

HACI ÖMER SABANCI HOLDİNG A.Ş.

**CONVENIENCE TRANSLATION INTO ENGLISH OF
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD 1 JANUARY - 31 MARCH 2023**

(ORIGINALLY ISSUED IN TURKISH)

CONTENTS	PAGE
CONDENSED CONSOLIDATED BALANCE SHEETS	1-2
CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS	3
CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME	4
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY	5
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW	6
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS	7-59
NOTE 1 ORGANISATION AND OPERATIONS OF THE GROUP	7-8
NOTE 2 BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS	9-15
NOTE 3 BUSINESS COMBINATIONS	15-16
NOTE 4 SEGMENT REPORTING.....	17-20
NOTE 5 CASH AND CASH EQUIVALENTS	21
NOTE 6 BALANCES WITH THE CENTRAL BANK OF THE REPUBLIC TURKEY	21
NOTE 7 FINANCIAL ASSETS.....	22-24
NOTE 8 OTHER RECEIVABLES AND PAYABLES.....	25
NOTE 9 RECEIVABLES FROM FINANCE SECTOR OPERATIONS.....	26-27
NOTE 10 DERIVATIVES	28
NOTE 11 PREPAID EXPENSES AND DEFERRED INCOME.....	29
NOTE 12 INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD.....	29-30
NOTE 13 PROPERTY, PLANT AND EQUIPMENTS	31-32
NOTE 14 INTANGIBLE ASSETS	33-34
NOTE 15 RIGHT OF USE ASSETS.....	35
NOTE 16 GOODWILL	36
NOTE 17 FINANCIAL LIABILITIES	36-37
NOTE 18 LIABILITIES FROM LEASING TRANSACTIONS.....	38
NOTE 19 PAYABLES FROM FINANCE SECTOR OPERATIONS	39
NOTE 20 TAX ASSETS AND LIABILITIES.....	40-42
NOTE 21 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES	43
NOTE 22 OTHER ASSETS AND LIABILITIES.....	43
NOTE 23 ASSETS AND LIABILITIES CLASSIFIED AS HELD FOR SALE AND DISCONTINUED OPERATION.....	44
NOTE 24 EQUITY	44-45
NOTE 25 REVENUE AND COST OF SALES	46
NOTE 26 OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES	47
NOTE 27 INCOME AND EXPENSES FROM INVESTING ACTIVITIES.....	47-48
NOTE 28 FINANCIAL INCOME/EXPENSES	48
NOTE 29 RELATED PARTY DISCLOSURES.....	49
NOTE 30 COMMITMENTS.....	50-55
NOTE 31 NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS.....	56-58
NOTE 32 EVENTS AFTER THE REPORTING PERIOD.....	59

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

CONDENSED CONSOLIDATED BALANCE SHEET AT 31 MARCH 2023 AND 31 DECEMBER 2022

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

	Note	Unaudited Current Period 31 March 2023	Audited Prior Period 31 December 2022
	References		
ASSETS			
Current Assets		828.531.709	720.809.364
Cash and Cash Equivalents	5	71.763.484	64.878.197
Balances with the Central Bank of the Republic Turkey	6	116.288.311	114.589.752
Financial Assets	7	84.347.473	65.154.120
- Fair Value Through Profit or Loss		12.087.792	13.779.757
- Fair Value Through Other Comprehensive Income		45.316.131	28.987.545
- Measured at Amortised Cost		22.315.334	20.654.473
- Time Deposits		4.628.216	1.732.345
Trade Receivables		7.077.621	6.606.610
Receivables from Finance Sector Operations	9	474.727.904	410.059.537
Other Receivables	8	11.032.718	7.702.134
Derivative Financial Instruments	10	11.223.283	10.160.764
Inventories		15.458.554	13.450.139
Prepaid Expenses	11	18.488.825	15.932.110
Deferred Commission Expenses		1.256.752	1.019.808
Current Tax Assets		466.658	600.741
Other Current Assets	22	15.856.446	10.064.237
Assets Classified As Held for Sale	23	543.680	591.215
Non-current Assets		546.537.958	525.120.563
Financial Assets	7	255.188.380	232.511.741
- Fair Value Through Other Comprehensive Income		160.508.428	147.083.960
- Measured at Amortised Cost		93.775.923	85.427.781
- Time Deposits		904.029	0
Trade Receivables		1.471	1.418
Receivables From Finance Sector Operations	9	192.581.468	196.986.616
Other Receivables	8	1.986.479	1.593.482
Derivative Financial Instruments	10	36.546.354	38.719.765
Investments Accounted Through Equity Method	12	17.782.339	17.611.848
Investment Property		649.156	489.142
Property, Plant and Equipment	13	18.057.977	16.377.089
Asset Right on Use	15	3.678.174	3.132.198
Intangible Assets		15.408.823	14.564.657
- Goodwill	16	4.184.577	4.078.784
- Other Non Current Assets	14	11.224.246	10.485.873
Prepaid Expenses	11	396.228	463.916
Deferred Commission Expenses		1.137.529	972.698
Deferred Tax Assets	20	2.880.989	1.456.256
Other Non Current Assets	22	242.591	239.737
Total Assets		1.375.069.667	1.245.929.927

These consolidated financial statements have been approved for issue by the Board of Directors on 8 May 2023. General Assembly has the right to change these condensed consolidated financial statements.

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

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

CONDENSED CONSOLIDATED BALANCE SHEET AT 31 MARCH 2023 AND 31 DECEMBER 2022

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

	Note References	Unaudited Current Period 31 March 2023	Audited Prior Period 31 December 2022
Short Term Liabilities		1.040.742.218	902.103.780
Short Term Borrowings	17	26.387.038	25.356.285
Short Term Portion of Long-Term Borrowings	17	38.212.903	37.578.916
Liabilities from Leasing Transactions	18	867.831	630.347
Trade Payables		15.396.974	15.486.832
Payables of Finance Sector Operations	19	867.204.429	749.663.848
Payables related to Employee Benefits		736.802	261.785
Other Payables	8	36.491.290	35.041.548
Derivative Financial Instruments		4.918.101	5.798.902
Deferred Income	11	839.815	511.771
Current Tax Liabilities		13.237.654	10.263.913
Short Term Provisions		24.302.509	17.303.456
- Short Term Provisions for Employee		2.091.726	1.778.295
- Insurance Technical Provisions	21	20.920.792	14.539.144
- Other Short-Term Provisions	21	1.289.991	986.017
Other Short Term Liabilities	22	12.128.529	4.192.286
Liabilities Related to Asset Group Held for Sale	23	18.343	13.891
Long Term Liabilities		132.783.847	143.593.588
Long Term Borrowings	17	74.231.984	73.982.765
Liabilities from Leasing Transactions	18	3.296.799	2.897.906
Payables of Finance Sector Operations	19	15.002.273	24.639.838
Other Payables	8	15.634.825	16.075.205
Derivative Financial Instruments		8.308.514	9.308.148
Government Incentives		22.659	28.737
Deferred Income	11	363.477	505.021
Long Term Provisions		14.383.466	13.012.271
- Long Term Provisions for Employee Benefits		3.063.007	2.973.784
- Insurance Technical Provisions	21	9.457.898	8.373.738
- Other Long-Term Provisions	21	1.862.561	1.664.749
Taxes and Funds Payable		10	10.829
Deferred Tax Liabilities	20	981.096	2.590.383
Other Long Term Liabilities	22	558.744	542.485
EQUITY		201.543.602	200.232.559
Equity Attributable to the Parent		102.113.724	100.832.151
Share Capital		2.040.404	2.040.404
Adjustment to Share Capital		3.426.761	3.426.761
Share Premium		22.237	22.237
Treasury shares (-)		(1.492.725)	(944.255)
Other Equity Reserves		30.912	30.912
Other Comprehensive Income or Expenses That Will Not Be Reclassified to Profit or Loss			
- Actuarial Gain/Loss		(1.316.015)	(1.220.212)
Other Comprehensive Income or Expenses Will Be Reclassified to Profit or Loss			
- Currency Translation Reserve		11.768.633	10.995.205
- Gains/Losses on Hedge		(3.274.112)	(2.992.643)
- Revaluation Reserve		2.089.526	3.172.128
Restricted Reserves		4.133.061	2.822.896
Retained Earnings		78.597.983	39.650.339
Net Income for the Period		6.087.059	43.828.379
Non-controlling Interests		99.429.878	99.400.408
TOTAL EQUITY AND LIABILITIES		1.375.069.667	1.245.929.927

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

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

**HACI ÖMER SABANCI HOLDİNG A.Ş.
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE INTERIM PERIOD
ENDED 31 MARCH 2023 AND 2022**

