenses		(9.528.264)	(820.887)
Changes in derivative financial instruments		(10.234.351)	2.367.168
Changes in other assets		(5.627.296)	(6.541.172)
Changes in trade payables		5.557.009	455.091
Changes in other liabilities and other payables		36.150.269	15.981.279
Net cash provided in operating activities of assets classified as held for sale		430.009	(45.121)
Changes in assets and liabilities in finance segment:			
Changes in financial investments		4.585.769	(2.074.402)
Changes in receivables from finance sector operations		(176.498.523)	(45.642.026)
Changes in payables from finance sector operations		198.595.888	83.564.423
Changes in Central Bank of the Republic of Turkey account		(45.660.562)	(23.256.352)
Income taxes paid		(12.507.853)	(2.137.523)
Employment termination benefits paid		(100.886)	(101.975)
Net cash provided from operating activities		12.540.736	29.791.600
Cash flow from investing activities			
Sale / (Proceed) of fair value through other comprehensive income or amortized cost at financial asset		(53.803.263)	(26.051.338)
Capital expenditures		(4.119.078)	(937.655)
Proceeds from sales of property, plant, equipment and intangible assets		2.372.478	403.115
Cash outflows related to purchases for obtaining control of subsidiaries		(1.248.763)	3.499.068
Cash outflows from acquisitions or capital increases in associates and/or joint ventures		-	(150.000)
Cash inflows caused by share sales or capital decrease of associates and/or joint ventures		3.069.577	-
Dividends received		1.354.860	1.186.775
Other cash inflows/outflows		151.040	(1.339.487)
Net cash provided from / (used in) investing activities		(52.223.149)	(23.389.522)
Cash flow from financing activities			
Proceeds from changes in ownership interests in subsidiaries that do not result in loss of control		-	139.339
Cash inflows from financial liabilities		38.989.320	13.622.435
Cash outflows from repayments of borrowings		(7.039.354)	(5.488.912)
Cash outflows from payments of lease liabilities		(749.051)	(590.719)
Share Buyback		(1.128.013)	-
Interest received		12.770	9.047
Dividends paid		(2.526.431)	(1.147.748)
Cash inflows from capital advances		360.000	-
Net cash provided from / (used in) financing activities		27.919.241	6.543.442
Effect of change in foreign currency rates on cash and cash equivalents		11.892.677	2.300.683
Net increase / (decrease) in cash and cash equivalents		129.505	15.246.203
Cash and cash equivalents in the beginning of the period (*)		51.775.624	15.485.011
Cash and cash equivalents at the end of the period		51.905.129	30.731.214

(*) Cash and cash equivalents comprise interest accruals of TRY5.780 at the end of the period (31 December 2021: TRY1.491). Restricted deposit is TRY17.642.259 at the beginning of period and TRY14.526.589 at the end of the current period. (31 December 2021: TRY4.342.775 and TRY17.642.259 respectively).

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 1 - ORGANIZATION AND OPERATIONS OF THE GROUP

Hacı Ömer Sabancı Holding A.Ş. (the “Holding”) was established in 1967 to coordinate and perform liaison services regarding the activities of companies operating in various fields including mainly finance, manufacturing and trade. The Holding is registered in Turkey. The number of employees as of 30 September 2022 is 64.869 (31 December 2021: 65.054). Holding’s registered address is as follows:

Sabancı Center, 4. Levent, İstanbul, Türkiye.

The Holding is registered with the Capital Markets Board (“CMB”) and its shares have been quoted on Borsa İstanbul (“BİST”) since 1997. As of 30 September 2022, the principal shareholders, and their respective shareholding rates in the Group (“Hacı Ömer Sabancı A.Ş.”) are as follows (Note 17):

	(%)
Sakıp Sabancı Holding A.Ş.	14,07
Serra Sabancı	7,22
Suzan Sabancı Dinçer	6,94
Çiğdem Sabancı Bilen	6,94
Diğer	64,83
	100,00

The Holding, its subsidiaries, associates and joint ventures are together referred as the “Group”. The Holding is managed by Sabancı Family.

Subsidiaries

As of 30 September 2022, the type of activity of subsidiaries and their respective business segments in these condensed consolidated financial statements for the interim period are as follows:

Subsidiaries	Trade Stock Market	Type of Activity	Business Segment	Number of employees	Registered Country
Akbank T.A.Ş. (“Akbank”)	BİST	Banking	Banking	17.221	Turkey
Aksigorta A.Ş. (“Aksigorta”)	BİST	Insurance	Financial Services	703	Turkey
Agesa Hayat ve Emeklilik A.Ş. (“Agesa”)	BİST	Individual Pension and Insurance	Financial Services	1.646	Turkey
Carrefoursa Carrefour Sabancı Ticaret Merkezi A.Ş. (“Carrefoursa”)	BİST	Trade	Retail	13.050	Turkey
Teknosa İç ve Dış Ticaret A.Ş. (“Teknosa”)	BİST	Trade	Retail	2.675	Turkey
Çimsa Çimento Sanayi ve Ticaret A.Ş. (“Çimsa”)	BİST	Cement	Building Materials	2.602	Turkey
Çimsa Sabancı Cement BV (“CSC BV”)	-	Cement	Building Materials	209	Holland
Kordsa Teknik Tekstil Anonim Şirketi (“Kordsa”)	BİST	Tire reinforcement	Industry	4.947	Turkey
Exsa Export Sanayi Mamulleri Satış ve Araştırma A.Ş. (“Exsa”)	-	Trade	Other	7	Turkey
Ankara Enternasyonel Otelcilik A.Ş. (“AEO”)	-	Tourism	Other	2	Turkey
Tursa Sabancı Turizm ve Yatırım İşletmeleri A.Ş. (“Tursa”)	-	Tourism	Other	2	Turkey
Sabancı Dijital Teknoloji Hizmetleri A.Ş. (“SabancıDX”)	-	Information Technology	Other	285	Turkey
Dx Technology Services and Investment BV (“Dx BV”)	-	Information Technology	Other	172	Holland
Sabancı İklim Teknolojileri A.Ş. (“Sabancı İklim Teknolojileri”)	-	Energy	Energy	-	Turkey

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 1 - ORGANIZATION AND NATURE OF OPERATIONS (Continued)

In addition, A.R.T.S., which was established as a "Structured Entity" in November 1999 to provide long-term financing from abroad, which the Bank has 100% controlling power even though it is not a subsidiary, has been included in the consolidation by full consolidation method.

Financial information according to segments for the purpose of reporting prepared in Note 4, Holding’s stand-alone financial statements have been included within the “Other” business.

Joint Ventures

As of 30 September 2022, the nature of business and operating segments of the Joint Ventures which are accounted for through equity method in the consolidated financial statements are as follows:

Joint Ventures	Traded Stock Market	Type of Activity	Business Segment	Ventures	Number of Employees
Brisa Bridgestone Sabancı Lastik Sanayi ve Ticaret A.Ş. (“Brisa”)	BİST	Tire	Industry	Bridgestone	3.746
Akçansa Çimento Sanayi ve Ticaret A.Ş. (“Akçansa”)	BİST	Cement	Building Materials	Heidelberg	2.140
Enerjisa Enerji A.Ş. (“Enerjisa Enerji”)	BİST	Energy	Energy	E.ON SE	12.572
Enerjisa Üretim Santralleri A.Ş. (“Enerjisa Üretim”)	-	Energy	Energy	E.ON SE	911
Temsa Ulaşım Araçları Sanayi ve Ticaret A.Ş. (“Temsa Ulaşım Araçları”)	-	Automotive	Other	PPF Industry CO. B.V.	1.494

All the Joint Ventures are established in Turkey.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of Presentation

2.1.1 *Statement of compliance with TAS*

Sabancı Holding, its Subsidiaries and Joint Ventures registered in Turkey maintain their books of accounts and prepare their statutory financial statements (“Statutory Financial Statements”) in TRY in accordance with the Turkish Commercial Code (“TCC”), tax legislation and the Uniform Chart of Accounts issued by the Ministry of Finance, applicable Turkish insurance laws for insurance companies and banking law, accounting principles and instructions promulgated by the Banking Regulation and Supervising Agency for banks and accounting principles issued by the CMB for listed companies. The foreign Subsidiaries and Joint Ventures maintain their books of account in accordance with the laws and regulations in force in the countries in which they are registered. These consolidated financial statements are based on the statutory records, which are maintained under historical cost conversion, with the required adjustments and reclassifications reflected for the purpose of fair presentation in accordance with the Turkish Financial Reporting Standards (“TFRS”).

The accompanying financial statements are prepared in accordance with the requirements of Capital Markets Board (“CMB”) Communiqué Serial II, no: 14.1 “Basis of Financial Reporting in Capital Markets”, which was published in the Official Gazette No:28676 on 13 June 2013. The accompanying financial statements are prepared based on the Turkish Financial Reporting Standards (“TFRS”) that have been put into effect by the Public Oversight Accounting and Auditing Standards Authority (“POA”) under Article 5 of the Communiqué.

In accordance with the Turkish Accounting Standard No: 34 “Interim Financial Reporting”, entities are allowed to prepare a complete or condensed set of interim financial statements. In this respect, the Group has preferred to prepare condensed consolidated financial statements in the interim periods. Accordingly, these interim condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2021. The interim condensed consolidated financial statements have been prepared in accordance with formats announced by CMB as of 7 June 2013 and the “Announcement regarding to TAS Taxonomy” which was published on 15 April 2019 by POA, and the format and mandatory information recommended by CMB. These interim condensed consolidated financial statements have been prepared under the historical cost conversion except for the financial assets and liabilities presented at fair values, and the revaluations related to the differences between the carrying value and fair value of the non-current assets recognized in business combinations.

Public Oversight Accounting and Auditing Standards Authority (“POA”) made an announcement on 20 January 2022 about Application of Financial Reporting in Hyperinflationary Economies for Turkish Financial Reporting Standards and Reporting Standards for Large and Medium Sized Entities. In accordance with the announcement, companies that apply TFRS should not adjust financial statements for TAS 29 - Financial Reporting in Hyperinflationary Economies for the year 2021. As of the preparation date of this consolidated financial statements, POA did not make an additional announcement and no adjustment was made to this consolidated financial statements in accordance with TAS 29 as of September 30, 2022.

Functional and Presentation Currency

The individual financial statements of each Group entity are presented in the currency of the primary economic environment in which the entity operates (its functional currency). The results and financial position of each entity are expressed in TRY, which is the functional currency of the Company, and the presentation currency for the consolidated financial statements.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

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

2.1 Basis of Presentation (Continued)

2.1.2 New and Revised Turkish Accounting Standards

The accounting policies adopted in preparation of the interim condensed consolidated financial statements as of September 30, 2022 are consistent with those of the previous financial year, except for the adoption of new and amended TFRS and TFRS interpretations effective as of January 1, 2022 and thereafter. The effects of these standards and interpretations on the Company / the Group’s financial position and performance have been disclosed in the related paragraphs.

(a) The new standards, amendments and interpretations which are effective as of January 1, 2022 are as follows:

- Amendments to TFRS 3 – Reference to the Conceptual Framework
- Amendments to TAS 16 – Proceeds before intended use
- Amendments to TAS 37 – Onerous contracts – Costs of Fulfilling a Contract
- Annual Improvements – 2018–2020 Cycle

(b) Standards issued but not yet effective and not early adopted

- Amendments to TFRS 10 and TAS 28: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- TFRS 17 - The new Standard for insurance contracts
- Amendments to TAS 1- Classification of Liabilities as Current and Non-Current Liabilities
- Amendments to TAS 8 - Definition of Accounting Estimates
- Amendments to TAS 1 - Disclosure of Accounting Policies
- Amendments to TAS 12 – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

c) The new amendments that are issued by the International Accounting Standards Board (IASB) but not issued by Public Oversight Authority (POA)

- The new amendments that are issued by the International Accounting Standards Board (IASB) but not issued by Public Oversight Authority (POA)

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

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

2.1 Basis of Presentation (Continued)

2.1.3 Basis of Consolidation

a) The consolidated financial statements include the accounts of the parent company, Hacı Ömer Sabancı Holding A.Ş., its Subsidiaries and Joint Ventures (collectively referred to as the “Group”) on the basis set out in sections (b) to (f) below. The financial statements of the companies included in the scope of consolidation have been prepared at the date of the consolidated financial statements, and are prepared in accordance with CMB Financial Reporting Standards as explained in Note 2.1.1. The result of operations of Subsidiaries, Joint Ventures and Associates are included or excluded in these consolidated financial statements subsequent to the date of acquisition or date of sale respectively.

b) Subsidiaries are companies on which the Holding has the power to control directly or indirectly. The Group has control over a company if it is exposed to variable returns because of a business relationship with a company or has right on these returns and at the same time has the power to influence these returns with its power on the company.

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

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

The companies which Holding has less than 50% shares are considered as subsidiaries since Holding exercises a dominant influence and power to govern the financial and operating policies through exercise of voting power related to shares held by Holding together with voting power which Holding effectively exercises related to shares held by Sabancı family members.

Sabancı family members allow Holding to exercise voting power in respect of shares held in these companies. In the accompanying consolidated financial statements, the shares held by Sabancı family members are presented as non-controlling interest.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

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

2.1 Basis of Presentation (Continued)

2.1.3 Basis of Consolidation (Continued)

The table below sets out all consolidated Subsidiaries and shows the proportion of ownership interest and the effective interest of the Holding in these subsidiaries on 30 September 2022 and 31 December 2021:

	30 September 2022		31 December 2021	
	Direct and indirect ownership interest by the Holding and its subsidiaries	Proportion of ownership interest	Direct and indirect ownership interest by the Holding and its Subsidiaries	Proportion of ownership interest
Joint Ventures	(%)	(%)	(%)	(%)
AEO	76,85	76,85	76,85	76,85
Agesa	40,00	40,00	40,00	40,00
Akbank	40,75	40,75	40,75	40,75
Aksigorta	36,00	36,00	36,00	36,00
Carrefoursa	57,12	57,12	57,12	57,12
CSC BV	100,00	83,24	100,00	83,24
Çimsa	63,52	58,10	63,52	58,10
Dx BV	100,00	100,00	-	-
Exsa	61,68	47,90	61,68	47,90
Kordsa	71,11	71,11	71,11	71,11
SabancıDX	100,00	100,00	100,00	100,00
Sabancı İklim				
Teknolojileri(*)	100,00	100,00	-	-
Teknosa	50,00	50,00	50,00	50,00
Tursa	100,00	100,00	100,00	100,00

(*) Sabancı İklim Teknolojileri has been incorporated with a capital of TRY250.000 by Holding as of June 8 2022, which is sole and founding shareholder.

The balance sheets and statements of profit or loss of the Subsidiaries are consolidated on a line-by-line basis and the carrying value of the shares held by the Holding and its Subsidiaries is deducted from the related shareholders' equity. Intercompany transactions and balances between the Holding and its Subsidiaries are eliminated in consolidation. The cost of financing the shares in Subsidiaries held by the Holding and its Subsidiaries and the dividends pertaining to these shares are deducted from equity and income for the period, respectively.

The Subsidiaries are included into or excluded from the scope of consolidation after the date of transmission of the control to the Group. The shares of non-controlling shareholders in the net assets and operating results of Subsidiaries are presented in the consolidated balance sheet and profit or loss table as non-controlling interests. Sabancı Family, “Sabancı Foundation” and a retirement fund for Akbank employees called “Akbank Retirement Fund” established both by Sabancı Family, have a share in the capitals of some subsidiaries and affiliates which are accounted in the consolidated financial statements. This share is considered as non-controlling share in the consolidated financial statements, and it is not included in the current period profit.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

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

2.1 Basis of Presentation (Continued)

2.1.3 Basis of Consolidation (Continued)

e) Joint venture - If Holding and its subsidiaries have rights on net assets relating to operations subject to a joint arrangement, such net assets are accounted through equity method in the consolidated financial statements.