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

	Note References	Unaudited Current Period 1 January- 31 March 2023	Unaudited Prior Period 1 January- 31 March 2022
CONTINUING OPERATIONS			
Sales (net)	25	21.823.229	12.462.874
Cost of Sales (-)	25	(17.750.186)	(9.947.702)
Gross Profit From Non-Financial Operations		4.073.043	2.515.172
Interest, Premium, Commission and Other Income	25	53.689.147	25.976.634
Interest, Premium, Commission and Other Expense (-)	25	(30.435.369)	(10.962.547)
Gross Profit From Financial Operations		23.253.778	15.014.087
GROSS PROFIT		27.326.821	17.529.259
General Administrative Expenses (-)		(11.949.156)	(4.579.931)
Marketing, Selling and Distribution Expenses (-)		(2.284.447)	(1.164.188)
Research and Development Expenses (-)		(46.444)	(16.996)
Other operating Income	26	2.009.300	1.439.053
Other operating Expenses	26	(1.179.124)	(963.512)
Share of profit/loss of investments accounted for using the equity method	12	1.868.433	1.242.003
OPERATING PROFIT		15.745.383	13.485.688
Gains From Investment Activities	27	252.029	3.336.867
Losses From Investment Activities (-)	27	(8.220)	(2.965)
OPERATING PROFIT BEFORE FINANCIAL INCOME / (EXPENSES)		15.989.192	16.819.590
Financial Income	28	115.674	180.547
Financial Expenses (-)	28	(936.232)	(517.859)
NET INCOME BEFORE TAX FROM CONTINUING OPERATIONS		15.168.634	16.482.278
Tax Income / (Expense) from Continuing Operations			
Current Tax Expense	20	(3.892.407)	(11.463.333)
Deferred Tax Income/(Expense)	20	1.947.552	8.399.668
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		13.223.779	13.418.613
DISCONTINUED OPERATIONS			
Income After Tax from Discontinued Operations		(48)	(47)
PROFIT FOR THE PERIOD		13.223.731	13.418.566
ALLOCATION OF PROFIT			
- Non-controlling Interests		7.136.672	5.167.843
- Owner of the Company		6.087.059	8.250.723
Earnings per share			
- hundreds of ordinary shares (TRY)		2,98	4,04
Earnings per share from continuing operations			
- hundreds of ordinary shares (TRY)		2,98	4,04

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

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

**HACI ÖMER SABANCI HOLDİNG A.Ş.
CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE
INTERIM PERIOD ENDED 31 MARCH 2023 AND 2022**

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

	Unaudited Current Period 1 January- 31 March 2023	Unaudited Prior Period 1 January- 31 March 2022
INCOME FOR THE PERIOD	13.223.731	13.418.566
Other Comprehensive Income / (Loss):		
Items that will not be Reclassified		
To Profit or Loss	(160.996)	(32.997)
Actuarial (losses) / gains	(159.204)	(36.542)
Other comprehensive income/(expense) shares of investments accounted by equity method, after tax	(1.792)	3.545
Items that will be Reclassified		
To Profit or Loss	(1.948.537)	8.692.942
Fair value gains/(losses) from financial assets through other comprehensive income, after tax	(2.660.139)	6.083.501
Currency translation differences	1.447.860	1.948.259
Cash flow hedges, after tax	(237.787)	1.451.140
Loss from the derivative financial assets related to the hedging of net investment in a foreign operation, after tax	(537.178)	(754.753)
Other comprehensive income/(expense) shares of investments accounted by equity method, after tax	38.707	(35.205)
OTHER COMPREHENSIVE INCOME (AFTER TAX)	(2.109.533)	8.659.945
TOTAL COMPREHENSIVE INCOME	11.114.198	22.078.511
ALLOCATION OF TOTAL COMPREHENSIVE INCOME		
- Non-controlling Interests	5.713.585	10.112.279
- Equity Holders of the Parent	5.400.613	11.966.232

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

HACI ÖMER SABANCI HOLDİNG A.Ş.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2023 AND 2022

(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															Total
						Not be reclassified					Be reclassified					
	Share capital	Adjustment to share capital	Treasury shares (-)	Share premium	Other equity shares	Acturial gains / losses	Currency translation reserve	Hedge reserve	Revaluation funds	Restricted reserve	Retained earnings for the period	Net income for the period	Equity attributable to the parent	Non-controlling interest		
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	-	-	-	-	-	-	-	-	-	35.731	11.996.367	(12.032.098)	-	-	-	
Dividends	-	-	-	-	-	-	-	-	-	-	(1.558.437)	-	(1.558.437)	(847.369)	(2.405.806)	
Subsidiary disposals	-	-	-	-	-	-	25.245	-	-	-	-	2.643.361	2.668.606	-	2.668.606	
Other changes	-	-	-	-	-	-	-	-	-	-	87.730	-	87.730	-	87.730	
Increase / (decrease) due to share buy back transactions	-	-	(417.890)	-	-	-	-	-	-	417.890	(417.890)	-	(417.890)	-	(417.890)	
Total comprehensive income	-	-	-	-	-	(16.286)	969.796	255.497	2.481.257	-	-	5.607.362	9.297.626	10.112.279	19.409.905	
Balances at 31 March 2022	2.040.404	3.426.761	(716.536)	22.237	-	(254.892)	7.685.690	(2.194.651)	1.762.224	1.986.119	39.486.472	8.250.723	61.494.551	61.452.176	122.946.727	
Balance at 1 January 2023	2.040.404	3.426.761	(944.255)	22.237	30.912	(1.220.212)	10.995.205	(2.992.643)	3.172.128	2.822.896	39.650.339	43.828.379	100.832.151	99.400.408	200.232.559	
Transfers	-	-	-	-	-	-	-	-	-	761.695	43.066.684	(43.828.379)	-	-	-	
Dividends (*)	-	-	-	-	-	-	-	-	-	-	(3.570.706)	-	(3.570.706)	(5.684.115)	(9.254.821)	
Other changes	-	-	-	-	-	-	-	-	-	-	136	-	136	-	136	
Increase / (decrease) due to share buy back transactions (**)	-	-	(548.470)	-	-	-	-	-	-	548.470	(548.470)	-	(548.470)	-	(548.470)	
Total comprehensive income	-	-	-	-	-	(95.803)	773.428	(281.469)	(1.082.602)	-	-	6.087.059	5.400.613	5.713.585	11.114.198	
Balances at 31 March 2023	2.040.404	3.426.761	(1.492.725)	22.237	30.912	(1.316.015)	11.768.633	(3.274.112)	2.089.526	4.133.061	78.597.983	6.087.059	102.113.724	99.429.878	201.543.602	

(*) Dividends per share paid by the Holding with a TRY1 nominal value is TRY1,75 (2022: TRY0,75).

(**) Considering the transactions that were matched as of 31 March 2023, shares with a nominal value of full TRY13.562 corresponding to 0,66% of Company’s share capital were repurchased.

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

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

**HACI ÖMER SABANCI HOLDİNG A.Ş.
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE INTERIM PERIOD
ENDED 31 MARCH 2023 AND 2022**

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

	Note References	Unaudited Current Period 1 January- 31 March 2023	Unaudited Prior Period 1 January- 31 March 2022
Net income from continuing operations		13.223.779	13.418.613
Net income from discontinued operations		(48)	(47)
Adjustments to reconcile income before taxation to net cash provided by operation activities:			
Tax expense/income		1.944.855	3.063.665
Depreciation and amortization expenses	4	1.171.207	725.135
Provision for loan losses		3.024.226	1.742.881
Changes in the fair value of derivative instruments		13.452.529	888.519
Interest income/expense and foreign currency gains		(13.030.001)	(4.518.067)
Provision for employment termination benefits		230.841	83.525
Impairment charge on property, plant and equipment,intangible assets and investment property		1.251	1.397
Impairment an assets held for sale		50	180
Income from sale of property, plant and equipment,intangible assets and investment property		7.022	(146.590)
Income from associates and joint ventures	12	(1.868.433)	(1.242.003)
Provision for /(reversal of) inventory impairment		72.378	7.629
Provision for /(reversal of) doubtful receivables		(104.751)	(10.710)
Unrealized foreign currency translation differences		(265.021)	(2.623.270)
Adjustments for losses (gains) on disposal of subsidiaries		-	(2.668.612)
Net cash provided by operation activities before changes in operating assets and liabilities			
Changes in trade receivables		(366.312)	(1.226.441)
Changes in inventories		(2.080.793)	(2.070.710)
Changes in other receivables		(3.723.581)	(2.477.773)
Changes in prepaid expenses		(2.489.027)	(1.113.968)
Changes in derivative financial instruments		(15.063.952)	(2.453.459)
Changes in other assets		(4.703.954)	356.475
Changes in trade payables		(89.858)	900.178
Changes in other liabilities and other payables		12.753.842	9.773.917
Net cash provided in operating activities of assets classified as held for sale		51.987	306.612
Changes in assets and liabilities in finance segment:			
Changes in financial investments		(1.833.362)	8.106.622
Changes in receivables from finance sector operations		(62.382.927)	(65.507.039)
Changes in payables from finance sector operations		110.333.454	61.469.463
Changes in Central Bank of the Republic of Turkey account		(1.698.559)	(5.582.393)
Income taxes paid		(784.583)	(1.486.759)
Employment termination benefits paid		(346.014)	(11.509)
Net cash provided from operating activities		45.436.245	7.705.461
Sale / (Proceed) of fair value through other comprehensive income or amortized cost at financial asset		(32.350.339)	(18.049.270)
Capital expenditures	4	(3.282.170)	(1.345.140)
Proceeds from sales of property, plant, equipment and intangible assets	4	340.922	331.318
Proceeds from investment property		(160.424)	-
Cash inflows caused by share sales or capital decrease of associates and/or joint ventures		-	3.120.861
Dividends received		764.792	732.553
Net cash provided from / (used in) investing activities		(34.687.219)	(15.209.678)
Cash inflows from financial liabilities	17	9.947.146	11.764.507
Cash outflows from repayments of borrowings	17	(8.525.598)	(12.345.860)
Cash outflows from payments of lease liabilities	18	(390.096)	(240.971)
Cash inflow/(outflow) from repurchased shares		(548.470)	(417.890)
Interest received		14.039	3.218
Dividends paid		(5.684.115)	(801.145)
Net cash provided from / (used in) financing activities		(5.187.094)	(2.038.141)
Effect of change in foreign currency rates on cash and cash equivalents		1.336.323	4.383.283
Net increase / (decrease) in cash and cash equivalents		6.898.256	(5.159.075)
Cash and cash equivalents in the beginning of the period (*)		54.073.134	51.775.624
Cash and cash equivalents at the end of the period		60.971.390	46.616.549