The table below sets out the Joint Ventures and shows the proportion of ownership interest and effective interest of the Holding in these Joint Ventures on 30 September 2022 and 31 December 2021:

	30 September 2022		31 December 2021	
	Direct and indirect ownership interest by the Holding and its subsidiaries (%)	Proportion of ownership interest (%)	Direct and indirect ownership interest by the Holding and its Subsidiaries (%)	Proportion of ownership interest (%)
Joint Ventures				
Akçansa	39,72	39,72	39,72	39,72
Brisa	43,63	43,63	43,63	43,63
Enerjisa Enerji	40,00	40,00	40,00	40,00
Enerjisa Üretim	50,00	50,00	50,00	50,00
Temsa Ulaşım Araçları	50,00	23,95	50,00	23,95

Investments in Joint Ventures were consolidated by equity method. Sabancı family members do not have any interest in the share capital of the Joint Ventures

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

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

2.1 Basis of Presentation (Continued)

2.1.4 Comparatives and Restatement of Prior Year Financial Statements

The current period condensed consolidated financial statements of the Group include comparative financial information to enable the determination of the financial position and performance. Comparative figures are reclassified, where necessary, to conform to the changes in the presentation of the current period condensed consolidated financial statements.

2.2 Changes in Accounting Policies and Estimates and Errors

Changes made in the accounting policies and corrections regarding accounting errors are applied retrospectively and prior year financial statements are restated.

If changes in accounting estimates and errors are for only one period, changes are applied in the current year but if the estimated changes affect the following periods, changes are applied both in the current and following years prospectively. In the current year, there are not any material errors and changes in accounting estimate methods of the Group.

If any significant accounting errors are found out, changes are applied retrospectively, and prior year’s financial statements are restated. There has been no significant accounting error that the Group determined in the current year.

The preparation of consolidated financial statements in conformity with Turkish Financial Reporting Standards requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management’s best knowledge of current event and actions, actual results may differ from those estimates. Estimates are regularly reviewed, related corrections are adjusted and accounted for related period income statement. Changes in accounting estimates, if only for a period in which the change in the current period, if it relates to future periods, both in the period they are recognized in future periods, prospectively applied to the financials to see the effect on net profit/loss for the period.

2.3 Summary of Significant Accounting Policies

The Group prepared its financial statements in accordance with TAS 34 Interim Financial Reporting Standard for the period ended 30 September 2022. The condensed interim consolidated financial statements do not contain all information required to be included in the annual financial statements and should be read in conjunction with the annual financial statements prepared as of 31 December 2021.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 3 - BUSINESS COMBINATIONS

The business combinations between the period 1 January and 30 September 2022 are as follows

51% of the shares in Radiflow Ltd., a global cyber security company operating in the Middle East, USA, European and Asian markets, have been acquired by DxBV is a company incorporated in the Netherlands of which Holding is the sole and founding shareholder, as of May 30,2022 in consideration for USD 30.510 post customary adjustments as per acquisition and closing procedures.

Moreover, 100% of the shares in SEM İnternet Reklam Hizmetleri ve Danışmanlık A.Ş. and Liberdatum İnternet Reklam Hizmetleri ve Danışmanlık A.Ş, digital marketing companies operating in Turkey, have been acquired by DxBV as of June 30, 2022 in consideration for a total of USD 14.780 post customary adjustments as per acquisition and closing procedures. Both companies became subsidiaries of DxBV after the acquisition.

In this scope, the fair values of the identifiable assets, liabilities, and conditional liabilities of relevant companies as of the reporting period were predicted by preparing financial statements as per TFRS and were reflected in the financial statements as temporary amounts.

As per the TFRS 3 standard, the measuring period was defined to be a maximum of one year as of the date of purchase, and if added information arises following the completion of the report, additional assets and liabilities may be recognized.

Purchase price and recognized assets and liabilities at the date of purchase:

	Radiflow (Full TRY)
Purchased intangible assets	140.472.651
Purchased liabilities	131.568.222
Total net identifiable assets	8.904.429
Corresponding to %51 of the purchased	4.541.259
Cash purchase price	500.429.838
Ownership rate	%51
Goodwill	495.888.579

Purchase price and recognized assets and liabilities at the date of purchase:

	Sem&Liberdatum (Full TRY)
Purchased intangible assets	143.428.329
Purchased liabilities	106.905.337
Total net identifiable assets	36.522.992
Cash purchase price	246.260.590
Ownership rate	%100
Goodwill	209.737.598

The portion of the purchase price exceeding the fair value of the identifiable assets, liabilities and contingent liabilities acquired because of the purchase amounted by full TRY495.888.579 and full TRY209.737.598, respectively, are recorded as goodwill on balance sheet.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 3 - BUSINESS COMBINATIONS

Microtex's shares representing 60% were purchased by the Kordsa from Microtex Composites S.r.l (Microtex) on 5 August 2022 amounted by TRY502.073.

A third-party valuation institution is carrying out a study to determine the fair value of identifiable assets and liabilities via the purchasing method according to TFRS 3 Business Combinations standard (TFRS 3), the allocation of the purchasing amount to tangible and intangible fixed assets and value appraisal studies are ongoing as of the date of the report. In this scope, the fair values of the identifiable assets, liabilities, and conditional liabilities of relevant companies as of the reporting period were predicted by preparing financial statements as per TFRS and were reflected in the financial statements as temporary amounts. As per the TFRS 3 standard, the measuring period was defined to be a maximum of one year as of the date of purchase, and if added information arises following the completion of the report, additional assets and liabilities may be recognized.

Purchase price and recognized assets and liabilities at the date of purchase:

	Microtex (Full TRY)
Purchased intangible assets	498.039.328
Purchased liabilities	353.624.915
Total net identifiable assets	144.414.413
Corresponding to %60 of the purchased	86.648.648
Cash purchase price	502.073.143
Ownership rate	% 60
Goodwill	415.424.495

The portion of the purchase price exceeding the fair value of the identifiable assets, liabilities and contingent liabilities acquired as a result of the purchase amounted by TRY415.424.495 is recorded as goodwill on balance sheet.

The business combinations between the period 1 January and 31 December 2021 are as follows:

Ageas Insurance International NV (Ageas) have acquired all AvivaSA shares that representing %40 of the share capital, from Aviva International Holdings Ltd. (Aviva) as of 05 May 2021. %80 of AvivaSA's shares representing have been shared equally by the Company and Ageas as of the date and the trade name of Avivasa has been changed to AgeSa Hayat ve Emeklilik A.Ş. (Agesa) was registered in the trade registry on 8 July 2021. The Company and Ageas also own the shares representing %72 of Aksigorta's capital in equally. The Shareholders Agreement signed between the Company and Ageas with the change in the shareholding structure in Agesa which regulates the matters related to the management of Agesa as of 14 January 2021. Similarly, the Shareholders Agreement which regulates the joint management of Aksigorta between the Company and Ageas dated 18 February 2011 has also been revised and signed between the Company and Ageas as of 14 January 2021.

While the Group has been consolidated Aksigorta and Agesa companies with equity method by 36% and 40% shareholdings due to the changes on conditions of shareholders' agreements, the company have taken control of Agesa and Aksigorta and have been consolidated with full consolidation method in accordance with TFRS 3 as of July 1, 2021.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 4 - SEGMENT REPORTING

Holding key management reviews the results and performance of its reportable operating segments based on EBITDA (earnings before interest, foreign currency gains and losses and due date income and expenses as part of other operating income and expenses and depreciation and amortisation). In addition to the requirements of segment reporting, The Group’s management presented this information for certain financial statement readers to utilize this data during their analyses.

a) External Revenues (Consolidated):

	1 January - 30 September 2022	1 January - 30 September 2021
Finance	107.908.844	38.106.257
Banking	96.863.095	36.097.225
Financial Services	11.045.749	2.009.032
Industry	13.759.218	5.189.553
Retail	23.571.025	11.569.611
Building Materials	7.916.252	3.008.126
Other	1.270.573	1.097.175
Total (*)	154.425.912	58.970.722

(*) The distribution of income refers to total revenue in the consolidated income statement.

HACI ÖMER SABANCI HOLDİNG A.Ş.**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022**

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

NOTE 4 - SEGMENT REPORTING (Continued)**b) Segment assets (Consolidated):**

	30 September 2022	31 December 2021
Finance	1.093.222.557	782.773.062
Banking	1.062.408.021	759.925.181
Financial Services	30.814.536	22.847.881
Energy	1.169.082	-
Industry	23.062.712	14.250.722
Retail	13.260.396	8.085.754
Building Materials	13.760.378	8.100.013
Other	10.611.471	6.426.779
Segment assets	1.155.086.596	819.636.330
Assets classified as held for sale	272.620	694.573
Investments accounted through equity method (Note 9)	11.804.604	8.763.569
Unallocated assets	(2.457.892)	(1.349.773)
Less: intersegment eliminations	(12.189.356)	(7.980.910)
Total assets as per consolidated financial statements	1.152.516.572	819.763.789

c) Segment liabilities (Consolidated):

	30 September 2022	31 December 2021
Finance	965.820.033	702.533.005
Banking	941.395.492	685.380.986
Financial Services	24.424.541	17.152.019
Energy	309	-
Industry	13.248.624	7.674.087
Retail	13.297.710	8.277.383
Building Materials	8.090.882	5.482.272
Other	1.811.928	1.416.694
Segment liabilities	1.002.269.486	725.383.441
Liabilities related with asset classified as held for sale	8.180	-
Unallocated liabilities	(2.335.849)	(1.224.908)
Less: intersegment eliminations	(12.211.549)	(7.998.926)
Total liabilities as per consolidated financial statements	987.730.268	716.159.607

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 4 - SEGMENT REPORTING (Continued)

d) The balance sheet items by segment:

i) Banking:

	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 31 December 2021	Consolidated(**) 31 December 2021
Cash and cash equivalents	60.593.800	60.593.800	66.412.593	66.412.593
Financial assets	239.023.097	239.023.097	163.705.496	163.705.496
Derivative financial instruments	56.812.885	56.812.885	49.786.871	49.786.871
Reserve deposits with the Central Bank of Republic of Turkey	128.685.318	128.685.318	81.792.492	81.792.492
Receivables from finance sector operations	548.324.675	548.324.674	385.773.791	385.773.791
Property, plant and equipment	3.212.128	3.212.128	2.296.505	2.296.505
Right of use assets	762.568	762.568	589.516	589.516
Intangible assets	2.121.532	2.121.532	1.499.602	1.499.602
Other receivables and other assets	23.144.637	23.144.638	8.300.611	8.300.611
Total segment assets	1.062.680.640	1.062.680.640	760.157.477	760.157.477
Financial liabilities	140.640.860	140.640.860	110.953.405	110.953.405
Payables from finance sector operations	717.094.745	717.094.745	517.618.535	517.618.535
Derivative financial instruments	21.603.900	21.603.900	25.624.651	25.624.651
Other payables and other liabilities	62.055.987	62.055.987	31.184.395	31.184.395
Total segment liabilities	941.395.492	941.395.492	685.380.986	685.380.986

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts after intra-segment eliminations of the subsidiaries and the joint ventures which belong to the related segment considering the Holding’s portion of ownership before intersegment eliminations.

As of 30 September 2022, the cash flows from operating activities of the Akbank are TRY15.977.507 (30 September 2021: TRY23.387.867).

As of 30 September 2022, the cash flows from investing activities of the Akbank are TRY (36.049.485) (30 September 2021: TRY (19.594.547)).

As of 30 September 2022, the cash flows from financing activities of the Akbank are TRY5.367.598 (30 September 2021: TRY8.210.418).

Akbank’s accumulated non-controlling interests calculated from its financial statements amount to TRY71.861.450 as of 30 September 2022 (31 December 2021: TRY44.305.071).

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

NOTE 4 - SEGMENT REPORTING (Continued)

d) The balance sheet items by segment (continued):

ii) Financial Services:

	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 31 December 2021	Consolidated(**) 31 December 2021
Cash and cash equivalents	2.281.166	2.281.166	2.940.017	2.940.017
Financial assets	14.611.803	14.611.803	8.268.078	8.268.078
Receivables from finance sector operations	2.471.908	2.470.613	1.832.521	1.832.454
Property, plant and equipment	88.611	88.611	71.435	71.435
Right of use assets	46.901	46.901	47.612	47.612
Intangible assets	3.811.825	3.811.825	3.943.745	3.943.745
Other receivables and other assets	7.393.574	7.503.617	5.614.758	5.744.540
Total segment assets	30.705.788	30.814.536	22.718.166	22.847.881
Financial liabilities	380.201	380.201	116.828	116.828
Payables from finance sector operations	1.303.963	1.303.901	1.065.653	1.065.653
Insurance technical provisions	20.367.615	20.367.614	14.095.161	14.095.161
Other payables and other liabilities	2.372.762	2.371.738	1.874.377	1.874.377
Total segment liabilities	24.424.541	24.423.454	17.152.019	17.152.019

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment

(**) Consolidated data reflects the total amounts of the Companies before elimination which belong to the related segment considering the Holding’s portion of ownership.

Insurance segment consists of Aksigorta and Agesa.

The financial services section includes the results of Aksigorta and Agesa companies.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 4 SEGMENT REPORTING (Continued)

d) The balance sheet items by segment (Continued):

iii) Energy:

	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 31 December 2021	Consolidated(**) 31 December 2021
Cash and cash equivalents	8.672.823	952.607	3.917.521	-
Financial investments	2.247.044	214.447	409.899	-
Trade receivables	21.571.056	-	7.887.848	-
Inventories	1.997.341	-	688.214	-
Investments accounted through equity method (Note 9)	-	9.256.824	-	7.022.533
Property, plant and equipment	12.565.401	-	10.727.754	-
Right of use assets	495.591	-	367.369	-
Intangible assets	4.590.343	-	4.783.912	-
Other receivables and other assets	24.653.339	2.028	21.092.408	-
Total segment assets	76.792.938	10.425.906	49.874.925	7.022.533
Financial liabilities	27.476.015	-	19.691.430	-
Trade payables	15.861.877	-	5.817.253	-
Other payables and other liabilities	12.948.302	309	8.450.972	-
Total segment liabilities	56.286.194	309	33.959.655	-

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts after intra-segment eliminations of the subsidiaries and the joint ventures which belong to the related segment considering the Holding’s portion of ownership before intersegment eliminations

Energy segment consists of Enerjisa Enerji, Enerjisa Üretim and Sabancı İklim Teknolojileri.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 4 SEGMENT REPORTING (Continued)

d) The balance sheet items by segment(Continued):

iv) Industry:

	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 31 December 2021	Consolidated(**) 31 December 2021
Cash and cash equivalents	3.355.504	482.471	3.539.685	194.805
Financial investments	1.459.843	1.205	134.795	875
Trade receivables	6.807.623	4.269.347	3.675.628	2.615.203
Inventories	8.202.211	5.851.046	4.072.572	2.963.849
Investments accounted through equity method (Note 9)	315.729	1.337.031	540.348	1.007.457
Property, plant and equipment	7.883.595	5.492.727	5.948.195	3.912.528
Right of use assets	333.385	310.367	243.951	233.000
Intangible assets	2.402.667	2.149.990	1.723.316	1.596.855
Other receivables and other assets	7.970.408	4.505.559	5.469.844	3.015.635
Total segment assets	38.730.965	24.399.743	25.348.334	15.540.207
Financial liabilities	14.862.173	7.579.534	9.224.243	4.434.125
Trade payables	6.877.049	3.382.782	4.738.072	1.930.912
Other payables and other liabilities	4.054.690	2.294.488	2.199.648	1.309.050
Total segment liabilities	25.793.912	13.256.804	16.161.963	7.674.087

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts after intra-segment eliminations of the subsidiaries and the joint ventures which belong to the related segment considering the Holding’s portion of ownership before intersegment eliminations.

Industry segment consists of Kordsa and Brisa.

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 4 - SEGMENT REPORTING (Continued)

d) The balance sheet items by segment (Continued):

v) Retail:	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 31 December 2021	Consolidated(**) 31 December 2021
Cash and cash equivalents	2.398.683	2.398.683	1.583.386	1.583.386
Trade receivables	590.621	590.621	296.256	296.256
Inventories	6.112.054	6.112.054	3.191.507	3.191.507
Investment property	34.772	34.772	34.772	34.772
Property, plant and equipment	717.754	717.754	619.504	619.504
Right of use assets	1.433.003	1.433.003	1.017.297	1.017.297
Intangible assets	135.691	135.691	106.338	106.338
Other receivables and other assets	1.786.162	1.837.818	1.185.038	1.236.694
Total segment assets	13.208.740	13.260.396	8.034.098	8.085.754
Financial liabilities	3.380.854	3.380.854	2.442.905	2.442.905
Trade payables	8.761.582	8.761.582	5.124.517	5.124.517
Other payables and other liabilities	1.155.274	1.155.274	709.961	709.961
Total segment liabilities	13.297.710	13.297.710	8.277.383	8.277.383

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment

(**) Consolidated data reflects the total amounts of the Companies before elimination which belong to the related segment considering the Holding’s portion of ownership.