(*) Cash and cash equivalents at the end of the period comprise interest accruals of TRY41.621 (31 December 2022: TRY9.928). At the beginning and at the end of the current period, restricted deposit is TRY10.805.063 and TRY10.750.472, respectively (31 December 2022: TRY17.642.259 and TRY10.805.063 respectively).

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

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 31 MARCH 2023

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

NOTE 1 - ORGANISATION 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 31 March 2023 is 67.417 (31 December 2022: 67.375). 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 Istanbul (“BİST”) (previously known as the Istanbul Stock Exchange (“ISE”)) since 1997. As of 31 March 2023, the principal shareholders and their respective shareholding rates in the Holding are as follows (Note 24):

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

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

Subsidiaries

As of 31 March 2023, 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
Agesa Hayat ve Emeklilik A.Ş. (“Agesa”)	BİST	Individual Pension	Financial Services	1.709	Turkey
Akbank T.A.Ş. (“Akbank”)	BİST	Banking	Banking	18.891	Turkey
Aksigorta A.Ş. (“Aksigorta”)	BİST	Insurance	Financial Services	717	Turkey
Ankara Enternasyonal Otelcilik A.Ş. (“AEO”)	-	Tourism	Other	1	Turkey
Carrefoursa Carrefour Sabancı Ticaret Merkezi A.Ş. (“Carrefoursa”)	BİST	Trade	Other	13.599	Turkey
Çimsa Çimento Sanayi ve Ticaret A.Ş. (“Çimsa”)	BİST	Cement	Building Materials	2.200	Turkey
Dx Technology Services and Investment BV (“Dx BV”)	-	Information Technology	Digital	491	Holland
Exsa Export Sanayi Mamulleri Satış ve Araştırma A.Ş. (“Exsa”)	-	Trade	Other	62	Turkey
Sabancı Building Solutions BV (“SBS”)	-	Cement	Building Materials	194	Holland
Sabancı İklim Teknolojileri A.Ş. (“İklim Teknolojileri”)	-	Energy	Energy	5	Turkey
Kordsa Teknik Tekstil A.Ş. (“Kordsa”)	BİST	Tire reinforcement	Industry	5.052	Turkey
Teknosa İç ve Dış Ticaret A.Ş. (“Teknosa”)	BİST	Trade	Digital	2.766	Turkey
Tursa Sabancı Turizm ve Yatırım İşletmeleri A.Ş. (“Tursa”)	-	Tourism	Other	2	Turkey

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 31 MARCH 2023

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

NOTE 1 - ORGANISATION AND NATURE OF OPERATIONS (Continued)

Subsidiaries (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.

For the purposes of segment information, Holding's stand-alone financial statements have been included within the "Other" business segment in Note 4.

Joint Ventures

As of 31 March 2023, the nature of business and operating segments of the Joint Ventures which are accounted through equity method in the consolidated financial statements are as follows:

Joint Ventures	Trade Stock Market	Type of Activity	Business Segment	Number of Ventures	Employees
Akçansa Çimento Sanayi ve Ticaret A.Ş. ("Akçansa")	BİST	Cement	Building Materials	Heidelberg	2.201
Brisa Bridgestone Sabancı Lastik Sanayi ve Ticaret A.Ş. ("Brisa")	BİST	Tire	Industry	Bridgestone	3.447
Enerjisa Enerji A.Ş. ("Enerjisa Enerji")	BİST	Energy	Energy	E.ON SE	12.547
Enerjisa Üretim Santralleri A.Ş. ("Enerjisa Üretim")	-	Energy	Energy	E.ON SE	1.630
Temsa Skoda Sabancı Ulaşım Araçları A.Ş. ("Temsa Ulaşım Araçları")	-	Automotive	Other	PPF Industry CO. B.V.	1.564

All the Joint Ventures are registered in Turkey.

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 31 MARCH 2023

(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 TFRS*

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 interim condensed consolidated 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 and interpretations (“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 2022.

Additionally, the interim condensed consolidated financial statements and disclosures are presented in accordance with the formats published by CMB on 7 June 2013 and the announcement published by Public Oversight Accounting and Auditing Standards Authority (“POA”) on 15 April 2019. The consolidated financial statements have been prepared on the historical cost basis except for certain financial assets and liabilities that are measured at fair values. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

POA made an announcement on 20 January 2022 in order to eliminate the hesitations regarding the application of TAS 29 Financial Reporting in Hyperinflationary Economies (IAS 29 Financial Reporting in Hyperinflationary Economies) in 2021 financial reporting period for the entities applying Turkish Financial Reporting Standards (“TFRS”). Accordingly, it has been stated that the entities applying TFRS should not adjust financial statements for TAS 29 Financial Reporting in Hyperinflationary Economies, and no new explanation has been made by the POA regarding the application of TAS 29. Considering that no new explanation has been made as of the date of these consolidated financial statements were prepared, no inflation adjustment was made in accordance with TAS 29 while preparing the consolidated financial statements as of 31 March 2023.

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.

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 31 MARCH 2023

(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 applied in the preparation of the interim condensed consolidated financial statements as of 1 January - 31 March 2023 are consistent with those applied in the preparation of the consolidated financial statements as of 31 December 2022, except for the new and amended TFRS standards which are valid as of 31 March 2023 and Turkey Financial Reporting Interpretations Committee’s (“TFRIC”) interpretations summarized below.

Standards, amendments and interpretations that are applicable from 31 March 2023:

- TAS 1 - “Practice statement 2” and narrow scope amendments on TAS 8
- TAS 12 - “Deferred tax related to assets and liabilities arising from a single transaction (Amendments)”

These changes did not have a significant impact on the financial position and performance of the Group.

Standards and amendments that are issued but not effective as of 31 March 2023:

- TAS 1 - “Non current liabilities with covenants (Amendments)”
- TFRS 16 - “Leases on sale and leaseback (Amendments)”

The impacts of these amendments on the financial position and performance of the Group is being assessed.

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 31 MARCH 2023

(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 Turkish 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 in which the Holding has the power to control the financial and operating policies for the benefit of the Holding either through the power to exercise more than 50% of the voting rights relating to shares in the companies as a result of shares owned directly and indirectly by itself and/or certain Sabancı family members and companies whereby the Holding exercises control over the voting rights of the shares held by them.

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 TFRS). 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.

**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 31 MARCH 2023**

(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 at 31 March 2023 and 31 December 2022:

	31 March 2023		31 December 2022	
	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 (%)
Subsidiaries				
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
SBS	100,00	83,24	100,00	83,24
Çimsa	63,52	58,10	63,52	58,10
Dx BV	100,00	100,00	100,00	100,00
Exsa	61,68	47,90	61,68	47,90
Kordsa	71,11	71,11	71,11	71,11
Teknosa	50,00	50,00	50,00	50,00
Tursa	100,00	100,00	100,00	100,00
Sabancı İklim Teknolojileri	100,00	100,00	100,00	100,00

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 subsequent to 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.

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 31 MARCH 2023

(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 - 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 at 31 March 2023 and 31 December 2022:

	31 March 2023		31 December 2022	
	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.

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 31 MARCH 2023

(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

Consolidated financial statements of the Group have been prepared comparatively with the prior period in order to give information about financial position and performance. Comparative information is reclassified when deemed necessary in order to comply with the presentation of the current period 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 on the current and following years prospectively. There has been no change in the accounting policies and estimates of the Group's consolidated financial statements.