Retail segment consists of Teknosa and Carrefoursa.

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

NOTE 4 - SEGMENT REPORTING (Continued)

d) The balance sheet items by segment (Continued):

vi) Building Materials:

	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 31 December 2021	Consolidated(**) 31 December 2021
Cash and cash equivalents	3.200.967	2.438.080	866.185	601.222
Financial assets	1.164.992	658.830	506.226	64
Trade receivables	4.083.400	1.718.088	2.182.916	1.265.858
Inventories	2.703.671	1.754.971	1.762.987	990.319
Investments accounted through equity method (Note 9)	-	895.020	-	471.118
Property, plant and equipment	5.035.192	3.975.072	4.329.778	3.423.351
Right of use assets	242.166	129.275	176.959	74.411
Intangible assets	1.101.086	1.039.831	822.947	777.723
Other receivables and other assets	3.177.510	2.046.231	1.614.632	1.147.313
Total segment assets	20.708.984	14.655.398	12.262.630	8.751.379
Financial liabilities	6.524.779	4.976.799	4.452.227	3.661.834
Trade payables	4.440.527	2.054.166	2.625.210	1.268.943
Other payables and other liabilities	1.374.554	1.059.917	754.803	551.495
Total segment liabilities	12.339.860	8.090.882	7.832.240	5.482.272

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies before elimination which belong to the related segment considering the Holding’s portion of ownership.

Building materials segment consists of Çimsa Sabancı Cement BV, Çimsa and Akçansa.

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

NOTE 4 - SEGMENT REPORTING (Continued)

d) The balance sheet items by segment(Continued):

vii) Other:	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 31 December 2021	Consolidated(**) 31 December 2021
Cash and cash equivalents	6.204.827	6.204.827	3.725.682	3.725.682
Financial assets	18.510.568	1.756.774	13.961.115	97.900
Trade receivables	306.367	305.307	218.035	217.412
Inventories	97.062	97.062	375.323	375.323
Property, plant and equipment	332.516	296.453	255.747	219.683
Right of use assets	29.681	29.681	18.489	18.489
Intangible assets	36.061	36.061	33.416	33.416
Investments accounted through equity method (Note 9)	315.729	315.729	262.461	262.461
Other receivables and other assets	1.733.840	1.885.306	1.645.878	1.738.874
Total segment assets	27.566.651	10.927.200	20.496.146	6.689.240
Financial liabilities	502.735	502.735	18.700	18.700
Trade payables	320.911	319.062	498.829	497.202
Other payables and other liabilities	999.441	990.131	910.325	900.792
Total segment liabilities	1.823.087	1.811.928	1.427.854	1.416.694

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies by deducting the financial asset values of the Holding's subsidiaries, joint ventures and associations before elimination which belong to the related segment considering the Holding's portion of ownership.

Other segment consists of Holding, Exsa, Tursa, AEO, Sabancı DX and Dx BV.

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 4 - SEGMENT REPORTING (Continued)

e) The reconciliation of the consolidated statement of profit or loss:

	1 January - 30 September 2022			1 January – 30 September 2021		
	Total Consolidation of Segments Before Elimination	Elimination Consolidation Adjustments	Consolidated	Total Consolidation of Segments Before Elimination	Elimination Consolidation Adjustments	Consolidated
Total revenue	155.831.084	(1.405.172)	154.425.912	59.146.650	(175.928)	58.970.722
Cost of sales and interest, premiums, commissions and other expenses	(83.241.112)	2.598.465	(80.642.647)	(37.687.303)	476.027	(37.211.276)
General administration expenses	(17.192.350)	586.157	(16.606.193)	(7.938.605)	119.987	(7.818.618)
Sales, marketing and distribution expenses	(4.118.212)	15.689	(4.102.523)	(2.170.582)	-	(2.170.582)
Research and development expenses	(67.557)	-	(67.557)	(34.111)	-	(34.111)
Other operating income/(expense) - net	4.273.677	(16.123)	4.257.554	226.533	(9.269)	217.264
Interest in income of joint ventures	4.486.557	-	4.486.557	1.734.441	-	1.734.441
Operating profit	59.972.087	1.779.016	61.751.103	13.277.023	410.817	13.687.840
Income/(expense) from investing activities – net	7.409.203	(1.880.477)	5.528.726	2.123.924	(483.685)	1.640.239
Operating profit before financial expense	67.381.290	(101.461)	67.279.829	15.400.947	(72.868)	15.328.079
Financial income/(expense) – net	(1.053.087)	80.270	(972.817)	(836.942)	72.282	(764.660)
Income before tax	66.328.203	(21.191)	66.307.012	14.564.005	(586)	14.563.419
Tax	(13.903.633)	-	(13.903.633)	(2.880.495)	-	(2.880.495)
Profit/(loss) after tax from discontinued operations	(2.461)	-	(2.461)	(4.342)	-	(4.342)
Income for the period	52.422.109	(21.191)	52.400.918	11.679.168	(586)	11.678.582
Net income attributable to equity holders of the parent			27.215.356			6.856.708

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

NOTE 4 - SEGMENT REPORTING (Continued)

f) The income statement items by segment:

i) Banking:

	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 30 September 2021	Consolidated(**) 30 September 2021
Interest, commission, and other income	97.692.671	97.692.671	36.164.415	36.164.415
Interest, commission, and other expenses	(33.045.326)	(33.045.326)	(19.740.345)	(19.740.345)
General administration expenses	(13.986.294)	(13.986.294)	(6.705.386)	(6.705.386)
Other operating income/(expense) - net	644.053	644.053	200.385	200.385
Operating profit	51.305.104	51.305.104	9.919.069	9.919.069
Income/(expense) from investing activities - net	63.398	63.398	9.970	9.970
Income before tax	51.368.502	51.368.502	9.929.039	9.929.039
Tax	(13.129.684)	(13.129.684)	(2.568.722)	(2.568.722)
Net income	38.238.818	38.238.818	7.360.317	7.360.317
Net income attributable to equity holders of the parent		15.582.318		2.999.320
EBITDA (***)	52.140.403		10.492.199	

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies by deducting the financial asset values of the Holding's subsidiaries, joint ventures and associations before elimination which belong to the related segment considering the Holding's portion of ownership.

(***) It is not defined by TFRS. The disclosed EBITDA amounts have been presented separately by the Group management for a better understanding and measurement of the Group's operating performance.

Akbank's net income attributable to non-controlling interest is TRY22.656.500 (30 September 2021: TRY4.360.997).

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

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

NOTE 4 - SEGMENT REPORTING (Continued)

f) The income statement items by segment (continued):

ii) Financial Services:

	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 30 September 2021	Consolidated(**) 30 September 2021
Gross premiums	5.656.541	5.656.541	3.762.950	1.367.818
- Gross written premiums	11.047.136	11.047.136	5.869.664	2.009.032
- Unearned premiums reserves	(5.390.595)	(5.390.595)	(2.106.714)	(641.214)
Premiums, commission and other expenses	(7.657.932)	(7.657.932)	(3.704.213)	(1.280.817)
General administration expenses	(1.446.587)	(1.443.017)	(777.688)	(356.847)
Other operating income/(expense) - net	3.918.734	3.918.734	1.292.174	343.730
Interest in income of joint ventures (Note 9)	-	-	-	157.766
Operating profit	470.756	474.326	573.223	231.650
Income/(expense) from investing activities – net	350.691	350.691	134.141	54.204
Operating profit before financial expense	821.447	825.017	707.364	285.854
Financial income/(expense) – net	(132.190)	(132.190)	(58.897)	(18.649)
Profit before tax	689.257	692.827	648.467	267.205
Tax	(137.743)	(137.744)	(166.768)	(37.789)
Net income	551.514	555.083	481.699	229.416
Net income attributable to equity holders of the parent		225.910		187.313
EBITDA	683.235		765.026	

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies by deducting the financial asset values of the Holding's subsidiaries, joint ventures and associations before elimination which belong to the related segment considering the Holding's portion of ownership.

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NOTE 4 - SEGMENT REPORTING (Continued)

f) The income statement items by segment (continued):

iii) Energy:

	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 30 September 2021	Consolidated(**) 30 September 2021
Sales revenue (net)	102.819.108	-	30.355.397	-
Cost of sales	(86.083.429)	-	(22.978.077)	-
General administration expenses	(5.170.205)	(22.532)	(2.363.519)	-
Other operating income/(expense) - net	248.817	19.394	(54.389)	-
Interest in income of joint ventures (Note 9)	-	3.349.065	-	1.087.939
Operating profit/(loss)	11.814.291	3.345.927	4.959.412	1.087.939
Income / (expense) from investment activities –net	68.452	-	529	-
Finance income/(expense) –net	(2.984.417)	-	(1.877.904)	-
Operating profit before financial expense	8.898.326	3.345.927	3.082.037	1.087.939
Tax	(1.726.567)	(9)	(605.348)	-
Net income	7.171.759	3.345.918	2.476.689	1.087.939
Net income attributable to equity holders of the parent		3.345.918		1.087.939
EBITDA	14.034.511		5.892.476	

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies by deducting the financial asset values of the Holding's subsidiaries, joint ventures and associations before elimination which belong to the related segment considering the Holding's portion of ownership.

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

NOTE 4 - SEGMENT REPORTING (Continued)

f) The income statement items by segment (continued):

iv) Industry:

	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 30 September 2021	Consolidated(**) 30 September 2021
Sales revenue (net)	23.336.213	13.761.170	9.694.015	5.189.553
Cost of sales	(17.728.530)	(11.051.704)	(7.141.038)	(4.020.068)
General administration expenses	(817.819)	(576.424)	(394.845)	(265.116)
Marketing expenses	(1.476.171)	(655.488)	(631.419)	(257.548)
Research and development expenses	(64.838)	(48.489)	(31.190)	(29.664)
Other operating income/(expense) - net	(406.050)	(4.163)	43.652	171.470
Interest in income of joint ventures (Note 9)	-	641.608	164.782	457.077
Operating profit	2.842.805	2.066.510	1.703.957	1.245.704
Income/(expense) from investing activities – net	78.774	7.067	1.423	731
Operating profit before financial expense	2.921.579	2.073.577	1.705.380	1.246.435
Financial income/(expense) – net	53.310	143.909	(247.267)	(139.057)
Income before tax	2.974.889	2.217.486	1.458.113	1.107.378
Tax	(213.140)	(268.292)	(60.749)	(87.658)
Profit after tax from discontinued operations	(2.461)	(2.461)	(4.342)	(4.342)
Net income	2.759.288	1.946.733	1.393.022	1.015.378
Net income attributable to equity holders of the parent		1.427.035		811.371
EBITDA	3.980.211		2.171.846	

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies which belong to the related segment considering the Holding's portion of ownership .

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

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 4 - SEGMENT REPORTING (Continued)

f) The income statement items by segment (continued):

v) Retail:

	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 30 September 2021	Consolidated(**) 30 September 2021
Sales revenue (net)	23.658.481	23.609.177	11.584.454	11.580.984
Cost of sales	(18.476.165)	(18.427.226)	(8.940.649)	(8.937.295)
General administration expenses	(409.174)	(408.687)	(204.894)	(204.538)
Marketing expenses	(3.370.065)	(3.370.065)	(1.863.343)	(1.863.343)
Other operating income/(expense) - net	(597.658)	(597.658)	(413.732)	(413.732)
Operating profit	805.419	805.541	161.836	162.076
Income/(expense) from investing activities – net	169.743	169.743	96.952	96.952
Operating profit before financial expense	975.162	975.284	258.788	259.028
Financial income/(expense) – net	(730.281)	(730.281)	(520.951)	(520.951)
Income before tax	244.881	245.003	(262.163)	(261.923)
Tax	(8.965)	(8.965)	73.986	73.986
Net income/(loss)	235.916	236.038	(188.177)	(187.937)
Net income/(loss) attributable to equity holders of the parent		111.092		(109.383)
EBITDA	1.818.119		901.393	

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies by deducting the financial asset values of the Holding's subsidiaries, joint ventures and associations before elimination which belong to the related segment considering the Holding's portion of ownership.

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

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NOTE 4 - SEGMENT REPORTING (Continued)

f) The income statement items by segment (continued):

vi) Building materials:

	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 30 September 2021	Consolidated(**) 30 September 2021
Sales revenue (net)	14.991.977	7.916.385	5.181.551	3.008.201
Cost of sales	(12.465.439)	(6.379.834)	(4.221.194)	(2.376.188)
General administration expenses	(557.207)	(431.405)	(321.950)	(249.561)
Research and development expenses	(7.210)	(7.210)	(4.446)	(4.446)
Marketing expenses	(37.424)	(10.898)	(31.335)	(19.312)
Other operating income/(expense) - net	191.601	206.671	40.282	66.022
Interest in income of joint ventures (Note 9)	-	453.269	-	51.179
Operating profit	2.116.298	1.746.978	642.908	475.895
Income/(expense) from investing activities - net	1.698.528	1.697.090	122.596	121.812
Operating profit before financial expense	3.814.826	3.444.068	765.504	597.707
Financial income/(expense) - net	(417.887)	(273.872)	(184.252)	(139.852)
Profit before tax	3.396.939	3.170.196	581.252	457.855
Tax	677.995	198.866	(157.955)	(114.355)
Net income	4.074.934	3.369.062	423.297	343.500
Net income attributable to equity holders of the parent		2.143.182		198.966
EBITDA	2.267.879		816.839	

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies by deducting the financial asset values of the Holding's subsidiaries, joint ventures and associations before elimination which belong to the related segment considering the Holding's portion of ownership.

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NOTE 4 - SEGMENT REPORTING (Continued)

f) The income statement items by segment (continued):

vii) Other:

	Combined(*) 30 September 2022	Consolidated(**) 30 September 2022	Combined(*) 30 September 2021	Consolidated(**) 30 September 2021
Sales revenue (net)	3.904.873	1.804.545	2.765.076	1.194.465
Cost of sales	(1.290.873)	(1.288.495)	(918.605)	(916.698)
General administration expenses	(333.957)	(323.991)	(163.911)	(157.157)
Marketing expenses	(82.178)	(81.760)	(30.629)	(30.378)
Research and development expenses	(11.858)	(11.858)	-	-
Other operating income/(expense) - net	105.216	86.646	92.890	83.981
Interest in income of joint ventures (Note 9)	42.616	42.616	(19.519)	(19.519)
Operating profit	2.333.839	227.703	1.725.302	154.694
Income/(expense) from investing activities - net	5.111.879	5.121.214	1.848.619	1.840.255
Operating profit before financial expense	7.445.718	5.348.917	3.573.921	1.994.949
Financial income/(expense) - net	(60.654)	(60.654)	(18.433)	(18.433)
Profit before tax	7.385.064	5.288.263	3.555.488	1.976.516
Tax	(557.808)	(557.808)	(145.958)	(145.958)
Net income	6.827.256	4.730.455	3.409.530	1.830.558
Net income attributable to equity holders of the parent		4.378.331		1.681.183
EBITDA	2.300.223		1.732.621	

(*) Combined data reflects the total amounts of the Companies, which belong to the related segment.

(**) Consolidated data reflects the total amounts of the Companies by deducting the financial asset values of the Holding's subsidiaries, joint ventures and associations before elimination which belong to the related segment considering the Holding's portion of ownership

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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NOTE 4 - SEGMENT REPORTING (Continued)

g) Detail of net income/(loss) attributable to equity holders of the parent

One-off incomes and expenses that are not expected to be realized during routine course of business. Details of the net profit / (loss) attributable to equity holders of the parent with adjusted segments is as follows:

	30 September 2022	30 September 2021
Banking	15.582.318	2.999.320
Financial Services	321.708	233.012
Industry	1.430.651	779.126
Building Materials	682.411	225.569
Energy	3.479.153	1.139.860
Retail	49.559	(151.680)
Other	1.867.395	323.848
Total	23.413.195	5.549.055

A reconciliation of adjusted net income attributable to equity holders of the Parent is as follows:

	30 September 2022	30 September 2021
Adjusted net income for reported operating segments (Equity holders of the Parent)	23.413.195	5.549.055
One off income/(expenses) related to Carrefoursa – net	67.053	41.277
One off income/(expenses) related to Enerjisa- net	(113.103)	(51.921)
One off income/(expenses) related to Agesa- net	(67.222)	(24.515)
One off income/(expenses) related to Çimsa- net (*)	1.197.340	(19.141)
One off income/(expenses) related to Holding – net (**)	2.551.498	1.347.248
Other	166.595	14.705
Net income (Equity holders of the Parent)	27.215.356	6.856.708

(*) A significant portion of the one-off income/expenses related to the Çimsa. It consists of profit from sales on property, plant and equipment.