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 ultimately 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 interim condensed consolidated financial statements for the period ended 31 March 2023 have been prepared in accordance with TAS 34. The accounting policies used in the preparation of these interim condensed consolidated financial statements for the period ended 31 March 2023 are consistent with those used in the preparation of annual consolidated financial statements for the year ended 31 December 2022. Accordingly, these interim condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2022.

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 31 MARCH 2023

(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)

2.4 Critical accounting estimates and assumptions

When preparing the consolidated financial statements according to Turkish Financial Reporting Standards, Group management must make some assumptions and estimations which identify the amount of income and expenses as of the reporting period, which identify liabilities and commitments likely to occur as of the balance sheet date and which may affect the amount of assets and liabilities which are reported. These estimations and assumptions may differ from actual results even though they are based on the best knowledge of Group management regarding current events and transactions. Estimations are reviewed regularly, and necessary adjustments are made and reflected on the statement of income for the relevant period. If changes in accounting estimations are related to one period only, they are reflected in the financial statements in the current period of the change. If they are related to future periods, they are reflected in the financial statements prospectively, both in the period of the change and in the future period, and are considered when defining the net period profit or loss.

NOTE 3 - BUSINESS COMBINATIONS

The business combinations between the period 1 January and 31 March 2023 are as follows

None.

The business combinations between the period 1 January and 31 December 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 in consideration for USD 30.729 post customary adjustments as per acquisition and closing procedures which is a company incorporated in the Netherlands of which Holding is the sole and founding shareholder, as of May 30. 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:

	<u>Radiflow (TL)</u>
Purchased assets	341.287
Purchased liabilities	175.846
Total net identifiable assets	165.441
Corresponding to 51%of the purchased	84.375
Cash outflow due to acquisitions	504.019
Ownership rate	51%
Goodwill	419.644

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 31 MARCH 2023

(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 (Continued)

The business combinations between the period 1 January and 31 December 2022 are as follows:

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

	<u>Sem&Liberdatum (TL)</u>
Purchased assets	214.345
Purchased liabilities	125.799
Total net identifiable assets	88.546
Cash outflow due to acquisitions	248.141
Ownership rate	100%
Goodwill	159.595

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 TRY419.644 and full TRY159.595, respectively, are recorded as goodwill on balance sheet.

Microtex's shares representing 60% were purchased by the Kordsa from Microtex Composites S.r.l (Microtex) on 5 August 2022 amounted by TRY489.565.

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:

	<u>Microtex (TL)</u>
Purchased assets	806.172
Purchased liabilities	334.187
Total net identifiable assets	471.985
Corresponding to 60%of the purchased	283.191
Cash outflow due to acquisitions	489.565
Ownership rate	60%
Goodwill	206.374

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 TRY206.374 is recorded as goodwill on balance sheet.

**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 31 MARCH 2023**

(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

Group has established Sabancı Holding Digital Group Line in line with its portfolio management strategies and growth plans in digital businesses. The Group’s subsidiaries DxBV and Teknosa companies, which have recently started their digital transformation with technology marketplace services, have started to be followed under the Digital segment. CarrefourSA, a subsidiary of the Group, which was previously in the retail segment, started to be followed in the other segment. 1 January – 31 March 2022 segment figures has been restated to include the changes in the 1 January – 31 March 2023 period.

The financial information of the Joint Ventures has been included in the segment results, prepared within the framework of the Group’s managerial approach, by full consolidation method (as 100%). The segment reporting information prepared in conformity with this approach is defined as “combined financial information”

1 January - 31 March 2023	Banking	Financial Services	Energy	Industry	Building Materials	Digital	Other
Combined revenue	47.575.480	6.699.007	39.877.482	9.855.991	6.647.750	7.027.409	13.752.091
Combined gross profit	23.109.169	53.629	8.253.823	2.200.945	1.287.883	1.101.617	8.811.159
Operating expenses	(10.403.351)	(850.494)	(3.869.993)	(1.086.520)	(336.628)	(764.606)	(1.798.595)
Other operating income/(expenses) (net)	363.836	1.005.784	(150.668)	6.363	43.673	(561)	(318.006)
Exchange gains/(losses) and credit finance income/(charges) from operating activities (net)	-	30.036	(393.501)	7.167	18.559	(57.718)	(131.758)
Profit of joint ventures income	-	-	-	-	-	-	(15.662)
Combined operating profit	13.069.654	238.955	3.839.661	1.127.955	1.013.487	278.732	6.547.138
Gains/(losses) from investment activities (net)	39.158	92.258	3.857	113.348	159.663	81	280.213
Financial income/expenses (net)	-	(128.956)	(1.056.967)	(369.757)	(225.279)	(191.916)	(204.090)
Combined profit before tax	13.108.812	202.257	2.786.551	871.546	947.871	86.897	6.623.261
Tax income/(expense) (net)	(1.419.735)	(208.544)	(22.819)	(244.156)	13.956	(18.876)	(333.612)
Profit after tax from discontinued operations	-	-	-	(48)	-	-	-
Combined net profit for the period	11.689.077	(6.287)	2.763.732	627.342	961.827	68.021	6.289.649
Net profit for the period (*)	4.763.299	1.986	1.305.181	256.463	404.861	14.658	(659.389)

1 January - 31 March 2022	Banking	Financial Services	Energy	Industry	Building Materials	Digital	Other
Combined revenue	23.063.863	3.157.296	27.332.053	6.874.567	3.489.985	3.241.736	5.544.090
Combined gross profit	14.533.664	(82.284)	5.034.055	2.045.966	439.002	516.160	3.042.210
Operating expenses	(4.007.552)	(418.741)	(1.394.718)	(657.566)	(168.754)	(335.129)	(838.457)
Other operating income/(expenses) (net)	116.127	488.536	364.941	(11.989)	7.707	(2.152)	(23.366)
Exchange gains/(losses) and credit finance income/(charges) from operating activities (net)	-	26.800	(557.586)	(128.847)	18.959	(44.809)	(73.738)
Profit of joint ventures income	-	-	-	-	-	-	(1.353)
Combined operating profit	10.642.239	14.311	3.446.692	1.247.564	296.914	134.070	2.105.296
Gains/(losses) from investment activities (net)	28.902	154.262	936	1.726	7.059	7.141	3.758.827
Financial income/expenses (net)	-	(29.597)	(1.088.842)	13.692	(151.117)	(68.515)	(152.105)
Combined profit before tax	10.671.141	138.976	2.358.786	1.262.982	152.856	72.696	5.712.018
Tax income/(expense) (net)	(2.616.543)	(32.481)	(435.956)	(164.525)	21.172	(16.037)	(257.002)
Profit after tax from discontinued operations	-	-	-	(47)	-	-	-
Combined net profit for the period	8.054.598	106.495	1.922.830	1.098.410	174.028	56.659	5.455.016
Net profit for the period (*)	3.282.249	47.154	942.113	564.119	89.996	27.643	3.297.449

(*) Represents consolidated net profit attributable to the equity holders of the parent.

(**) Combined figures in segment reporting represent amounts after subconsolidation of the Group's subsidiaries.

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 31 MARCH 2023

(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)

a) Revenue	1 January- 31 March 2023	1 January- 31 March 2022
Banking	47.575.480	23.063.863
Financial Services	6.699.007	3.157.296
Energy	39.877.482	27.332.053
Industry	9.855.991	6.874.567
Building Materials	6.647.750	3.489.985
Digital	7.027.409	3.241.736
Other	13.752.091	5.544.090
Combined	131.435.210	72.703.590
Less: Joint Ventures	(47.581.462)	(31.286.369)
Less: Consolidation eliminations and adjustments	(8.341.372)	(2.977.713)
Consolidated	75.512.376	38.439.508
b) Operating profit	1 January- 31 March 2023	1 January- 31 March 2022
Banking	13.069.654	10.642.239
Financial Services	238.955	14.311
Energy	3.839.661	3.446.692
Industry	1.127.955	1.247.564
Building Materials	1.013.487	296.914
Digital	278.732	134.070
Other	6.547.138	2.105.296
Combined	26.115.582	17.887.086
Less: Joint Ventures	(5.365.493)	(4.166.659)
Less: Consolidation eliminations and adjustments	(6.873.139)	(1.476.742)
Add: Net profit shares of Joint Ventures and associates	1.868.433	1.242.003
Consolidated	15.745.383	13.485.688
c) Depreciation and amortisation	1 January- 31 March 2023	1 January- 31 March 2022
Banking	458.547	239.331
Financial Services	135.546	117.908
Energy	371.568	276.742
Industry	278.759	192.145
Building Materials	126.396	99.957
Digital	94.033	49.187
Other	197.995	118.041
Combined	1.662.844	1.093.311
Less: Joint Ventures	(491.637)	(368.626)
Consolidated	1.171.207	724.685