(**) A significant portion of the one-off income/expenses related to the Holding. It consists of gain on sale of Philsa and Philip Morrissa.

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NOTE 4 - SEGMENT REPORTING (Continued)

h) Combined EBITDA Detail

30 September 2022	Profit Before Tax	Depreciation Expenses	Income/ (expenses) from Investing Activities - net	Financial income/ (expense) - net	Operational Foreign Exchange Differences/ Interests	EBITDA
Banking	51.368.502	835.299	63.398	-	-	52.140.403
Industry	2.974.889	646.373	78.774	53.310	(491.033)	3.980.211
Building Materials	3.396.939	319.986	1.698.528	(417.887)	168.405	2.267.879
Retail	244.881	498.382	169.743	(730.281)	(514.318)	1.818.119
Energy	8.898.326	874.690	68.452	(2.984.417)	(1.345.530)	14.034.511
Financial Services	689.257	365.915	350.691	(132.190)	153.436	683.235
Other	7.385.064	51.898	5.111.879	(60.654)	85.514	2.300.223
30 September 2021	Profit Before Tax	Depreciation Expenses	Income/ (expenses) from Investing Activities - net	Financial income/ (expense) - net	Operational Foreign Exchange Differences/ Interests	EBITDA
Banking	9.929.039	573.130	9.970	-	-	10.492.199
Industry	1.458.113	419.061	1.423	(247.267)	(48.828)	2.171.846
Building Materials	581.252	214.016	122.596	(184.252)	40.085	816.839
Retail	(262.163)	382.876	96.952	(520.951)	(356.681)	901.393
Energy	3.082.037	744.064	529	(1.877.904)	(189.000)	5.892.476
Financial Services	648.467	208.752	134.141	(58.897)	16.949	765.026
Other	3.555.488	36.736	1.848.619	(18.433)	29.417	1.732.621

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NOTE 4 - SEGMENT REPORTING (Continued)

i) Depreciation and amortization, impairment and investment expenditures (Consolidated):

1 January – 30 September 2022

	<u>Finance</u>							
	Banking	Financial Services	Industry	Building Materials	Energy	Retail	Other	Total
Depreciation and amortization expenses	835.299	365.915	434.474	227.860	-	498.382	51.898	2.413.828
Capital expenditure	2.352.573	237.461	339.403	725.884	-	327.104	136.655	4.119.080

1 January – 30 September 2021

	<u>Finance</u>							
	Banking	Financial Service	Industry	Building Materials	Energy	Retail	Other	Total
Depreciation and amortization expenses	573.130	158.941	244.252	131.920	-	383.057	36.736	1.528.036
Capital expenditure	491.713	37.781	125.859	95.420	-	156.272	30.610	937.655

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

NOTE 4 - SEGMENT REPORTING (Continued)

j) Depreciation and amortization, impairment and investment expenses (Combined):

1 January – 30 September 2022

	<u>Finance</u>							
	Banking	Financial Services	Industry	Building Materials	Energy	Retail	Other	Total
Depreciation and amortization expenses	835.299	365.915	646.373	319.986	874.690	498.382	51.898	3.592.543
Capital expenditure	2.352.573	237.461	1.022.872	971.920	5.731.702	327.104	136.654	10.780.286

1 January – 30 September 2021

	<u>Finance</u>							
	Banking	Financial Services	Industry	Building Materials	Energy	Retail	Other	Total
Depreciation and amortization expenses	573.130	208.752	419.061	214.016	744.064	382.876	36.736	2.578.635
Capital expenditures	491.713	152.112	375.447	178.692	2.445.917	156.272	30.610	3.830.763

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 5 - FINANCIAL ASSETS

a) Financial assets at fair value through profit and loss:

The detail of financial assets at fair value through profit and loss is as follows:

	30 September 2022	31 December 2021
Marketable securities	1.843.351	1.073.896
Government bonds	866.707	452.316
Eurobonds	927.396	408.228
Other (*)	6.085.518	9.353.561
Total	9.722.972	11.288.001

(*) In the previous period, syndication loans extended to Ojer Telekomünikasyon A.Ş. were restructured. Within this scope, a pledge was established in favour of lenders to establish collateral for these loans. LYY Telekomünikasyon A.Ş., which was established as a special-purpose company in which 192.500.000.000 Group A shares, which constitute 55% of Türk Telekom's issued capital, are all direct or indirect partners. The acquisition of the company (formerly Levent Yapılandırma Yönetimi A.Ş.) was completed on 21 December 2018. The Bank has participated in LYY Telekomünikasyon A.Ş. with a 35.56% share in the receivables from OTAŞ. The Bank's participation rate increased to 40,46% with the restructuring on 17 August 2022 and no price has been paid by the bank

Later, at the Ordinary General Assembly Meeting of LYY Telekomünikasyon A.Ş. which was held on 23 September 2019, it was decided to convert some of the loan into capital and add it to the capital of LYY Telekomünikasyon A.Ş. The nominal value of their shares in TRY increased from 18 TRY to 1.416.090 TRY.

As of 10 March 2022, LYY Telekomünikasyon A.Ş signed a share transfer agreement with the Turkey Wealth Fund regarding the sale of all its shares within Türk Telekomünikasyon A.Ş. In this context, Türk Telekomünikasyon A.Ş. the sale and transfer of 192.500.000.000 Group A registered shares, corresponding to 55% of its capital, to the Turkish Wealth Fund for a price of 1.650.000.000 USD, was realized on 31 March 2022. In addition, pursuant to the Agreement, the amount corresponding to the 55% share to which LYY transferred from the dividend amount decided to be distributed by the General Assembly based on the independently audited 2021 consolidated financial statements of Türk Telekomünikasyon A.Ş. and will be paid to LYY Telekomünikasyon A.Ş.

LYY used the remaining amount from the sales amount, excluding the part required for its liabilities, to pay off its debts to the banks. Receivables amounting to TRY12.626.511, which was accounted for under “Other Financial Assets” under “Financial Assets at Fair Value Through Profit and Loss” after collection and fully provisioned, was classified as nonperforming loans as of 30 September 2022, since there is no reasonable expectation for its recovery, it has been deducted from the records together with the amount of special provisions set aside within the scope of TFRS 9.

The amount converted to capital, TRY1.416.090, continues to be accounted for under “Assets Held for Sale and Related to Discontinued Operations” until the liquidation process is completed (31 December 2021: TRY1.416.090).

TRY1.829.238 (31 December 2021: TRY1.313.971) of other financial assets consist of Fourth Real Estate Investment Fund of Ak Portföy Yönetimi A.Ş. established by Ak Portföy Yönetimi A.Ş. and the fund is followed at its fair value and the related valuation differences are recognized in profit or loss.

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NOTE 5 - FINANCIAL ASSETS (Continued)

a) Financial assets at fair value through profit and loss (Continued):

The Group has made a foreign currency protected deposit amounting to equivalent of TRY 1.294.174. It is accounted for “Other” under “Financial Assets at fair value through profit and loss”.

Effective interest rates of TRY denominated securities at fair value through profit and loss are as follow:

	30 September 2022	31 December 2021
TRY	%20,12	%18,76

b) Financial assets at fair value through other comprehensive income:

	30 September 2022		31 December 2021	
	Banking	Other companies	Banking	Other companies
Debt securities				
- Government bonds	63.871.094	305.436	34.746.069	391.780
- Eurobonds	62.224.435	4.220.065	43.909.234	1.646.707
- Investment funds	1.382.950	21.519	822.416	-
- Other bonds denominated in foreign currency	25.064.215	459.919	20.817.824	533.790
Equity securities				
- Listed	-	69.554	-	27.648
- Unlisted	115.652	2.440	34.008	2.095
Financial assets at fair value through other comprehensive income	152.658.346	5.078.933	100.329.551	2.602.020

Effective interest rates of USD, EUR, JPY, and TRY denominated available-for-sale securities are 5,11% (31 December 2021: 5,32%), 3,02% (31 December 2021: 2,88%), 3,09% (31 December 2021: 3,09%) and 31,36% (31 December 2021: 18,35%), respectively.

The Group's financial assets through other comprehensive income subject to funds provided from repo are TRY33.853.927 (31 December 2021: TRY40.231.789). Financial assets through other comprehensive income given as collateral because of the Group's financing activities amount is TRY47.490.506 (31 December 2021: TRY29.582.153).

There are bonds index-linked to consumer prices (“CPI”) in the securities portfolio of Akbank for which the fair value difference is reflected to other comprehensive income and which are measured by amortized cost. These securities are valued and recognised using the effective interest method and are based on the index calculated using real coupon rates, the reference inflation index on the date of issuance and estimated inflation rates. Reference indexes used to calculate the actual coupon payment amounts of the securities are created based on CPIs from two months prior. The bank sets the estimated inflation rate in line with the reference indexes. The estimated inflation rate used is updated during the year when necessary. The real inflation rate is used at %65 on 30 September 2022.

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

NOTE 5 - FINANCIAL ASSETS (Continued)

c) Financial Assets at Amortized Cost:

Details of financial investments valued over their amortized cost are presented below:

	30 September 2022			31 December 2021		
	Banking	Other companies	Total	Banking	Other companies	Total
Government bonds	68.772.575	361.959	69.134.534	42.169.862	421.783	42.591.645
Other debt securities	11.851.632	6.895.651	18.747.283	10.415.698	4.523.168	14.938.866
Total	80.624.207	7.257.610	87.881.817	52.585.560	4.944.951	57.530.511

Details of financial assets at amortized cost are presented below:

	30 September 2022	31 December 2021
Balance, 1 January	57.530.511	41.873.322
Additions	10.619.313	20.409.817
Business combinations	-	2.440.708
Foreign exchange differences in monetary assets	3.275.614	4.555.125
Valuation effect	19.838.123	4.150.640
Disposals through sales and redemptions	(3.381.744)	(15.853.468)
Allowance for impairment (*)	-	(45.633)
Total	87.881.817	57.530.511

(*) Expected loss provision is included in the balance.

Effective interest rate of debt securities in USD and TRY are 6,22% and 61,29%. (31 December 2021: Effective interest rate of debt securities in USD and TRY are 5,89% and 20,90%).

d) Time deposit

Details of time deposit with a maturity more than 3 months are presented below:

	30 September 2022	31 December 2021
3 to 12 months	968.903	363.620
Total	968.903	363.620

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NOTE 6 - FINANCIAL LIABILITIES

Short term funds, bank loans and issued debt securities:

	30 September 2022	31 December 2021
Short term	39.848.825	26.193.026
Short-term portion of long term	41.072.154	27.179.115
Total short term	80.920.979	53.372.141
Long-term funds borrowed, bank borrowings and debt securities:		
Long term	72.176.641	64.396.093
Total	153.097.620	117.768.234

The maturity schedule of financial liabilities on 30 September 2022 and 31 December 2021 is summarized below:

	30 September 2022	31 December 2021
Up to 3 months	40.896.039	12.110.690
3 to 12 months	40.024.940	41.261.451
Short term financial liabilities and short-term portion of long-term financial liabilities	80.920.979	53.372.141
1 to 5 years	53.297.620	43.186.952
Over 5 years	18.879.021	21.209.141
Long term financial liabilities	72.176.641	64.396.093
Total financial liabilities	153.097.620	117.768.234

The repayment schedule of long-term financial liabilities on 30 September 2022 and 31 December 2021 is summarized below:

	30 September 2022	31 December 2021
1-2 years	15.420.230	11.806.626
2-3 years	21.908.769	10.308.406
3-4 years	13.345.578	13.128.423
4-5 years	2.623.043	7.943.497
5 years and above	18.879.021	21.209.141
Total	72.176.641	64.396.093

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NOTE 6 - FINANCIAL LIABILITIES (Continued)

As of 30 September 2022, and 31 December 2021, the remaining period until the repricing date of the loans determined by the contract:

	30 September 2022	31 December 2021
Up to 3 months	86.724.087	48.083.130
3 to 12 months	20.965.796	29.940.005
1 to 5 years	28.130.770	20.401.230
Over 5 years	17.276.967	19.343.869
Total	153.097.620	117.768.234

Financial liabilities movement as of 30 September 2022 and 2021 is as follows:

	2022	2021
1 January	117.768.234	72.261.198
Additions	38.989.320	13.622.435
Payments	(7.039.354)	(5.488.912)
Business combinations	281.467	-
Interest accruals	577.917	486.915
Foreign exchange effects	2.520.036	413.796
30 September	153.097.620	81.295.432

NOTE 7 – LEASE LIABILITIES

The maturity and currency breakdown of the Group's liabilities regarding leasing transactions in accordance with TFRS 16 are as follows:

Short-term lease liabilities as of 30 September 2022:

	Up to 3 months	Between 3 to 12 months	Total
TRY	263.327	262.398	525.725
USD	-	25.411	25.411
EUR	5.457	4.403	9.860
Total	268.784	292.212	560.996

Short-term lease liabilities as of 31 December 2021:

	Up to 3 months	Between 3 to 12 months	Total
TRY	160.764	194.281	355.045
USD	2.834	15.929	18.763
EUR	5.952	166	6.118
Other	508	2.173	2.681
Total	170.058	212.549	382.607

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NOTE 7 – LEASE LIABILITIES (Continued)

Long-term lease liabilities as of 30 September 2022:

	Between 1 to 2 years	Between 2 to 3 years	Between 3 to 4 years	Between 4 to 5 years	5 years and more	Total
TRY	244.126	276.518	419.977	495.316	653.375	2.089.312
USD	48.387	82.278	15.418	16.459	229.461	392.003
EUR	2.473	2.732	3.010	3.302	18.594	30.111
Total	294.986	361.528	438.405	515.077	901.430	2.511.426

Long-term lease liabilities as of 31 December 2021:

	Between 1 to 2 years	Between 2 to 3 years	Between 3 to 4 years	Between 4 to 5 years	5 years and more	Total
TRY	190.932	171.241	320.506	402.986	458.642	1.544.307
USD	16.263	56.988	18.206	16.609	155.196	263.262
EUR	2.007	2.207	2.423	2.564	22.506	31.707
Other	5.025	216	-	-	-	5.241
Total	214.227	230.652	341.135	422.159	636.344	1.844.517

Lease liabilities movement as of 30 September 2022 and 2021 is as follows:

	2022	2021
1 January	2.227.123	1.934.206
Additions	1.072.495	356.076
Payments	(749.051)	(590.719)
Business combinations	6.979	-
Interest accruals	358.002	289.711
Foreign exchange effects	156.874	24.737
30 September	3.072.422	2.014.011

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

NOTE 8 - OTHER RECEIVABLES AND PAYABLES

Other short-term receivables:	30 September 2022	31 December 2021
Receivables from credit card payments	149.312	67.693
Other receivables (*)	6.377.351	3.685.595
Total	6.526.663	3.753.288

Other long-term receivables:	30 September 2022	31 December 2021
Deposits and guarantees given	113.767	82.920
Other receivables (*)	1.070.530	420.310
Total	1.184.297	503.230

(*) Other receivables mainly consist of the collaterals obtained by Akbank for derivative transactions.

Other short-term payables:	30 September 2022	31 December 2021
Payables related to credit card transactions	10.442.468	7.029.573
Taxes and funds payable	1.282.319	1.177.928
Export deposits and transfer orders	355.794	96.455
Payment orders to correspondent banks	195.022	72.763
Other (*)	17.359.331	8.615.648
Total	29.634.934	16.992.367

Other long-term payables:	30 September 2022	31 December 2021
Other (*)	14.501.975	7.145.569
Total	14.501.975	7.145.569

(*) Other payables mainly include the collaterals given by Akbank for derivative transactions.

NOTE 9 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD

Book value of Associates and Joint Ventures is as follows:

	30 September 2022	Pay (%)	31 December 2021	Pay (%)
Brisa	1.337.031	43,63	1.007.457	43,63
Akçansa	895.020	39,72	471.118	39,72
Enerjisa Üretim Santralleri	5.270.632	50,00	3.282.124	50,00
Enerjisa Enerji	3.986.192	40,00	3.740.409	40,00
Temsa Ulaşım Araçları	315.729	50,00	262.461	50,00
Total	11.804.604		8.763.569	

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

NOTE 9 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD (Continued)

Share of income from Associates and Joint Ventures included in Holding’s consolidated net income is as follows:

	1 January - 30 September 2022	1 January - 30 September 2021
Brisa	641.608	292.295
Akçansa	453.269	51.179
Enerjisa Üretim Santralleri	2.398.651	486.316
Enerjisa Enerji	950.414	601.622
Temsa Ulaşım Araçları	42.615	(19.518)
Aksigorta (*)	-	54.669
Agesa (*)	-	103.096
Philsa (**)	-	103.020
Philip Morrissa (**)	-	61.762
Total	4.486.557	1.734.441

(*) As of 1 July 2021, Agesa and Aksigorta accounted according to full consolidation method.

(**) As of 5 January 2022, all of the shares have been sold. (Note:18)

The summary financial information of Associates and Joint Ventures is as follows:

	30 September 2022		31 December 2021	
	Total assets	Total Liabilities	Total assets	Total liabilities
Brisa	15.649.638	12.585.162	10.796.966	8.487.874
Akçansa	5.738.526	3.472.286	3.186.569	1.987.554
Enerjisa Üretim Santralleri	29.296.519	18.755.255	18.541.284	11.977.035
Enerjisa Enerji	47.496.419	37.530.938	31.333.641	21.982.619
Temsa Ulaşım Araçları	4.129.047	3.292.547	2.876.959	2.146.995
Total	102.310.149	75.636.188	66.735.419	46.582.077

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

NOTE 9 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD (Continued)

Sales

	1 January - 30 September 2022	1 January - 30 September 2021
Brisa	9.575.043	4.504.462
Akçansa	5.870.111	1.976.890
Enerjisa Üretim Santralleri	42.376.952	9.995.738
Enerjisa Enerji	60.442.156	20.359.659
Temsa Ulaşım Araçları	2.670.532	1.061.299
Aksigorta (*)	-	3.000.041
Agesa (*)	-	860.591
Philisa (**)	-	26.610.559
Philip Morrissa (**)	-	26.650.914

(*) As of 1 July 2021, accounted according to full consolidation method.

(**) All of the shares have been sold as of 5 January 2022.

Net profit/(loss)

	1 January - 30 September 2022	1 January - 30 September 2021
Brisa	1.480.414	669.940
Akçansa	1.159.120	130.344
Enerjisa Üretim Santralleri	4.797.302	972.632
Enerjisa Enerji	2.376.035	1.504.056
Temsa Ulaşım Araçları	85.231	(39.038)
Aksigorta (*)	-	151.858
Agesa (*)	-	257.741
Philisa (**)	-	412.081
Philip Morrissa (**)	-	249.542

(*) As of 1 July 2021, accounted according to full consolidation method.

(**) Reclassified to assets held for sale as of 31 December 2021. As of 5 January 2022, all of the shares have been sold.

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

NOTE 10 - PROPERTY, PLANT AND EQUIPMENT

The movement in property, plant and equipment for the year ended 30 September 2022 is as follows:

	1 January 2022	Currency translation differences	Additions	Disposals	Transfers (*)	Business combinations (**)	Impairment	30 September 2022
Cost:								
Land and land improvements	609.974	99.982	2.380	(22.178)	(5.296)	31.240	-	716.102
Buildings	4.505.287	750.337	34.643	(65.115)	58.331	-	-	5.283.483
Machinery and equipment	9.497.996	2.766.813	121.701	(17.371)	214.304	53.610	-	12.637.053
Motor vehicles	93.937	7.783	27.729	(4.905)	588	171	-	125.303
Furniture and fixtures	4.561.495	102.197	1.580.898	(94.828)	49.704	5.828	(1.114)	6.204.180
Total	19.268.689	3.727.112	1.767.351	(204.397)	317.631	90.849	(1.114)	24.966.121
Construction in progress	386.855	120.663	542.882	(27.335)	(227.925)	590	-	795.731
Total	19.655.544	3.847.775	2.310.233	(231.732)	89.706	91.439	(1.114)	25.761.852
Accumulated depreciation:								
Land and land improvements	(253.437)	(16.584)	(7.640)	3	6.504	-	-	(271.424)
Buildings	(1.427.526)	(244.281)	(88.815)	4.183	(58.239)	-	-	(1.814.678)
Machinery and equipment	(4.697.298)	(1.466.442)	(403.547)	11.451	(44.258)	-	-	(6.600.094)
Motor vehicles	(88.585)	(2.091)	(18.202)	4.718	46	-	-	(104.114)
Furniture and fixtures	(2.618.826)	(71.723)	(538.298)	77.892	(12.443)	-	1.468	(3.161.931)
Total	(9.085.672)	(1.801.391)	(1.056.502)	98.247	(108.390)	-	1.468	(11.952.241)
Net Book Value	10.569.872							13.809.611

(*) TRY18.684 of the transfers from construction in progress in the current period is recognized in intangible assets.

(**) Properties, plant and equipments belong to Sem and Radiflow which were purchased by DxBV and Microtex were purchased by Kordsa.

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

NOTE 10 - PROPERTY, PLANT AND EQUIPMENT (Continued)

The movement in property, plant and equipment for the year ended 30 September 2021 is as follows:

	1 January 2021	Currency translation differences	Additions	Disposals	Transfers (*)	Business combinations	Fixed assets held for sale	Impairment	30 September 2021
Cost:									
Land and land improvements	504.541	1.721	1.911	(83.881)	638	114.745	(25.759)	-	513.916
Buildings	3.808.279	176.809	16.843	(165.243)	20.598	118.563	(52.922)	-	3.922.927
Machinery and equipment	6.415.087	614.079	36.516	(170.686)	110.987	475.330	(359.071)	-	7.122.242
Motor vehicles	92.543	3.175	2.071	(1.544)	324	3.692	(13.486)	-	86.775
Furnitures and fixtures	4.064.338	33.878	329.259	(242.219)	12.925	86.177	(4.800)	(467)	4.279.091
Total	14.884.788	829.662	386.600	(663.573)	145.472	798.507	(456.038)	(467)	15.924.951
Construction in progress	242.522	14.236	235.182	(162)	(168.471)	4.100	(249)	-	327.158
Total	15.127.310	843.898	621.782	(663.735)	(22.999)	802.607	(456.287)	(467)	16.252.109
Accumulated depreciation:									
Land and land improvements	(243.402)	(337)	(7.767)	-	-	-	10.069	-	(241.437)
Buildings	(1.174.766)	(51.406)	(68.074)	35.237	-	-	28.520	-	(1.230.489)
Machinery and equipment	(3.352.999)	(321.799)	(243.813)	130.981	(71)	-	227.043	-	(3.560.658)
Motor vehicles	(92.543)	(95)	(6.714)	864	-	-	11.902	-	(86.586)
Furnitures and fixtures	(2.303.979)	(25.339)	(392.646)	222.714	71	-	3.618	565	(2.494.996)
Total	(7.167.689)	(398.976)	(719.014)	389.796	-	-	281.152	565	(7.614.166)
Net Book Value	7.959.621								8.637.943

(*) TRY23.000 of the transfers from construction in progress in the current period is recognized in intangible assets.

(**) As of 30 September 2021, Agesa and Aksigorta accounted for in full consolidation method.

(***) Fixed assets that Niğde Integrated Cement Factory, Kayseri Integrated Cement Factory, Ankara Cement Grinding Facility and Başakpınar, Ambar, Nevşehir, Cırgalan, Aksaray, Ereğli and Kahramanmaraş Ready Mixed Concrete Facilities are belong to Çimsa, classified into fixed assets held for sale.

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NOTE 11 - INTANGIBLE ASSETS

The movement in intangible assets for the years ended 30 September 2022 is as follows:

	1 January 2022	Currency Translation Differences	Additions	Business Combinations(*)	Disposal	Transfers	30 September 2022
Cost							
Rights	859.175	261.322	551.716	8.875	(426.591)	12.729	1.267.226
Customer contracts	482.352	97.604	-	-	-	-	579.956
Licenses and softwares	43.724	732	149	-	-	(360)	44.245
Development investments	50.238	-	40.533	-	-	(20.591)	70.180
Mineral rights	23.175	4.689	-	-	-	-	27.864
Trademark	803.435	-	-	-	-	-	803.435
Bancassurance channel	918.714	-	-	-	-	-	918.714
Contractual rights	1.451.335	-	-	-	-	-	1.451.335
Agency channel	354.553	-	-	-	-	-	354.553
Other intangible assets	5.112.068	620.073	1.216.447	365	(1.501)	28.260	6.975.712
Total	10.098.769	984.420	1.808.845	9.240	(428.092)	20.038	12.493.220
Accumulated depreciation							
Rights	(302.909)	(115.436)	(42.988)	-	20.153	(1.260)	(442.440)
Customer contracts	(15.418)	(5.237)	(26.802)	-	-	-	(47.457)
Licenses and software	(4.167)	(478)	(375)	-	-	-	(5.020)
Development investments	(3.171)	(522)	(3.590)	-	-	-	(7.283)
Mineral rights	(1.560)	-	(2.608)	-	-	-	(4.168)
Bancassurance channel	(30.531)	-	(45.755)	-	-	-	(76.286)
Contractual rights	(97.291)	-	(37.052)	-	-	-	(134.343)
Agency channel	(13.000)	-	(19.482)	-	-	-	(32.482)
Other intangible assets	(1.673.078)	(90.631)	(686.915)	-	1.870	(93)	(2.448.847)
Total	(2.141.125)	(212.304)	(865.567)	-	22.023	(1.353)	(3.198.326)
Net book value	7.957.644						9.294.894

(*) Intangibles belong to Sem and Radiflow which were purchased by DxBV and Microtex were purchased by Kordsa.

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

NOTE 11 - INTANGIBLE ASSETS (Continued)

The movement in intangible assets for the years ended 30 September 2021 is as follows:

	1 January 2021	Currency Translation Differences	Additions	Business Combinations	Disposal	Transfers	30 September 2021
Cost							
Rights	467.772	42.044	604	178.446	(1.726)	17.961	705.101
Licenses and softwares	17.221	18	75	-	-	-	17.314
Development investments	8.696	-	6.452	-	-	(1.209)	13.939
Other intangible assets	3.139.233	177.731	308.742	5.471.708	(6.421)	6.248	9.097.241
Total	3.632.922	219.793	315.873	5.650.154	(8.147)	23.000	9.833.595
Accumulated depreciation							
Rights	(234.042)	(16.718)	(28.385)	-	1.139	-	(278.006)
Licenses and software	(1.755)	(18)	(186)	-	-	-	(1.959)
Development investments	(1.245)	-	(1.304)	-	-	-	(2.549)
Other intangible assets	(1.120.600)	(19.542)	(421.078)	-	4.826	-	(1.556.394)
Total	(1.357.642)	(36.278)	(450.953)	-	5.965	-	(1.838.908)
Net book value	2.275.280						7.994.687

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NOTE 12 - RIGHT OF USE ASSETS

Movement table of right of use assets as of 30 September 2022 is as follows:

	1 January 2022	Addition	Disposals	Impairment	Currency translation differences	30 September 2022
Cost						
Real estates	2.742.721	1.037.464	(132.249)	(1.610)	148.031	3.794.357
Fixtures	462	-	-	-	(324)	138
Motor vehicles	76.868	59.181	(24.332)	-	30.794	142.511
Other	212.636	11.278	-	-	30.357	254.271
Total	3.032.687	1.107.923	(156.581)	(1.610)	208.858	4.191.277
Accumulated depreciation:						
Real estates	(953.399)	(446.259)	87.401	807	(29.552)	(1.341.002)
Fixtures	(157)	(114)	-	-	(65)	(336)
Motor vehicles	(47.233)	(35.936)	14.620	-	(4.405)	(72.954)
Other	(51.574)	(8.374)	-	-	(5.242)	(65.190)
Total	(1.052.363)	(490.683)	102.021	807	(39.264)	(1.479.482)
Net book value	1.980.324					2.711.795

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

NOTE 12 - RIGHT OF USE ASSETS (Continued)

Movement table of right of use assets as of 30 September 2021 is as follows:

	1 January 2021	Addition	Business combinations (*)	Disposals	Currency translation differences	30 September 2021
Cost						
Buildings	2.317.656	422.228	27.113	(196.648)	71.303	2.641.652
Property	252	-	209	-	-	461
Vehicles	68.441	5.403	8.734	(4.401)	(11.885)	66.292
Other	19.470	2.041	-	-	2.743	24.254
Total	2.405.819	429.672	36.056	(201.049)	62.161	2.732.659
Accumulated depreciation						
Buildings	(630.543)	(339.931)	-	104.504	(11.026)	(876.996)
Property	(112)	(22)	-	-	-	(134)
Vehicles	(36.338)	(15.566)	-	4.207	7.041	(40.656)
Other	(7.249)	(1.474)	-	(0)	(364)	(9.087)
Total	(674.242)	(356.993)	-	108.711	(4.349)	(926.873)
Net book value	1.731.577	72.679	36.056	(92.338)	57.812	1.805.786

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NOTE 13 - GOODWILL

The movements in goodwill for the years ended 30 September 2022 and 2021 are as follows:

	2022	2021
1 January	2.522.764	1.600.690
Business combinations (Note 3)	1.121.051	129.715
Currency translation differences	756.529	179.708
30 September	4.400.344	1.910.113

NOTE 14 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

Other short-term provisions	30 September 2022	31 December 2021
Insurance technical provisions	12.682.068	9.328.281
Provision for liabilities	708.886	816.672
<i>Credit bonus provision</i>	152.468	87.120
<i>Provisions for litigation</i>	106.657	88.517
<i>Uncompensated and not encashed non-cash loans</i>	449.761	641.035
Other debt provisions	375.341	238.370
Total	13.766.295	10.383.323

Other long-term provisions	30 September 2022	31 December 2021
Insurance technical provisions	7.685.547	4.766.880
Provision for liabilities	1.835.477	562.474
<i>Provisions for litigation</i>	240.888	161.020
<i>Other long-term provisions</i>	1.594.589	401.454
Total	9.521.024	5.329.354

Commitments - banking segment	30 September 2022	31 December 2021
Letters of guarantee given	84.850.054	56.987.517
Letters of credit	20.469.789	14.929.427
Foreign currency acceptance	129.148	159.525
Other guarantees given	19.250.760	13.479.998
Total	124.699.751	85.556.467

Commitments - other companies	30 September 2022	31 December 2021
Letters of guarantee given	2.655.400	1.439.769
Other guarantees given	1.366.012	1.856.238
Mortgage, collateral, and pledge on tangible assets	41.083	-
Total	4.062.495	3.296.007

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NOTE 14 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)

Commitments for resale and repurchase of debt securities:

Commitments for the resale and repurchase of debt securities (government bonds, treasury bills and Eurobonds) on 30 September 2022 and 31 December 2021 are as follows:

	30 September 2022	31 December 2021
Repurchase commitments	45.961.714	62.277.199
Transactions for held for trading		
	30 September 2022	31 December 2021
Foreign currency purchases	42.476.072	17.229.702
Foreign currency sales	41.603.904	18.190.714
Total	84.079.976	35.420.416
	30 September 2022	31 December 2021
Currency swap purchases	255.587.286	210.418.016
Currency swap sales	281.569.165	224.443.589
Interest swap purchases	143.406.347	133.544.605
Interest swap sales	143.406.347	133.544.605
Total	823.969.145	701.950.815
	30 September 2022	31 December 2021
Spot purchases	10.113.556	10.674.780
Spot sales	9.901.515	10.697.859
Total	20.015.071	21.372.639
	30 September 2022	31 December 2021
Currency, interest, and securities options purchases	30.179.812	26.311.953
Currency, interest, and securities options sales	31.175.005	27.980.081
Total	61.354.817	54.292.034
	30 September 2022	31 December 2021
Other purchase transactions	56.342.193	40.968.571
Other sales transactions	21.105.703	14.431.941
Total	77.447.896	55.400.512
	30 September 2022	31 December 2021
Future purchase transactions	15.815.532	8.206.775
Future sales transactions	15.144.697	8.114.789
Total	30.960.229	16.321.564

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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NOTE 14 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)

Types of derivative transactions held for hedges:

	30 September 2022	31 December 2021
Interest swap purchases	83.768.933	65.310.465
Interest swap sales	83.768.933	65.310.465
Total	167.537.866	130.620.930