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 31 MARCH 2023

(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) Profit before tax

	1 January- 31 March 2023	1 January- 31 March 2022
Banking	13.108.812	10.671.141
Financial Services	202.257	138.976
Energy	2.786.551	2.358.786
Industry	871.546	1.262.982
Building Materials	947.871	152.856
Digital	86.897	72.696
Other	6.623.261	5.712.018
Combined	24.627.195	20.369.455
Less: Joint Ventures	(4.321.454)	(3.075.226)
Less: Consolidation eliminations and adjustments	(7.005.540)	(2.053.954)
Add: Net profit shares of Joint Ventures and associates	1.868.433	1.242.003
Consolidated	15.168.634	16.482.278

e) Net profit for the period

	1 January- 31 March 2023	1 January- 31 March 2022
Banking	11.689.077	8.054.598
Financial Services	(6.287)	106.495
Energy	2.763.732	1.922.830
Industry	627.342	1.098.410
Building Materials	961.827	174.028
Digital	68.021	56.659
Other	6.289.649	5.455.016
Combined	22.393.361	16.868.036
Less: Joint Ventures	(4.032.523)	(2.637.519)
Add: Net profit shares of Joint Ventures and associates	1.868.433	1.242.003
Less: Consolidation eliminations and adjustments	(7.005.540)	(2.053.954)
Less: Non-controlling interests	(7.136.672)	(5.167.843)
Consolidated (attributable to the equity holders of the parent)	6.087.059	8.250.723

f) Capital expenditures

	1 January- 31 March 2023	1 January- 31 March 2022
Banking	543.706	568.088
Financial Services	110.634	70.385
Energy	4.464.126	1.250.893
Industry	317.108	150.489
Building Materials	1.108.427	630.382
Digital	178.987	30.893
Other	260.994	49.194
Combined	6.983.982	2.750.324
Less: Joint Ventures	(3.551.812)	(1.405.183)
Consolidated	3.432.170	1.345.141

**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 31 MARCH 2023**

(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)

g) Total assets

	31 March 2023	31 December 2022
Banking	1.250.082.223	1.137.342.659
Financial Services	44.428.028	35.957.748
Energy	98.070.776	95.512.228
Industry	43.466.009	40.037.700
Building Materials	26.510.131	25.226.247
Digital	9.677.932	9.451.960
Other	43.038.645	35.815.898
Combined	1.515.273.744	1.379.344.440
Less: Joint Ventures	(120.880.672)	(115.530.699)
Less: Consolidation eliminations and adjustments	(37.105.744)	(35.495.662)
Add: Net profit shares of Joint Ventures and associates	17.782.339	17.611.848
Consolidated	1.375.069.667	1.245.929.927

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

One-off income expenses are one-time income or expenses that the Group does not expect to encounter in routine operations. Details of the net profit / (loss) attributable to equity holders of the parent with adjusted segments is as follows:

	1 January- 31 March 2023	1 January- 31 March 2022
Banking	4.601.720	3.282.249
Financial Services	106.175	74.575
Energy	1.450.966	973.149
Industry	379.187	564.458
Building Materials	266.746	62.107
Digital	17.127	36.135
Other	(242.081)	605.108
Combined	6.579.840	5.597.781

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

	1 January- 31 March 2023	1 January- 31 March 2022
Adjusted net income for reported operating segments (Equity holders of the Parent)	6.579.840	5.597.781
One off income/(expenses) related to Holding	(373.257)	2.628.239
One off income/(expenses) related to Akbank	161.579	-
One off income/(expenses) related to Carrefoursa	(22.403)	69.161
Other	(258.700)	(44.458)
Net income (Equity holders of the Parent)	6.087.059	8.250.723

**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 31 MARCH 2023**

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

NOTE 5 - CASH AND CASH EQUIVALENTS

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

	31 March 2023			31 December 2022		
	Financial	Non-financial	Total	Financial	Non-financial	Total
Cash	15.211.949	37.250	15.249.199	11.751.683	132.699	11.884.382
Bank						
<i>Time deposit</i>	17.071.582	6.699.219	23.770.801	13.141.634	9.201.368	22.343.002
<i>Demand deposit</i>	21.558.240	1.667.536	23.225.776	25.232.372	1.270.090	26.502.462
Receivables from reserve repo	7.764.346	-	7.764.346	1.462.376	-	1.462.376
Other cash and cash equivalents	-	1.753.362	1.753.362	-	2.685.975	2.685.975
Total	61.606.117	10.157.367	71.763.484	51.588.065	13.290.132	64.878.197

Effective interest rates of USD, EUR and TRY denominated time deposits are 5,38% (31 December 2022: 1,86%), 2,75% (31 December 2022: 1,87%) and 27,51% (31 December 2022: 22,75%), respectively.

The maturity analysis as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
Demand deposit	39.587.996	39.503.014
Up to 3 months	32.175.488	25.375.183
Total	71.763.484	64.878.197

As of 31 March 2023, total amount of the restriction on the Group's off- shore cash and cash equivalents, payment accounts related to floating interest rate bond issue, time and demand deposits in the banks is TRY10.752.472 (31 December 2022: TRY10.805.063).

NOTE 6 – BALANCES WITH THE CENTRAL BANK OF THE REPUBLIC TURKEY

The detail of Balances with the Central Bank of the Republic Turkey at 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
Required Reserves	116.284.275	112.257.765
Free Deposits	4.036	2.331.987
Total	116.288.311	114.589.752

**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 31 MARCH 2023**

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

NOTE 7 - 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:

	31 March 2023			31 December 2022		
	Banking Companies	Other	Total	Banking Companies	Other	Total
Share certificates	2.283.169	-	2.283.169	6.591.527	-	6.591.527
Government bonds	654.451	179.532	833.983	437.765	183.387	621.152
Eurobonds	293.389	328.187	621.576	164.826	481.577	646.403
Investment funds	3.563.740	3.385.850	6.949.590	2.041.238	861.811	2.903.049
Other (*)	686.545	712.929	1.399.474	1.323.769	1.693.857	3.017.626
Total	7.481.294	4.606.498	12.087.792	10.559.125	3.220.632	13.779.757

(*) The Group has made a foreign currency protected deposit amounting to equivalent of TRY 698.681(31 December 2022: TRY1.191.355). It is accounted for "Other" under "Financial Assets at fair value through profit and loss".

Effective interest rates of TRY are as follow:

	31 March 2023	31 December 2022
TRY	19,90%	14,07%

The Group does not have any financial assets measured at fair value through profit or loss given as collateral due to its activities in the finance sector (31 December 2022:None).

The maturity analysis of financial assets at fair value through profit and loss as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023			31 December 2022		
	Banking Companies	Other	Total	Banking Companies	Other	Total
On demand	6.070.747	3.865.300	9.936.047	9.737.119	1.270.671	11.007.790
3 to 12 months	371.418	741.198	1.112.616	375.684	1.940.052	2.315.736
1 to 5 years	823.482	-	823.482	182.412	9.909	192.321
Over 5 years	215.647	-	215.647	263.910	-	263.910
Total	7.481.294	4.606.498	12.087.792	10.559.125	3.220.632	13.779.757

**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 31 MARCH 2023**

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

NOTE 7 - FINANCIAL ASSETS (Continued)

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

	31 March 2023			31 December 2022		
	Banking Companies	Other	Total	Banking Companies	Other	Total
Debt securities						
- Government bonds	93.017.499	324.818	93.342.317	82.359.177	653.847	83.013.024
- Eurobonds	66.136.338	2.728.399	68.864.737	60.593.581	2.674.150	63.267.731
- Investment funds	1.382.376	181.044	1.563.420	1.404.413	44.280	1.448.693
- Other bonds denominated in foreign currency	41.046.140	758.007	41.804.147	27.373.373	756.317	28.129.690
Sub-total	201.582.353	3.992.268	205.574.621	171.730.544	4.128.594	175.859.138
Equity securities						
- Listed	-	113.713	113.713	-	93.756	93.756
- Unlisted	131.163	5.062	136.225	116.188	2.423	118.611
Sub-total	131.163	118.775	249.938	116.188	96.179	212.367
Financial assets at fair value through other comprehensive income	201.713.516	4.111.043	205.824.559	171.846.732	4.224.773	176.071.505

Effective interest rates of USD, EUR, JPY and TRY denominated debt securities are 5,90% (31 December 2022: 5,75%), 3,25% (31 December 2022: 2,86%), 3,09% (31 December 2022: 3,09%) and 19,46% (31 December 2022: 29,35%), respectively.

The Group's financial assets measured through other comprehensive income subject to funds provided from repo are TRY64.273.180 (31 December 2022: TRY42.299.686). Financial assets through other comprehensive income that are given as collateral because of the Group's financing activities are amounting to TRY71.214.617 (31 December 2022: TRY60.619.771).

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 maturity analysis in accordance with expiring date as at 31 March 2023 and 31 December 2022 is as follows.