	30 September 2022	31 December 2021
Money swap purchases	24.699.628	21.781.486
Money swap sales	7.965.635	8.752.970
Total	32.665.263	30.534.456

The maturity analysis of the off-balance sheet assets of the Banking segment on 30 September 2022 is as follows:

	Up to 1 year	Over 1 year	Total
Letters of guarantees given	42.856.824	41.993.230	84.850.054
Letters of credits	18.256.294	2.213.495	20.469.789
Acceptance credits	129.148	-	129.148
Other guarantees	7.989.837	11.260.923	19.250.760
Total	69.232.103	55.467.648	124.699.751

The maturity analysis of the off-balance sheet assets of the Banking segment on 31 December 2021 is as follows:

	Up to 1 year	Over 1 year	Total
Letters of guarantees given	28.440.110	28.547.407	56.987.517
Letters of credits	12.630.838	2.298.589	14.929.427
Acceptance credits	159.525	-	159.525
Other guarantees	5.827.888	7.652.110	13.479.998
Total	47.058.361	38.498.106	85.556.467

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

NOTE 14 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (Continued)

The economic sector risk concentrations of the commitments of the Banking segment on 30 September 2022 and 31 December 2021 are as follows:

	30 September 2022	31 December 2021
Construction	24.884.532	15.867.126
Wholesale	20.630.505	15.066.387
Other manufacturing	17.092.231	9.901.798
Financial institutions	13.881.780	8.124.805
Steel and mining	9.035.501	5.875.656
Small-scale retailers	9.305.416	5.187.378
Textile	4.724.931	3.971.143
Electricity, gas, and water	4.009.991	3.187.106
Transportation	3.061.863	2.806.224
Food and beverage	2.833.632	1.674.154
Automotive	2.761.126	1.934.944
Chemicals	1.646.303	3.960.757
Tourism	1.147.931	878.035
Agriculture and forestry	1.032.079	639.844
Telecommunications	716.829	625.893
Electronics	501.777	463.228
Other	7.433.324	5.391.989
Total	124.699.751	85.556.467

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 15 - COMMITMENTS

Collaterals, pledges and mortgages (“CRM”) given by the Subsidiaries on 30 September 2022 is as follows:

	30 September 2022				
	Total TL Equivalent	TL	USD	EUR	Other
A, Total amount of the Collaterals					
given for its own legal entity	2.693.756	1.550.805	37.588	20.465	75.641
B, Collaterals given on behalf of fully consolidated companies	6.027.198	2.447.891	130.411	58.779	98.041
C, Collaterals given on behalf of the third parties' debt for continuation of their economic activities	124.703.367	57.047.562	1.997.475	1.516.346	3.155.927
D, Total amount of other Collaterals					
i, Given on behalf of majority shareholder					
ii, Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii, Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Colleterals	133.424.321	61.046.258	2.165.474	1.595.590	3.329.609
A, Total amount of the mortgages	-	-	-	-	-
given for its own legal entity					
B, Mortgages given on behalf of fully consolidated companies	-	-	-	-	-
C, Mortgages given on behalf of third parties' debt for continuation of their economic activities	-	-	-	-	-
D, Total amount of other Mortgages					
i, Given on behalf of majority shareholder					
ii, Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii, Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Mortgages	-	-	-	-	-
A, Total amount of the pledges					
given for its own legal entity	-	-	-	-	-
B, Pledges given on behalf of fully consolidated companies	-	-	-	-	-
C, Pledges given on behalf of third parties' debt for continuation of their economic activities	-	-	-	-	-
D, Total amount of other Pledges					
i, Given on behalf of majority shareholder	-	-	-	-	-
ii, Given on behalf of other group companies which are not in the scope of B ar	-	-	-	-	-
iii, Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Pledges	-	-	-	-	-

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

NOTE 15 – COMMITMENTS (Continued)

As of 30 September 2022, the collateral / pledge / mortgage (“TRI”) position of the Joint Ventures is as follows;

	30 September 2022				
	Total TL Equivalent	TL	USD	EUR	Other
A, Total amount of the Collaterals					
given for its own legal entity	1.017.656	325.708	32.740	4.213	9.230
B, Collaterals given on behalf of fully consolidated companies	2.761.830	2.568.552	10.347	92	-
C, Collaterals given on behalf of the third parties’ debt for continuation of their economic activities	5.982	5.982	-	-	-
D, Total amount of other Collaterals					
i, Given on behalf of majority shareholder					
ii, Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii, Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Colleterals	3.785.468	2.900.242	43.087	4.305	9.230
A, Total amount of the mortgages					
given for its own legal entity	-	-	-	-	-
B, Mortgages given on behalf of fully consolidated companies	-	-	-	-	-
C, Mortgages given on behalf of third parties’ debt for continuation of their economic activities	-	-	-	-	-
D, Total amount of other Mortgages					
i, Given on behalf of majority shareholder	-	-	-	-	-
ii, Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii, Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Mortgages	-	-	-	-	-
A, Total amount of the pledges					
given for its own legal entity	-	-	-	-	-
B, Pledges given on behalf of fully consolidated companies	-	-	-	-	-
C, Pledges given on behalf of third parties’ debt for continuation of their economic activities	-	-	-	-	-
D, Total amount of other Pledges					
i, Given on behalf of majority shareholder	-	-	-	-	-
ii, Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii, Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Pledges	-	-	-	-	-

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 15 – COMMITMENTS (Continued)

Collaterals, pledges and mortgages (“TRI”) given by the Subsidiaries on 31 December 2021 is as follows:

	31 December 2021				
	Total TL Equivalent	TL	USD	EUR	Other
A, Total amount of the Collaterals					
given for its own legal entity	2.417.476	1.263.747	60.627	22.836	-
B, Collaterals given on behalf of fully consolidated companies	4.231.028	838.684	164.533	79.159	5.036
C, Collaterals given on behalf of the third parties’ debt for continuation of their economic activities	85.560.208	31.928.141	2.215.302	1.472.671	1.886.563
D, Total amount of other Collaterals					
i, Given on behalf of majority shareholder	-	-	-	-	-
ii, Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii, Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Collaterals	92.208.712	34.030.572	2.440.462	1.574.666	1.891.599
A, Total amount of the mortgages	-	-	-	-	-
given for its own legal entity	-	-	-	-	-
B, Mortgages given on behalf of fully consolidated companies	-	-	-	-	-
C, Mortgages given on behalf of third parties’ debt for continuation of their economic activities	-	-	-	-	-
D, Total amount of other Mortgages	-	-	-	-	-
i, Given on behalf of majority shareholder	-	-	-	-	-
ii, Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii, Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Mortgages	-	-	-	-	-
A, Total amount of the pledges					
given for its own legal entity	-	-	-	-	-
B, Pledges given on behalf of fully consolidated companies	-	-	-	-	-
C, Pledges given on behalf of third parties’ debt for continuation of their economic activities	-	-	-	-	-
D, Total amount of other Pledges					
i, Given on behalf of majority shareholder	-	-	-	-	-
ii, Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii, Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Pledges	-	-	-	-	-

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

NOTE 15 – COMMITMENTS (Continued)

As of 31 December 2021, the collateral / pledge / mortgage (“TRI”) position of the Joint Ventures is as follows;

	31 December 2021				
	Total TL Equivalent	TL	USD	EUR	Other
A, Total amount of the Collaterals					
given for its own legal entity	715.907	283.296	27.359	4.504	-
B, Collaterals given on behalf of fully consolidated companies	1.266.337	1.123.324	10.535	172	-
C, Collaterals given on behalf of the third parties’ debt for continuation of their economic activities	5.982	5.982	-	-	-
D, Total amount of other Collaterals					
i, Given on behalf of majority shareholder	-	-	-	-	-
ii, Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii, Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Colaterals	1.988.226	1.412.602	37.894	4.676	-
A, Total amount of the mortgages					
given for its own legal entity	-	-	-	-	-
B, Mortgages given on behalf of fully consolidated companies	-	-	-	-	-
C, Mortgages given on behalf of third parties’ debt for continuation of their economic activities	-	-	-	-	-
D, Total amount of other Mortgages					
i, Given on behalf of majority shareholder	-	-	-	-	-
ii, Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii, Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Mortgages	-	-	-	-	-
A, Total amount of the pledges					
given for its own legal entity	-	-	-	-	-
B, Pledges given on behalf of fully consolidated companies	-	-	-	-	-
C, Pledges given on behalf of third parties’ debt for continuation of their economic activities	-	-	-	-	-
D, Total amount of other Pledges					
i, Given on behalf of majority shareholder	-	-	-	-	-
ii, Given on behalf of other group companies which are not in the scope of B and C	-	-	-	-	-
iii, Given on behalf of third parties which are not in scope of C	-	-	-	-	-
Total Pledges	-	-	-	-	-

HACI ÖMER SABANCI HOLDİNG A.Ş.**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022**

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

NOTE 16 - OTHER ASSETS AND LIABILITIES

Other Current Assets	30 September 2022	31 December 2021
Interbank cheque clearing accounts	3.341.969	1.370.281
Deductible, deferred and other VAT	603.362	335.344
Other Current Assets	5.678.691	3.727.479
Total	9.624.022	5.433.104

Other Non-Current Assets	30 September 2022	31 December 2021
Long term tax claims and other legal receivables	-	13.024
Deductible, deferred and other VAT	5.122	2.798
<i>Other non-current assets</i>	223.376	157.018
Total	228.498	172.840

Other Short-Term Liabilities	30 September 2022	31 December 2021
Interbank cheque clearing accounts	6.294.058	2.579.106
Saving deposits insurance	230.737	134.234
Other short-term liabilities	2.081.311	799.902
Total	8.606.106	3.513.242

Other Long Term Liabilities	30 September 2022	31 December 2021
Other long term liabilities	511.388	24.738
Total	511.388	24.738

NOTE 17 - EQUITY

Holding’s authorized and issued capital consists of 204.040.393.100 (31 December 2021: 204.040.393.100) shares of Kr 1 each.

The Holding’s authorized and paid-in share capital and shareholding structure on 30 September 2022 and 31 December 2021 is as follows:

Shareholders:	Share (%)	30 September 2022	Pay (%)	31 December 2021
Sakıp Sabancı Holding A.Ş.	14,07	287.100	14,07	287.100
Serra Sabancı	7,22	147.371	7,22	147.371
Suzan Sabancı Dinçer	6,94	141.567	6,94	141.567
Çiğdem Sabancı Bilen	6,94	141.567	6,94	141.567
Diğer	64,83	1.322.799	64,83	1.322.799
Share capital	100,00	2.040.404	100,00	2.040.404
Share buyback (-)		(92.517)		(31.897)
Share Premium		22.237		22.237

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 17 - EQUITY (Continued)

According to Exsa Export Sanayi Mamulleri Satış ve Araştırma A.Ş. (Exsa)’s Board of Director decision on 22 December 2015, company has started to make share buyback at BİST. In the scope of the relevant decision, considering matching orders as of 30 September 2022, equivalent to 1,172% shares with TRY23.897 of nominal value of the company capital, were repurchased for TRY190.464, including transaction costs. These shares are accounted for in the share buyback account in consolidated equity.

The Board of Directors of Sabancı Holding have adopted the resolutions in its meeting dated November 9, 2021, for the purposes of supporting price performance of SAHOL shares in the equity market, and hence reducing the net asset value discount by bringing SAHOL shares closer to its fair value, and providing shareholders with a more attractive long-term investment opportunity. Shares buy-back shall be initiated pursuant to the Capital Markets Board's Communiqué on Share Buy-Back No. II-22.1 and the related announcements dated July 21, 2016 and July 25, 2016. In the scope of the relevant decision, considering matching orders as of 30 September 2022, shares with TRY68.620 of nominal value, equivalent to 3,3631% of the company capital, were repurchased for TRY1.236.189, including transaction costs. As of the date of the report, the repurchased shares have not been sold.

Restricted Reserves

The legal reserves consist of first and second reserves, appropriated in accordance with the Turkish Commercial Code (TCC). The Company reserves 5% of the historical statutory profit as first legal reserve, until the total reserve reaches 20% of the historical paid in share capital. Under the TCC, the legal reserves can only be used to offset losses and are not available for any other usage unless they exceed 50% of paid-in share capital.

Furthermore, to be entitled to the exemption for sale of participation shares and property, 75% of related gain is required to be held in a fund account in the liabilities and it must not be withdrawn from the entity for a period of five years. Based on the exemption for sale of participation shares and property, 75% of the related gain is required to be held in account “gain on sale of subsidiaries”. In 2012, related to the initial public offering of Teknosa, Holding accounted for 75% of this gain in this account.

The details of restricted reserves mentioned above are as follows:

	30 September 2022	31 December 2021
Reserves for treasury shares(*)	1.236.189	108.176
Legal reserves	1.484.964	1.080.824
Subsidiary sales profit	343.498	343.498
Total	3.064.651	1.532.498

(*) As per TCC and CMB regulations, a legal reserve equivalent to acquisition value is allocated for treasury shares. Accordingly, under the limited reserve allocated from profits in the consolidated financial statements as of 30 September 2022, a legal reserve in the amount of TRY1.236.189 (31 December 2021: TRY108.176) was allocated for share buyback.

Dividend Distribution

Listed companies process their profit distributions according to the II-19.1 numbered CMB profit distribution declaration become effective on or after 1 February 2014.

Group companies distribute their profits within the frame of profit distribution policies determined by general assembly and according to the related declaration by the approval of general assembly. Within the mentioned declaration, minimum rate of distribution is not determined. Companies distribute their profits according to the predetermined terms in their articles of incorporation or profit distribution policies.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 17 - EQUITY (Continued)

Accumulated Other Comprehensive Income or Loss to be Reclassified to Profit or Loss

	Fair Value Revaluation Fund	Cash Flow Hedge Fund	Net Investment Hedge Fund	Currency Translation Effect
Balance as of 1 January 2022	(719.033)	(144)	(2.450.004)	6.690.649
Increases/(decreases) during the period)	3.633.575	1.402.727	(979.028)	3.296.452
Gains transferred to income statement	(1.667.906)	17.197	-	-
Net gains & losses included in the ..income statement due to transfer of available for sale financial assets into held to maturity assets	510.670	-	-	-
Tax effect	(495.268)	(283.984)	195.806	-
Balance as of 30 September 2022	1.262.038	1.135.796	(3.233.226)	9.987.101

	Fair Value Revaluation Fund	Cash Flow Hedge Fund	Net Investment Hedge Fund	Currency Translation Effect
Balance as of 1 January 2021	207.135	(824.534)	(931.208)	2.684.551
Increases/(decreases) during the period)	(232.722)	301.657	(377.429)	887.807
Gains transferred to income statement	(155.289)	437.172	-	-
Net gains & losses included in the ..income statement due to transfer of available for sale financial assets into held to maturity assets	(175.740)	-	-	-
Tax effect	112.750	(147.766)	75.486	-
Balance as of 30 September 2021	(243.866)	(233.471)	(1.233.151)	3.572.358

NOTE 18 - ASSETS CLASSIFIED AS HELD FOR SALE AND DISCONTINUED OPERATIONS

1 January – 30 September 2022

Nile Kordsa Company for Industrial Fabrics S.A.E., a subsidiary of Kordsa, which is a subsidiary of the Group, had a full period loss amounting to TRY2.461 as of 30 September 2022 (30 September 2021: TRY4.342). Operating results of this company reclassified as income/expense from the discontinued operations in consolidated financial statements for the period ended 30 September 2022 and 2021.

The amount recognised under “Assets Held for Sale” is none as of 30 September 2022 (31 December 2021: TRY4.142). The amount recognised under “Liabilities Held for Sale” is TRY8.180 as of 30 September 2022 (31 December 2021: None).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 18 - ASSETS CLASSIFIED AS HELD FOR SALE AND DISCONTINUED OPERATIONS (Continued)

Akbank’s asset were classified from property, plant and equipment and intangible assets to assets held for sales amounted by TRY272.619 (31 December 2021: TRY232.296)

Çimsa’s asset were classified from property, plant and equipment and intangible assets to assets held for sales amounted by TRY2 (31 December 2021: TRY180.248)

Group shares in Philsa Philip Morris Sabancı Sigara ve Tütüncülük Sanayi ve Ticaret A.Ş. and Philip Morris SA Philip Morris Sabancı Pazarlama ve Satış A.Ş. have been sold on 5 January 2022 to Philip Morris Products S.A. (PM). (Assets held for sales 31 December 2021: TRY277.887)

Information on assets held for sale:

	30 September 2022	31 December 2021
Beginning, net book value	694.573	262.226
Acquired	235.179	200.398
Disposed of (-), net	(652.865)	(217.363)
Impairment (-)	(124)	(1.517)
Other	(12.323)	450.829
Closing, net book value	264.440	694.573

1 January – 30 September 2021

Nile Kordsa Company for Industrial Fabrics S.A.E., a subsidiary of Kordsa, which is a subsidiary of the Group, had a full period loss amounting to Total TRY (4.342.038) as of 30 September 2021. (30 September 2020: TRY407.752) On 30 September 2021 and 30 September 2020, operating results of this company reclassified as income/expense from the discontinued operations in consolidated financial statements.

About Nile Kordsa Company for Industrial Fabric, the amount recognised under “Assets Held for Sale” is Total TRY2.582.413 as of 30 September 2021 (31 December 2020: Total TRY2.925.808). The amount recognised under “Liabilities Held for Sale” is Total TRY3.849.357 as of 30 September 2021 (31 December 2020: Total TRY4.026.883).

The sale process of the lands which are not used actively of Çimsa is continue and the remaining part of fixed asset amounting to TRY344.295 has been classified as held for sale (31 December 2020: Total TRY8.522.648).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 19 - OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES

The details of other income from operating activities for the periods ended 30 September 2022 and 2021 are as follows:

	1 January- 30 September 2022	1 January- 30 September 2021	1 July- 30 September 2022	1 July- 30 September 2021
Foreign currency gains resulting from operations	3.429.461	892.173	1.410.310	241.451
Due date income from trade receivables	251.008	75.905	90.371	21.901
Other income	4.461.641	668.865	1.716.162	286.508
Total	8.142.110	1.636.943	3.216.843	549.860

(*) Other incomes are related to Financial Services’s income transferred to technical profit.

The details of other expenses from operating activities for the periods ended 30 September 2022 and 2021 are as follows:

	1 January- 30 September 2022	1 January- 30 September 2021	1 July- 30 September 2022	1 July- 30 September 2021
Foreign currency losses resulting from operations	(2.837.637)	(548.284)	(1.127.814)	(121.318)
Due date expense from trade receivables	(602.915)	(393.103)	(243.793)	(137.499)
Provision expense	(20.387)	(38.693)	(3.904)	(27.308)
Other expenses	(423.617)	(439.599)	(145.691)	(215.078)
Total	(3.884.556)	(1.419.679)	(1.521.202)	(501.203)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 20 - INCOME AND EXPENSES FROM INVESTING ACTIVITIES

The details of other income from investing activities for the periods ended 30 September 2022 and 2021 are as follows:

	1 January- 30 September 2022	1 January- 30 September 2021	1 July- 30 September 2022	1 July- 30 September 2021
Gain on sale of associates	2.766.445	92.345	-	92.345
Profit from sales on property, plant and equipment	1.836.095	126.994	1.682.568	251
Gain on foreign currency protected deposit	428.257	-	428.257	-
Interest income on time deposits	341.073	50.365	100.338	47.736
Dividend income	83.544	19.793	30.496	9.063
Fair value gain (*)	76.483	-	(247.916)	-
Fair value gain from business combinations	-	1.359.259	-	1.359.259
Total	5.531.897	1.648.756	1.993.743	1.508.654

(*) Foreign currency protected deposit option value.

The details of other expenses from investing activities for the periods ended 30 September 2022 and 2021 are as follows:

	1 January- 30 September 2022	1 January- 30 September 2021	1 April- 30 September 2022	1 April- 30 September 2021
Loss on sale of fixed assets	(3.171)	(8.517)	(87)	(6.738)
Total	(3.171)	(8.517)	(87)	(6.738)

NOTE 21 - FINANCIAL INCOME AND EXPENSE

	1 January- 30 September 2022	1 January- 30 September 2021	1 April- 30 September 2022	1 April- 30 September 2021
Financial income				
Foreign currency gains	924.677	78.088	490.918	17.672
Interest Income	12.770	9.047	6.616	116
Other financial income	40.132	26.068	-	26.068
Total	977.579	113.203	497.534	43.856
Financial expenses				
Foreign currency losses	(340.439)	(157.976)	(123.558)	(17.596)
Interest expense	(898.106)	(531.843)	(338.805)	(192.957)
Other financial expenses	(711.851)	(188.044)	(414.110)	(77.939)
Total	(1.950.396)	(877.863)	(876.473)	(288.492)

Financial income and financial expenses relate to segments outside of banking.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 22 - TAX ASSETS AND LIABILITIES

	30 September 2022	31 December 2021
Corporate and income taxes payable	13.791.935	4.186.070
Less: prepaid taxes	(10.888.171)	(2.566.388)
Total taxes payable	2.903.764	1.619.682

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.

The Corporate Tax Law was amended as of 13 June 2006 with Law No 5520. Most of the clauses of Law No 5520 are effective as of 1 January 2006.

The effective tax rate of the fiscal year 2022 is 23% (2021: 25%). According to the Law No. 7316, published in the Official Gazette dated April 22, 2021, tax rate has been increased to 25% for the taxation period of 2021 that will start on 1/7/2021. This rate will be applied as 23% for the 2022 taxation period.

The publication of the Law No. 7394 in the Official Gazette dated 15.04.2022, for banks, consumer finance companies, factoring and financial leasing companies, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies, the corporate tax rate has been permanently increased to 25%, and the tax rate applied to the cumulative earnings of 2022 is considered as 25%.

Corporation tax is payable for the Holding after adjusting for certain disallowable expenses, corporate income tax exemptions (participation exemption, and investment allowance, etc. and corporate income tax deductions (like research and development expenditures deduction). No further tax is payable unless the profit is distributed.

Dividends paid to non-resident corporations, which have a place of business in Turkey, or resident corporations are not subject to withholding tax. Otherwise, except from these corporations’ dividends subject to withholding tax at the rate of 15%. An increase in capital via issuing bonus shares is not considered as a profit distribution and thus does not incur withholding tax.

Corporations calculate corporate tax quarterly on their corporate income and declare it until the 10th day and pay it on the 17th day of the second month following each calendar quarter end. Advance tax paid by corporations is credited against the annual corporation tax liability. The balance of the advance tax paid may be refunded or used to set off against other liabilities to the government.

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 fiscal year to which they relate. Tax returns are open for five years from the beginning of the year that follows the date of filing during which time the tax authorities have the right to audit tax returns, and the related accounting records on which they are based and may issue re-assessments based on their findings.

Under the Turkish taxation system, tax losses can be carried forward to offset against future taxable income for up to five years. Tax losses cannot be carried back to offset profits from previous periods.

The conditions sought for inflation adjustment in the calculation of corporate tax have been fulfilled, within the framework of the repeated provision of Article 298/A of the Tax Procedure Law. However, with the regulation made with the Law No. 7352 dated 20 January 2022, the application of inflation adjustment in the calculation of corporate tax was postponed to 2023.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 22 - TAX ASSETS AND LIABILITIES (Continued)

The law on amending the Tax Procedure Law and the Corporate Tax Law has been enacted on 20 January 2022 with the code numbered 7532 and it has been decided that the financial statements will not be subject to inflation adjustment in 2021 and 2022, including the temporary accounting periods, and in the provisional tax periods in 2023, regardless of whether the conditions for the inflation adjustment within the scope of the repeated Article 298 are met. Tax Procedure Law. According to the Tax Law with the code numbered 7352, Financial statements dated 31 December 2023 will be subject to inflation adjustment regardless of whether the inflation adjustment conditions are met or not. Profit/loss difference arising from inflation adjustment in VUK financial statements will be shown in previous years' profit/loss accounts and will not affect the corporate tax base.

There are numerous exemptions in the Corporate Tax Law concerning the corporations. Those related to Group are as follows:

Affiliation Privilege

Dividend income from participation in shares of capital of another full-fledged taxpayer corporation (except for dividends from investment funds participation certificates and investment partnerships shares) are exempt from corporate tax

Emission 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

The participation income of corporations participating in 10% or more of the capital of a limited liability or joint stock company which does not have its legal or business center in Turkey (except for corporations whose principal activity is financial leasing or by investment of marketable securities) 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% (the corporate income tax rate applicable in Turkey for those companies whose principal activity is financial 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 real property which have remained in assets for more than two full years are exempt from corporate tax. As of 1 January 2019, the exemption for real estate has been revised to 50%. To be entitled to the exemption, the relevant gain is required to be held in a fund account in the liabilities and it must not be withdrawn from the entity for a period of five years.

The proceed related to the sale transaction must be collected up until the end of the second calendar year following the year the sale was realized. Brokerage houses and real estate companies who are dealing with the trading and the leasing of the real estate cannot benefit from this exemption.

Investment incentives

The corporate tax rate in Turkey is 20%. However, there is a reduced corporate tax application for investments related to incentive certificate. The two factors that are important in calculating the discounted corporate tax in the Investment Incentive System are the contribution rate to investment and the rate of tax reduction. The amount of contribution of the investments to be met by Government through the tax is defined as the amount of contribution to the investment and dividing this amount by the total amount invested is defined as the rate of contribution to the investment.

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NOTE 22 - TAX ASSETS AND LIABILITIES (Continued)

These rates are determined by the President according to the sectors and regions. Regulations on Reduced Corporate Tax are included in the Decree No: 2012/3305 of the Council of Ministers and 1 Serial Number of Corporate Tax.

Tax amounts related to comprehensive income items in the consolidated statement of other comprehensive profit or loss for the period ended 30 September 2022 and 2021 are as follows:

	30 September 2022			30 September 2021		
	Before Tax	Tax Expense	After tax	Before Tax	Tax Expense	After tax
Fair value gains/(losses) from financial assets through other comprehensive income	6.502.123	(1.300.425)	5.201.698	(1.308.923)	261.785	(1.047.138)
Cash flow hedges, after tax	3.598.598	(719.720)	2.878.878	1.744.325	(348.865)	1.395.460
Financial assets related to the hedging of net investment in a foreign operation, after tax	(2.402.521)	480.504	(1.922.017)	(926.206)	185.241	(740.965)
Currency translation differences	6.031.122	-	6.031.122	1.679.796	-	1.679.796
Actuarial (losses)/gains	(391.741)	78.349	(313.392)	(50.060)	10.012	(40.048)
Other comprehensive income	13.337.581	(1.461.292)	11.876.289	1.138.932	108.173	1.247.105

Deferred tax

The Group recognises deferred income tax assets and liabilities based upon temporary differences arising between their financial statements as reported under TAS and their statutory tax financial statements. These differences usually result from the recognition of revenue and expenses in different reporting periods for TAS and tax purposes, carry forward tax losses and investment incentive exceptions. The rate to be applied for deferred tax assets and liabilities over temporary differences is 20% for Turkey.

Since the subsidiaries and joint ventures which are separately taxpayers presented their deferred tax assets and liabilities as net values in their financial statements, the effect of the presentation of the net amounts has been reflected to the Group’s consolidated balance sheet. Temporary differences and deferred tax assets and liabilities presented in the table below are based on the gross values.

As of the period ending on 30 September 2020, provisional tax of 23% (2021: 25%) is calculated and paid on quarterly earnings in accordance with the tax legislation, and the amounts paid in this way are deducted from the tax calculated on the annual income. Law no. 7316 promulgated in the Official Gazette dated 22 April 2021 raised corporate income tax to 25% for the 2021 taxation period and 23% for the 2022 taxation period, beginning with statements that should be submitted by 1 July 2021 and effective for the taxation period starting on 1 January 2021.

There is no previous year loss on which the Group has not calculated deferred tax assets. The Group has recognized deferred tax assets over carry forward tax losses in the amount of TRY 812.453 as of 30 September 2022, which can be offset against future taxable profits for a period of five years (31 December 2021: TRY811.459).

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

NOTE 22 - TAX ASSETS AND LIABILITIES (Continued)

Deferred tax (continued)

As of 30 September 2022, and 31 December 2021 carry forward tax losses and the last accounting periods which can be used are as follows:

	30 September 2022	31 December 2021
2022	-	410.171
2023	345.260	154.997
2024	154.997	246.291
2025	215.214	-
2026	96.982	-
Total	812.453	811.459

Deferred tax assets/(liabilities) for the period ended on 30 September 2022 and 31 December 2021 are as follows:

	30 September 2022	31 December 2021
Deferred tax assets	1.132.918	660.696
Deferred tax liabilities	(3.630.064)	(1.382.161)
Net Deferred Tax Assets	(2.497.146)	(721.465)

The movements in deferred tax assets/(liabilities) for the periods ended 30 September 2022 and 2021 are as follows:

	2022	2021
1 January	(721.465)	400.998
Business combinations effect	-	(803.373)
Charged to equity	(1.554.381)	97.956
Change in foreign currency translation differences	(109.602)	(57.782)
Disposals of subsidiary	-	(4.601)
Charged to statement of profit or loss	(111.698)	(121.601)
Other	-	(1.435)
30 September	(2.497.146)	(489.838)

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NOTE 22 - TAX ASSETS AND LIABILITIES (Continued)

Deferred tax (continued)

The deferred tax assets and liabilities calculated using the accumulated temporary differences and the applicable tax rates are as follows:

	Total temporary differences		Deferred tax assets/(liabilities)	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
Tangible and intangible assets	5.857.885	6.989.159	(1.219.626)	(1.397.832)
Inventories	(886.194)	(391.626)	190.320	87.550
Expected credit losses for loans	(11.203.080)	(19.014.505)	2.446.747	3.802.901
Provision for severance pay	(1.544.922)	(780.450)	340.482	162.038
Litigation provisions	(50.948)	28.196	10.820	(7.049)
Carry forward tax losses	(1.058.669)	(785.334)	221.962	187.154
Investment incentives	(302.697)	(275.527)	55.693	43.509
Doubtful receivables provisions	(78.447)	(44.424)	20.077	9.644
Derivative instruments	(28.164.399)	23.118.838	(7.040.931)	(4.907.561)
Financial lease liabilities	(1.313.877)	(1.041.629)	277.932	213.029
Securities valuation differences	8.167.540	(7.079.850)	2.211.546	1.412.735
Fair value differences of financial assets and liabilities	1.066.851	296.650	(213.369)	(59.352)
Geographical region risk provision cancellation	(770.829)	1.047.522	(211.207)	(282.831)
Other temporary differences	(1.663.451)	58.400	412.408	14.600
Deferred tax assets/liabilities (net)			(2.497.146)	(721.465)

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NOTE 23 - DERIVATIVE FINANCIAL INSTRUMENTS

30 September 2022	Fair Value	
	Assets	Liabilities
Derivative instruments held for trading:		
Foreign exchange derivative instruments		
Currency and interest rate swaps purchases and sales transactions	21.829.063	19.009.740
Forward currency purchases and sales transactions	2.328.473	1.836.750
Currency purchases and sales options	557.025	324.321
Other purchases and sales transactions	5.974.503	-
Total derivative instruments held for trading	30.689.064	21.170.811
Derivative instruments held for hedging:		
Currency and interest rate swaps purchases and sales transactions	26.147.452	443.788
Forward currency purchases and sales transactions	26.612	-
Other purchases and sales transactions	48.200	-
Total derivative instruments held for hedging	26.222.264	443.788
Total derivative instruments	56.911.328	21.614.599
31 December 2021		
Derivative instruments held for trading:		
Foreign exchange derivative instruments		
Currency and interest rate swaps purchases and sales transactions	27.782.362	20.177.837
Forward currency purchases and sales transactions	1.974.291	4.155.666
Currency purchases and sales options	296.503	567.852
Other purchases and sales transactions	4.699.540	-
Total derivative instruments held for trading	34.752.696	24.901.355
Derivative instruments held for hedging:		
Currency and interest rate swaps purchases and sales transactions	16.189.565	1.026.204
Forward currency purchases and sales transactions	53.854	-
Currency purchases and sales options	-	6.178
Total derivative instruments held for hedging	16.243.419	1.032.382
Total derivative instruments	50.996.115	25.933.737

Akbank hedges against cash flow risk using interest rate swaps against the cash flow risk arising from its financial debts.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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NOTE 24 - RECEIVABLES FROM FINANCE SECTOR OPERATIONS

Banking

Loans and advances to customers	30 September 2022	31 December 2021
Consumer loans and credit cards receivables	126.721.211	92.939.761
Project finance loans	83.549.661	84.151.374
Construction	48.588.946	30.982.020
Other manufacturing industries	41.882.426	18.315.985
Financial institutions	28.801.304	24.640.404
Small-scale enterprises	23.556.757	14.806.603
Mining	21.483.590	12.807.071
Textile	20.335.257	10.944.313
Food and beverage, wholesale, and retail	14.619.837	9.962.603
Automotive	12.686.494	8.502.001
Chemicals	9.841.857	11.615.425
Telecommunication	2.159.797	1.205.127
Other	125.338.466	74.907.707
Total loans and advances to customers	559.565.603	395.780.394
Leasing receivables	9.359.685	8.038.101
Provision for loan losses	(21.922.906)	(19.014.505)
Receivables from insurance activities	2.414.794	1.808.721
Net loans and advances to customers	549.417.176	386.612.711

The above table includes the total live and follow-up lending of the bank, and the credit risk reserve is set because of the bank evaluation considering the whole credit risk.