	31 March 2023			31 December 2022		
	Banking Companies	Other	Total	Banking Companies	Other	Total
Up to 3 months	2.978.805	-	2.978.805	1.492.437	-	1.492.437
3 to 12 months	37.683.188	232.341	37.915.529	23.223.344	623.176	23.846.520
1 to 5 years	119.590.158	850.050	120.440.208	102.802.682	891.505	103.694.187
Over 5 years	39.947.665	120.555	40.068.220	42.807.509	582.264	43.389.773
On demand	1.513.700	2.908.097	4.421.797	1.520.760	2.127.828	3.648.588
Total	201.713.516	4.111.043	205.824.559	171.846.732	4.224.773	176.071.505

**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 31 MARCH 2023**

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

NOTE 7 - FINANCIAL ASSETS (Continued)

c) Financial Assets measured at Amortised Cost:

The details of financial investments measured at their amortized cost are presented below:

	31 March 2023			31 December 2022		
	Banking Companies	Other	Total	Banking Companies	Other	Total
Government bonds	96.076.498	323.549	96.400.047	86.174.530	371.122	86.545.652
Other debt securities	11.678.095	8.013.115	19.691.210	11.928.430	7.608.172	19.536.602
Total	107.754.593	8.336.664	116.091.257	98.102.960	7.979.294	106.082.254

The breakdown of financial assets measured at amortised cost is listed below:

	31 March 2023	31 March 2022
Opening balance, 1 January	106.082.255	57.530.511
Additions	3.376.199	8.919.148
Foreign exchange differences in monetary assets	659.983	920.976
Valuation effect	6.888.283	2.840.234
Disposals through sales and redemptions	(895.058)	(2.445.910)
Reversal / (Allowance) for impairment (*)	(20.405)	(27.853)
Closing balance	116.091.257	67.737.106

(*) Expected loss provision is included.

Effective interest rate of debt securities in USD and TRY are 6,14% and 32,02% (31 December 2022: Effective interest rate of debt securities in USD and TRY are 6,22% and 76,44%).

For financial investments measured at their amortized cost as of 31 March 2023 and 31 December 2022, the remaining period to the maturity dates stated in the contract based on Banking and other sectors is as follows:

	31 March 2023			31 December 2022		
	Banking Companies	Other	Total	Banking Companies	Other	Total
Up to 3 months	42.106.921	62.316	42.169.237	41.434.196	391.641	41.825.837
3 to 12 months	44.678.619	7.921.693	52.600.312	38.665.799	7.106.747	45.772.546
1 to 5 years	6.496.479	-	6.496.479	3.067.916	41.780	3.109.696
Over 5 years	14.472.574	352.655	14.825.229	14.935.049	439.126	15.374.175
Total	107.754.593	8.336.664	116.091.257	98.102.960	7.979.294	106.082.254

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 31 MARCH 2023

(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:	31 March 2023	31 December 2022
Receivables from credit card payments	151.235	145.100
Other receivables (*)	10.881.483	7.557.034
Total	11.032.718	7.702.134

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

Other short term payables:	31 March 2023	31 December 2022
Payables related to credit card transactions	13.591.557	12.138.508
Taxes and funds payable	1.893.025	1.620.655
Export deposits and transfer orders	327.139	177.388
Payment orders to correspondent banks	274.138	299.353
Other (*)	20.405.431	20.805.644
Total	36.491.290	35.041.548

Other long term payables:	31 March 2023	31 December 2022
Other (*)	15.634.825	16.075.205
Total	15.634.825	16.075.205

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

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 31 MARCH 2023

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

NOTE 9 - RECEIVABLES FROM FINANCE SECTOR OPERATIONS

Banking and Financial Services

Loans and advances to customers	31 March 2023	31 December 2022
Consumer loans and credit cards receivables	208.091.700	158.919.995
Project finance loans	87.104.788	84.974.910
Financial institutions	49.088.355	51.509.410
Other manufacturing industries	41.088.001	42.066.864
Construction	50.698.324	38.635.076
Small-scale enterprises	25.838.507	24.903.274
Textile	22.667.657	23.840.532
Mining	21.596.729	20.038.388
Automotive	14.659.668	14.700.989
Food and beverage, wholesale and retail	15.161.912	14.458.186
Chemicals	11.094.598	10.133.707
Telecommunication	2.804.322	2.084.710
Other	125.019.383	127.805.247
Total loans and advances to customers	674.913.945	614.071.288
Leasing receivables	12.691.229	11.925.592
Provision for loan losses	(24.415.071)	(22.190.368)
Receivables from insurance activities	4.119.269	3.239.641
Net loans and advances to customers	667.309.372	607.046.153

The above table includes the bank's live and non-performing total loans, and the loan risk reserve is separated as a result of the bank assessment considering all credit risk.

Effective interest rates of loans and advances to customers in US Dollars, Euros and Turkish Lira are annually 8,77% (31 December 2022: 8,82%), 6,38% (31 December 2022: 5,85%) and 20,20% (31 December 2022: 20,50%).

**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 31 MARCH 2023**

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

NOTE 9 - RECEIVABLES FROM FINANCE SECTOR OPERATIONS (Continued)

As of 31 March 2023, the movement table of credit risk provision of banking industry segment by asset classes is as follows:

	Commercial Loans	Consumer Loans & Credit Cards	Leasing receivables	Total
1 January 2023	15.999.841	5.905.915	284.612	22.190.368
Gross provisions	1.411.967	1.602.855	9.404	3.024.226
Collections	(450.833)	(262.106)	(7.362)	(720.301)
Written-off	(64.808)	(14.414)	-	(79.222)
31 March 2023	16.896.167	7.232.250	286.654	24.415.071

As of 31 December 2022, the movement table of credit risk provision of banking industry segment by asset classes is as follows:

	Commercial Loans	Consumer Loans & Credit Cards	Leasing receivables	Total
1 January 2022	14.847.739	3.849.495	317.271	19.014.505
Gross provisions	16.046.094	3.817.119	200.657	20.063.870
Collections	(1.490.353)	(1.017.212)	(213.329)	(2.720.894)
Written-off	(13.403.639)	(743.487)	(19.987)	(14.167.113)
31 December 2022	15.999.841	5.905.915	284.612	22.190.368

The maturity analysis of loans and advances to customers as of 31 March 2023 and 31 December 2022 is presented below:

	31 March 2023	31 December 2022
Up to 3 months	279.806.378	231.405.202
3 to 12 months	186.697.495	171.234.040
Current	466.503.873	402.639.242
1 to 5 years	124.857.240	134.771.472
Over 5 years	59.137.761	54.470.206
Non-current	183.995.001	189.241.678
Total	650.498.874	591.880.920

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 31 MARCH 2023

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

NOTE 10 - DERIVATIVES

31 March 2023

	Fair Value	
	Asset	Liability
Derivative instruments held for trading:		
Foreign exchange derivative instruments		
Currency and interest rate swaps purchases and sales transactions	14.713.347	11.913.244
Forward currency purchases and sales transactions	2.794.536	637.335
Currency purchases and sales options	825.001	402.633
Other purchases and sales transactions	5.436.675	-
Total derivative instruments held for trading	23.769.559	12.953.212
Derivative instruments held for hedging:		
Currency and interest rate swaps purchases and sales transactions	23.981.366	273.403
Forward currency purchases and sales transactions	18.712	-
Currency purchases and sales options	-	-
Total derivative instruments held for hedging	24.000.078	273.403
Total derivative instruments	47.769.637	13.226.615

31 December 2022

	Fair Value	
	Asset	Liability
Derivative instruments held for trading:		
Foreign exchange derivative instruments		
Currency and interest rate swaps purchases and sales transactions	15.576.028	13.822.769
Forward currency purchases and sales transactions	2.275.577	473.494
Currency purchases and sales options	731.855	272.870
Other purchases and sales transactions	5.744.608	-
Total derivative instruments held for trading	24.328.068	14.569.133
Derivative instruments held for hedging:		
Currency and interest rate swaps purchases and sales transactions	24.519.881	537.917
Forward currency purchases and sales transactions	6.415	-
Currency purchases and sales options	26.165	-
Total derivative instruments held for hedging	24.552.461	537.917
Total derivative instruments	48.880.529	15.107.050

Akbank hedge against cash flow risk through the use of interest rate swaps against the cash flow risk arising from its financial debts.

**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 31 MARCH 2023**

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

NOTE 11 - PREPAID EXPENSES AND DEFERRED INCOME

Short-term prepaid expenses:	31 March 2023	31 December 2022
Prepaid expenses	17.826.993	15.694.821
Advance given for inventory purchases	552.969	217.029
Other	108.863	20.260
Total	18.488.825	15.932.110
Long-term prepaid expenses:	31 March 2023	31 December 2022
Advance given for PP&E purchases	300.111	347.633
Prepaid expenses	34.878	62.898
Other	61.239	53.385
Total	396.228	463.916
Short-term deferred income:	31 March 2023	31 December 2022
Unearned commission income	538.948	278.938
Advances received	151.709	117.342
Deferred income	145.838	112.426
Other	3.320	3.065
Total	839.815	511.771
Long-term deferred income:	31 March 2023	31 December 2022
Unearned commission income	343.535	478.030
Deferred income	19.942	26.991
Total	363.477	505.021

NOTE 12 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD

Book value of Associates and Joint Ventures is as follows:

	31 March 2023	Share (%)	31 December 2022	Share (%)
Brisa	1.129.202	43,63	1.416.764	43,63
Akçansa	1.163.429	39,72	995.742	39,72
Enerjisa Üretim Santralleri	7.384.418	50,00	6.270.016	50,00
Enerjisa Enerji	7.663.251	40,00	8.628.898	40,00
Temsa Ulaşım Araçları	442.039	50,00	300.428	50,00
Total	17.782.339		17.611.848	

**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 31 MARCH 2023**

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

NOTE 12 - 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- 31 March 2023	1 January- 31 March 2022
Brisa	232.471	267.406
Akçansa	266.987	33.837
Enerjisa Üretim Santralleri	1.236.807	864.903
Enerjisa Enerji	147.829	77.210
Temsa Ulaşım Araçları	(15.661)	(1.353)
Total	1.868.433	1.242.003

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

	31 March 2023		31 December 2022	
	Total Assets	Total Liabilities	Total Assets	Total Liabilities
Brisa	18.597.847	16.009.616	16.149.815	12.902.591
Akçansa	7.376.600	4.434.606	6.945.595	4.425.774
Enerjisa Üretim Santralleri	30.708.971	15.940.135	30.944.176	18.404.142
Enerjisa Enerji	64.197.254	45.039.127	59.188.597	37.616.351
Temsa Ulaşım Araçları	4.723.288	3.434.437	4.141.618	3.141.582
Total	125.603.960	84.857.921	117.369.801	76.490.440

Sales

	1 January- 31 March 2023	1 January- 31 March 2022
Brisa	4.661.906	2.714.236
Akçansa	3.042.074	1.240.079
Enerjisa Üretim Santralleri	11.236.064	9.801.523
Enerjisa Enerji	28.641.418	17.530.530
Temsa Ulaşım Araçları	1.057.451	534.965

Net profit/(loss)

	1 January- 31 March 2023	1 January- 31 March 2022
Brisa	536.953	614.182
Akçansa	672.173	103.147
Enerjisa Üretim Santralleri	2.473.615	1.729.805
Enerjisa Enerji	369.572	193.026
Temsa Ulaşım Araçları	(25.733)	(2.705)

HACI ÖMER SABANCI HOLDİNG A.Ş.

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

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

NOTE 13 - PROPERTY, PLANT AND EQUIPMENT

The movement in property, plant and equipment for the year ended 31 March 2023 is as follows:

	1 January 2023	Currency translation differences	Additions	Disposals	Transfers (*)	Impairment	31 March 2023
Cost:							
Land and land improvements	755.351	17.838	486	-	12.980	-	786.655
Buildings	5.323.317	85.908	90.146	(85.142)	8.234	-	5.422.463
Machinery and equipment	14.456.412	324.719	88.165	(141.602)	104.662	(1.129)	14.831.227
Motor vehicles	128.786	2.474	1.910	-	895	-	134.065
Furniture and fixtures	6.598.336	20.872	429.920	(69.965)	4.054	(217)	6.983.000
Total	27.262.202	451.811	610.627	(296.709)	130.825	(1.346)	28.157.410
Construction in progress	1.628.955	15.540	1.536.126	(881)	(181.402)	-	2.998.338
Total	28.891.157	467.351	2.146.753	(297.590)	(50.577)	(1.346)	31.155.748
Accumulated depreciation:							
Land and land improvements	(280.359)	(1.522)	(3.348)	-	-	-	(285.229)
Buildings	(1.777.875)	(29.365)	(36.154)	-	-	-	(1.843.394)
Machinery and equipment	(7.511.555)	(162.807)	(206.133)	94.164	-	-	(7.786.331)
Motor vehicles	(105.893)	457	(3.352)	-	-	-	(108.788)
Furniture and fixtures	(2.838.386)	(7.269)	(263.911)	35.372	70	95	(3.074.029)
Total	(12.514.068)	(200.506)	(512.898)	129.536	70	95	(13.097.771)
Net Book Value	16.377.089	266.845	1.633.855	(168.054)	(50.507)	(1.251)	18.057.977

(*) TRY50.507 of the transfers from construction in progress in the current period is recognized in intangible assets.

HACI ÖMER SABANCI HOLDİNG A.Ş.

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

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

NOTE 13 - PROPERTY, PLANT AND EQUIPMENT (Continued)

The movement in property, plant and equipment for the year ended 31 March 2022 is as follows:

	1 January 2023	Currency translation differences	Additions	Disposals	Transfers (*)	Impairment	31 March 2022
Cost:							
Land and land improvements	609.974	31.520	-	(22.166)	585	-	619.913
Buildings	4.505.287	207.837	990	(18.378)	10.785	-	4.706.521
Machinery and equipment	9.497.996	850.341	31.752	(15.159)	48.112	-	10.413.042
Motor vehicles	93.937	3.973	3.801	(2.153)	546	-	100.104
Furniture and fixtures	4.561.495	38.101	404.236	(11.317)	4.731	(290)	4.996.956
Total	19.268.689	1.131.772	440.779	(69.173)	64.759	(290)	20.836.536
Construction in progress	386.855	23.505	125.542	(13.662)	(74.177)	-	448.063
Total	19.655.544	1.155.277	566.321	(82.835)	(9.418)	(290)	21.284.599
Accumulated depreciation:							
Land and land improvements	(253.437)	(4.138)	(2.326)	3	-	-	(259.898)
Buildings	(1.427.526)	(71.092)	(29.447)	1.684	-	-	(1.526.381)
Machinery and equipment	(4.697.298)	(464.329)	(126.898)	10.902	1.495	-	(5.276.128)
Motor vehicles	(88.585)	(556)	(1.776)	3.474	41	-	(87.402)
Furniture and fixtures	(2.618.826)	(25.338)	(161.981)	7.003	(1.668)	330	(2.800.480)
Total	(9.085.672)	(565.453)	(322.428)	23.066	(132)	330	(9.950.289)
Net Book Value	10.569.872	589.824	243.893	(59.769)	(9.550)	40	11.334.310

(*) TRY9.550 of the transfers from construction in progress in the current period is recognized in intangible assets.

HACI ÖMER SABANCI HOLDİNG A.Ş.

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

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

NOTE 14 - INTANGIBLE ASSETS

The movements in intangible assets for the years ended 31 March 2023 and 2022 are as follows:

	1 January 2023	Currency translation differences	Additions	Disposals	Transfers	31 March 2023
Cost:						
Rights	540.866	37.859	740.781	(179.874)	(1.575)	1.138.057
Customer contracts	2.397.836	71.931	-	-	-	2.469.767
Licenses and softwares	390.274	10.976	6.635	-	8.536	416.421
Development investments	251.318	4.874	16.340	-	13.633	286.165
Mineral rights	30.622	1.398	-	-	-	32.020
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	6.938.100	28.713	371.661	1.389	30.042	7.369.905
Total	14.077.053	155.751	1.135.417	(178.485)	50.636	15.240.372
Accumulated depreciation:						
Rights	(147.208)	(7.283)	(2.560)	-	1.302	(155.749)
Customer contracts	(321.669)	(9.869)	(32.259)	-	-	(363.797)
Licenses and softwares	(205.048)	(6.437)	(10.687)	-	-	(222.172)
Development investments	(97.875)	(2.333)	(9.655)	-	-	(109.863)
Mineral rights	(6.185)	(314)	(1.046)	-	-	(7.545)
Bancassurance channel	(91.677)	-	(15.056)	-	-	(106.733)
Contractual rights	(292.139)	-	(35.786)	-	-	(327.925)
Agency channel	(39.036)	-	(6.411)	-	-	(45.447)
Other intangible assets	(2.390.343)	(4.218)	(279.498)	(1.405)	(1.431)	(2.676.895)
Total	(3.591.180)	(30.454)	(392.958)	(1.405)	(129)	(4.016.126)
Net Book Value	10.485.873	125.297	742.459	(179.890)	50.507	11.224.246

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 31 MARCH 2023

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

NOTE 14 - INTANGIBLE ASSETS (Continued)