Annual effective interest rates of loans and advances granted to clients in USD, EUR, TRY are as follows respectively 7,80% (31 December 2021: 4,97%), 5,04% (31 December 2021: 3,86%) and 20,71% (31 December 2021: 17,62%).

The movement of loan loss provision of banking segment as of 30 September 2022 by class is as follows:

	Corporate	Consumer	Leasing Receivables	Total
1 January 2022	14.847.739	3.849.495	317.271	19.014.505
Gross provisions	15.143.797	2.485.884	34.890	17.664.571
Recoveries	(1.096.824)	(808.929)	(53.200)	(1.958.953)
Extracted from financial statements	(12.735.305)	(43.087)	(18.825)	(12.797.217)
30 September 2022	16.159.407	5.483.363	280.136	21.922.906

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

NOTE 24 - RECEIVABLES FROM FINANCE SECTOR OPERATIONS (Continued)

Banking (Continued)

The movement of loan loss provision of banking segment as of 30 September 2021 by class is as follows:

	Corporate	Consumer	Leasing Receivables	Total
1 January 2021	13.773.709	2.801.353	394.453	16.969.515
Gross provisions	1.522.090	1.104.803	34.761	2.661.654
Recoveries	(966.938)	(336.242)	(27.920)	(1.331.100)
Extracted from financial statements	(58.220)	(29.373)	(73.923)	(161.516)
30 September 2021	14.270.641	3.540.541	327.371	18.138.553

The maturity schedule of loans and advances to customers on 30 September 2022 and 31 December 2021 are summarized below:

	30 September 2022	31 December 2021
Up to 3 months	203.725.592	127.580.232
3 to 12 months	141.116.597	93.836.550
Current	344.842.189	221.416.782
1 to 5 years	139.511.979	114.749.045
Over 5 years	53.288.529	40.600.062
Non-current	192.800.508	155.349.107
Total	537.642.697	376.765.889

The repricing schedule of loans and advances to customers on 30 September 2022 and 31 December 2021 are summarized below:

	30 September 2022	31 December 2021
Up to 3 months	277.433.565	179.073.625
3 to 12 months	151.799.743	98.603.836
1 to 5 years	97.028.659	85.074.285
Over 5 years	11.380.730	14.014.143
Total	537.642.697	376.765.889

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NOTE 25 - PAYABLES FROM FINANCE SECTOR OPERATIONS

Banking

	30 September 2022			31 December 2021		
	Demand	Time	Total	Demand	Time	Total
Saving deposits	127.118.257	275.281.622	402.399.879	97.492.447	177.658.897	275.151.344
Commercial deposits	95.043.916	129.786.250	224.830.166	61.300.106	90.569.061	151.869.167
Bank deposits	3.133.561	21.819.851	24.953.412	1.776.500	12.060.042	13.836.542
Funds provided from						
repo transactions	-	47.147.231	47.147.231	-	63.256.050	63.256.050
Other	4.374.708	3.251.122	7.625.830	1.838.712	5.622.797	7.461.509
Total	229.670.442	477.286.076	706.956.518	162.407.765	349.166.847	511.574.612

Foreign exchange-protected deposit instrument, the operating rules of which are determined by the Ministry of Treasury and Finance and the CBRT, and which ensures that TL deposits are valued with interest rates and are protected against foreign exchange rates, is offered to Akbank customers. As of 30 September 2022, TL deposit amount includes TRY119.854.860 (31 December 2021: TRY4.875.953) thousand TRY deposits within this scope.

Annual effective interest rate of deposit accounts in USD, Euro and TRY are 4,25% (31 December 2021: 1,16%), 0,85% (31 December 2021: 0,20%) and 13,75% (31 December 2021 17,60%).

The following is the analysis of remaining time of debts to deposit and money markets for term and repricing in the agreement as of 30 September 2022 and 31 December 2021:

	30 September 2022	31 December 2021
No maturity	229.670.442	162.407.765
Up to 3 months	404.175.616	306.842.022
3 to 12 months	54.657.640	30.950.347
1 to 5 years	17.393.942	10.034.533
Over 5 years	1.058.878	1.339.945
Total	706.956.518	511.574.612

Financial services

	30 September 2022	31 December 2021
Payables from insurance sector operations	1.135.143	955.091
Total	1.135.143	955.091

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NOTE 26 - RELATED PARTY DISCLOSURES

Related party balances

	30 September 2022	31 December 2021
Receivables from finance sector activities	8.971.749	6.621.682
Trade receivables	258.367	203.792
Trade payables	468.872	109.484
Other receivables	2.526	1.826
Other payables	557.251	177.732
Receivables from finance sector activities	6.909.070	3.577.126

Related party transactions

	30 September 2022	30 September 2021
Goods and services sales	536.566	206.891
Goods and services purchases	(1.426.454)	(410.428)
Interest income	822.992	334.939
Interest expense	(230.098)	(108.295)

The Group's joint ventures are recognised in the consolidated financial statements using the equity method. Accordingly, transactions between Group subsidiaries and joint ventures and balances from joint ventures may not be eliminated.

As of 30 September 2022, TRY210.159 (31 December 2021: TRY156.574) was the balance of trade receivables arising from the sales relationship between Kordsa and Brisa. TRY359.916 of trade payables (31 December 2021: TRY72.371) arose from the balance related to the purchasing relationship of Çimsa with Enerjisa Üretim.

The receivables and payables from finance industry operations consist of credit and deposit transactions between Akbank and the Group joint ventures and other related parties.

Key management personnel compensation:

The Group defined its key management as board of directors, general manager, general secretary, group chiefs, head of departments and group directors. Short term benefits include wages, bonuses, social security, health insurance, unused vacation, premium bonuses, and incentive premiums. Other long-term benefits include private pension system payments. Benefits resulted from discharge include severance pay and unused vacation payments for executive management who is discharged because of transfer or retirement.

The detailed schedule of compensation paid or payable to key management for the periods ended 30 September 2022 and 2021 are as follows:

	30 September 2022	30 September 2021
Short term benefits	99.135	53.703
Benefits resulted from discharge	1.289	1.015
Other long-term benefits	724	436
Total	101.148	55.154

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NOTE 27 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS**27.1 Financial Instruments and Financial Risk Management****27.1.1 Financial Risk Management**

The Group is exposed to a variety of financial risks due to its operations. These risks are market risk (including exchange risk, fair value interest rate risk, price risk and cash flow interest rate risk), credit risk and liquidity risk. The Group’s overall risk management program focuses on minimizing the effects of the unpredictability of financial markets and their possible adverse effects on the Group’s financial performance. The Group uses financial derivative instruments to hedge from various risks.

Financial risk management is conducted within the context of policies approved by their Board of Directors for each Subsidiary and Jointly Controlled Entity.

27.1.1.1 Foreign Exchange Risk

The Group is exposed to foreign exchange risk through the impact of rate changes on the translation of foreign currency assets and liabilities to local currency. These risks are monitored and limited by analyzing foreign currency position. The Group aims to lower foreign exchange risk arising from assets and liabilities by using swap and forward derivative instruments.

The difference between the assets and liabilities of Akbank both denominated in foreign currency is defined as the “Net Foreign Currency (“FC”) position” and is the exposure to foreign currency risk. Another dimension of the foreign exchange risk is the change in the value of the foreign currencies themselves within the net FC position (cross rate risk). The Bank keeps the amount exposed to foreign exchange risk within the limits determined by the Risk Management Committee. The Risk Management Committee monitors the general economic conditions and developments in the markets and sets new limits when necessary. These limits are set and monitored separately for the net FC position and for the cross-rate risk. When necessary, swap and forward contracts are used as a tool to hedge the foreign exchange risk.

The Group is exposed to foreign exchange risk arising primarily from the EUR, USD, TRY and GBP.

Foreign currency denominated assets and liabilities held by the Group before consolidation eliminations as of 30 September 2022 and 31 December 2021 in terms of TRY are as follows:

	30 September 2022	31 December 2021
Assets	453.103.078	402.476.037
Liabilities	(530.301.178)	(458.478.627)
Net foreign currency balance sheet position	(77.198.100)	(56.002.590)
Off-balance sheet derivative financial instruments position	89.164.442	68.955.303
Net foreign currency balance sheet and off-balance sheet position	11.966.342	12.952.713

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NOTE 27 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Continued)

27.1.1.1 Foreign Exchange Risk (Continued)

30 September 2022	Total TRY Equivalent	TRY Equivalent	USD TRY Equivalent	EUR TRY Equivalent	GBP TRY Equivalent	Other TRY Equivalent
Assets:						
Cash and Cash Equivalents	65.090.674	31.677	41.862.046	18.073.792	668.549	4.454.610
Financial Assets	110.180.367	0	100.396.028	7.923.749	0	1.860.590
Receivables from Financial Operations	164.386.854	0	70.276.542	92.778.909	3.632	1.327.771
Reserve Deposits at Central Bank	107.893.614	0	65.593.466	39.733.062	-	2.567.086
Trade Receivables	3.009.284	416.900	997.430	1.253.438	13.011	328.505
Other Current Assets	2.542.285	13.537	1.968.413	468.983	708	90.644
Total assets	453.103.078	462.114	281.093.925	160.231.933	685.900	10.629.206
Liabilities:						
Funds Borrowed and Debt						
Securities in Issue	126.958.992	90.000	108.029.229	18.792.369	1.654	45.740
Customer Deposits	383.028.933	-	245.857.518	92.164.016	7.899.165	37.108.234
Trade Payables	2.225.053	133.857	1.777.925	219.852	8.424	84.995
Other Payables and Provisions	18.088.200	-	13.050.624	4.818.774	72.034	146.768
Total liabilities	530.301.178	223.857	368.715.296	115.995.011	7.981.277	37.385.737
Net foreign currency asset/ (liability) position of off-balance sheet derivative						
	89.164.442	-	91.512.828	(37.667.123)	7.387.180	27.931.557
Net foreign currency asset/ (liability) position						
	11.966.342	238.257	3.891.457	6.569.799	91.803	1.175.026

Net profit effect of the consolidated to the total net foreign currency position is TRY7.685.261 in the long term as of 30 September 2022 (Akbank excluded).

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NOTE 27 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Continued)

27.1.1.1 Foreign Exchange Risk (Continued)

31 December 2021	Total TRY Equivalent	USD TRY Equivalent	EUR TRY Equivalent	GBP TRY Equivalent	Other TRY Equivalent
Assets:					
Cash and Cash Equivalents	65.341.654	42.618.054	16.941.312	321.612	5.460.676
Financial Assets	88.591.843	78.781.422	7.576.496	-	2.233.925
Receivables from Financial Operations	164.188.839	61.084.183	103.072.115	8.717	23.824
Reserve Deposits at Central Bank	71.850.576	43.192.745	26.656.138	-	2.001.693
Trade Receivables	2.091.945	1.004.496	866.948	9.369	211.132
Other Current Assets	10.411.180	8.486.472	1.442.873	175	481.660
Total assets	402.476.037	235.167.372	156.555.882	339.873	10.412.910
Liabilities:					
Funds Borrowed and Debt					
Securities in Issue	101.537.186	86.026.151	15.455.491	-	55.544
Customer Deposits	333.054.179	195.720.896	101.014.944	7.202.675	29.115.664
Trade Payables	1.234.301	913.705	259.694	3.786	57.116
Other Payables and Provisions	22.652.961	20.034.090	2.308.638	119.758	190.475
Total liabilities	458.478.627	302.694.842	119.038.767	7.326.219	29.418.799
Net foreign currency asset/ (liability)					
position of off-balance sheet derivative	68.955.303	78.883.798	(36.698.038)	7.081.888	19.687.655
Net foreign currency asset/ (liability)					
Position	12.952.713	11.356.328	819.077	95.542	681.766

Net profit effect of the consolidated to the total net foreign currency position is TRY7.504.205 as of 31 December 2021 (Akbank and Philsa-Philip Morrissa excluded).

Change of foreign currency has no material effect on financial statements because foreign exchange risk of the Bank is not material.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 27 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Continued)

27.1.1.1 Foreign Exchange Risk (Continued)

The foreign exchange risk of Group companies other than that of the banking segment for the period ended 30 September 2022 and 2021 is summarized as follows:

30 September 2022	Profit/loss	
	Appreciation of foreign currency	Depreciation of foreign currency
Change in TRY		
TRY net assets/liabilities	36.691	(36.691)
Hedged items (-)	-	-
TRY net effect	36.691	(36.691)
Change in USD against TRY by 20%		
USD net assets/liabilities	1.602.487	(1.602.487)
Hedged items (-)	-	-
USD net effect	1.602.487	(1.602.487)
Change in EUR against TRY by 20%		
EUR net assets/liabilities	134.485	(134.485)
Hedged items (-)	-	-
EUR net effect	134.485	(134.485)
Change in GBP against TRY by 20%		
GBP net assets/liabilities	5.026	(5.026)
Hedged items (-)	-	-
GBP net effect	5.026	(5.026)
Change in other currency against TRY by 20%		
Other currency net assets/liabilities	2.772	(2.772)
Hedged items (-)	-	-
Other currency net effect	2.772	(2.772)
30 September 2021	Profit/loss	
	Appreciation of foreign currency	Depreciation of foreign currency
Change in USD against TRY by 20%		
USD net assets/liabilities	635.469	(635.469)
Hedged items (-)	-	-
USD net effect	635.469	(635.469)
Change in EUR against TRY by 20%		
EUR net assets/liabilities	(4.582)	4.582
Hedged items (-)	-	-
EUR net effect	(4.582)	4.582
Change in GBP against TRY by 20%		
GBP net assets/liabilities	1.723	(1.723)
Hedged items (-)	-	-
GBP net effect	1.723	(1.723)
Change in other currency against TRY by 20%		
Other currency net assets/liabilities	(558)	(558)
Hedged items (-)	-	-
Other currency net effect	(558)	(558)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 29 – EVENTS AFTER THE BALANCE SHEET DATE

In the scope of the share buy-back program started by the Board of Directors on 9 November 2021 based on the matched transactions fulfilled after 30 September 2022 as of the report date, shares worth full TRY1.947, representing 0,10% of the Sabancı Holding Capital, were bought back for TRY58.098, including transaction costs.

The capital of Sabancı İklim Teknolojileri, which was established to make investments abroad in the fields of renewable energy and climate technologies, was increased by TRY full 1.874.479.200 and registered currently as full TRY 2.964.154.200.

Increasing Aksigorta's share capital from its current TRY 612.000 to TRY 1.612.000 by increasing TRY 1.000.000 to be fully paid in cash; Capital Markets Board application regarding not restricting the right of the existing shareholders to purchase new shares in this capital increase and determining the exercise price of the right to purchase new shares as TRY 1 valid for 100 shares with a nominal value of 1 TRY was approved on 20.10.2022 and published at 2022/56 CMB bulletin as of 20.10.2022

In accordance with the shareholders resolution of CSC BV dated October 31, 2022, it has been decided to increase the share capital from its current full EUR 87.000.000 to full EUR 187.000.000 by increasing full EUR 100.000.000. Holding will subscribe to the capital increase in proportion to its shares 60% and Çimsa will subscribe to the capital increase in proportion to its shares 40%.

On 21 October 2022, Enerjisa Enerji has made bond issuances disclosed below. - The Company has made a green bond issuance on 21 October 2022, amounting to full TRY 1.500.000.000, with 728 days term, 3 months coupon payments, floating interest with 160 bps additional return over BIST TLREF reference index change, with early redemption option on each coupon date starting from the 4th coupon date, maturity date of 18 October 2024, and with TRSENSAE2411 ISIN code.