	1 January 2022	Currency translation differences	Additions	Disposals	Transfers	31 March 2022
Cost:						
Rights	859.175	91.219	510.994	(143.865)	2.055	1.319.578
Customer contracts	482.352	38.328	-	-	-	520.680
Licenses and softwares	43.724	(54)	-	-	-	43.670
Development investments	50.238	-	13.078	-	(4.271)	59.045
Mineral rights	23.175	1.841	-	-	-	25.016
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	155.968	254.747	(271)	11.986	5.534.498
Total	10.098.769	287.302	778.819	(144.136)	9.770	11.030.524
Accumulated depreciation:						
Rights	(302.909)	(32.143)	(13.227)	18.995	(136)	(329.420)
Customer contracts	(15.418)	(1.581)	(8.203)	-	-	(25.202)
Licenses and softwares	(4.167)	(181)	(74)	-	-	(4.422)
Development investments	(3.171)	(159)	(1.107)	-	-	(4.437)
Mineral rights	(1.560)	-	(807)	-	-	(2.367)
Bancassurance channel	(30.531)	-	(15.140)	-	-	(45.671)
Contractual rights	(97.291)	-	(12.260)	-	-	(109.551)
Agency channel	(13.000)	-	(6.447)	-	-	(19.447)
Other intangible assets	(1.673.078)	(21.371)	(197.831)	182	(84)	(1.892.182)
Total	(2.141.125)	(55.435)	(255.096)	19.177	(220)	(2.432.699)
Net Book Value	7.957.644	231.867	523.723	(124.959)	9.550	8.597.825

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 31 MARCH 2023

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

NOTE 15 – RIGHT OF USE ASSETS

The movements in right of use assets for the years ended 31 March 2023 and 2022 are as follows:

	1 January 2023	Additions	Disposals	Impairment	Currency translation differences	31 March 2023
Cost:						
Real estates	4.499.887	765.568	(65.488)	-	40.445	5.240.412
Fixtures	346	-	-	-	3	349
Motor vehicles	221.451	62.226	(16.092)	-	(2.254)	265.331
Other	78.981	3.011	(2.193)	-	7.329	87.128
Total	4.800.665	830.805	(83.773)	-	45.523	5.593.220
Accumulated Depreciation:						
Real estates	(1.536.951)	(230.718)	29.382	-	(18.959)	(1.757.246)
Fixtures	(595)	(39)	-	-	(31)	(665)
Motor vehicles	(99.974)	(23.176)	504	-	2.412	(120.234)
Other	(30.947)	(5.942)	3.022	-	(3.034)	(36.901)
Total	(1.668.467)	(259.875)	32.908	-	(19.612)	(1.915.046)
Net Book Value	3.132.198	570.930	(50.865)	-	25.911	3.678.174
	1 January 2022	Additions	Disposals	Impairment	Currency translation differences	31 March 2022
Cost:						
Real estates	2.742.721	307.941	(42.547)	(3.411)	24.812	3.029.516
Fixtures	462	-	-	-	-	462
Motor vehicles	76.868	29.774	(23.213)	-	16.903	100.332
Other	212.636	7.418	(3.539)	-	40.320	256.835
Total	3.032.687	345.133	(69.299)	(3.411)	82.035	3.387.145
Accumulated Depreciation:						
Real estates	(953.399)	(129.447)	24.727	1.974	(1.500)	(1.057.645)
Fixtures	(157)	(22)	-	-	-	(179)
Motor vehicles	(47.233)	(8.768)	13.342	-	(577)	(43.236)
Other	(51.574)	(9.015)	2.155	-	(7.481)	(65.915)
Total	(1.052.363)	(147.252)	40.224	1.974	(9.558)	(1.166.975)
Net Book Value	1.980.324	197.881	(29.075)	(1.437)	72.477	2.220.170

**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 31 MARCH 2023**

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

NOTE 16 - GOODWILL

The movements in goodwill for the years ended 31 March 2023 and 2022 are as follows:

	2023	2022
1 January	4.078.784	2.522.764
Currency translation differences	105.793	167.689
31 March	4.184.577	2.690.453

NOTE 17 - FINANCIAL LIABILITIES

Short term funds borrowed, bank borrowings and debt securities:

	31 March 2023	31 December 2022
Short term	26.387.038	25.356.285
Short term portion of long term	38.212.903	37.578.916
Total short term	64.599.941	62.935.201
Long term funds borrowed, bank borrowings and debt securities:		
Long term	74.231.984	73.982.765
Total	138.831.925	136.917.966

Maturity analysis as of 31 March 2023 and 31 December 2022 is as follows:

	31 March 2023	31 December 2022
Up to 3 months	31.444.627	16.244.089
3 to 12 months	33.155.314	46.691.112
Short term borrowings and short-term portion of long-term borrowings	64.599.941	62.935.201
1 to 5 years	54.835.832	54.931.142
Over 5 years	19.396.152	19.051.623
Long term borrowings	74.231.984	73.982.765
Total financial liabilities	138.831.925	136.917.966

The detail of short term and long term borrowings at 31 March 2023 and 31 December 2022 are as follows

31 March 2023

	Interest Rate (%)	Short term	Long term	Total
TRY	11%-35%	15.625.594	2.799.175	18.424.769
USD	0,57%-8,20%	32.561.894	68.384.785	100.946.679
EUR	1,66%-9,78%	16.316.611	2.967.466	19.284.077
Other	2,75%-8,90%	95.842	80.558	176.400

**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 31 MARCH 2023**

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

NOTE 17 - FINANCIAL LIABILITIES (Continued)

31 December 2022

	Interest Rate (%)	Short term	Long term	Total
TRY	9,14%-33%	14.376.771	2.945.531	17.322.302
USD	0,23%-7,70%	31.761.175	68.017.523	99.778.698
EUR	1,71%-8,75%	16.665.429	2.935.673	19.601.102
Other	2,75%-8,40%	131.826	84.038	215.864

Financial liability movement as of 31 March 2023 and 2022 is as follows:

	2023	2022
1 January	136.917.966	117.768.234
Additions	9.947.146	11.764.507
Payments	(8.525.598)	(12.345.860)
Interest accruals	371.128	310.504
Foreign exchange effects	121.283	823.419
31 March	138.831.925	118.320.804

Major borrowings in 2023:

Banking:

Issued securities:

Securities issued consist of USD, EUR and TRY assets.

As of March 31, 2023, the Group has issued securities of USD 3.260.915 (TRY Equivalent: 62.456.962). The repayment of the issued securities are until 2031. (31 December 2022: USD 3.325.679 – TRY 62.184.547)

As of March 31, 2023, the Group has issued securities of EUR 10.013 (TRY Equivalent: 208.749). The repayment of the issued securities are until 2031. (31 December 2022: EUR 10.114 – TRY 201.621)

In addition, as of 31 March 2023, the Group issued bonds with 1-3 months maturity of TRY 3.181.325, 3-6 months maturity of TRY 1.010.671, 1-5 years maturity of TRY 1.276.661 and over 5 years maturity of TRY 1.435.526. (31 December 2022: 1-3 months term TRY 2.663.511, 3-6 months term TRY 715.365, 1-5 years term TRY 1.280.570 and over 5 years term TRY 1.435.744).

**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 31 MARCH 2023**

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

NOTE 18 – LIABILITIES FROM LEASING TRANSACTIONS

The breakdown of the Group's obligations with respect to the lease transactions in accordance with TFRS 16 is as follows:

Liabilities from short-term lease transactions as of 31 March 2023:

	Up to	Between 3 to 12	Total
	3 months	months	
TRY	321.751	450.343	772.094
USD	-	78.220	78.220
EUR	10.308	4.982	15.290
Other	-	2.227	2.227
31 March 2023	332.059	535.772	867.831

Liabilities from short-term lease transactions as of 31 December 2022:

	Up to	Between 3 to 12	Total
	3 months	months	
TRY	300.935	260.107	561.042
USD	-	59.097	59.097
EUR	10.208	-	10.208
31 December 2022	311.143	319.204	630.347

Liabilities from long-term lease transactions as of 31 March 2023:

31 March 2023	Between 1 to 2	Between 2 to	Between 3 to	Between 4 to 5	5 years	Total
	years	3 years	4 years	years	and more	
TRY	282.624	334.882	524.144	568.858	1.004.779	2.715.287
USD	451.067	101.372	671	599	681	554.390
EUR	3.086	3.399	3.736	4.088	12.813	27.122
Total	736.777	439.653	528.551	573.545	1.018.273	3.296.799

Liabilities from long-term lease transactions as of 31 December 2022:

31 December 2022	Between 1 to 2	Between 2 to	Between 3 to	Between 4 to 5	5 years	Total
	years	3 years	4 years	years	and more	
TRY	259.225	326.898	472.998	534.853	716.215	2.310.189
USD	74.673	156.293	24.235	25.780	271.808	552.789
EUR	2.803	3.096	3.411	3.739	21.879	34.928
Total	336.701	486.287	500.644	564.372	1.009.902	2.897.906

The movement table of liabilities arising from leasing transactions is as follows:

	2023	2022
1 January	3.528.253	2.227.124
Additions	859.787	345.372
Payments	(390.096)	(240.971)
Interest accruals	172.791	111.071
Foreign exchange effects	(6.105)	74.308
31 March	4.164.630	2.516.904

**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 31 MARCH 2023**

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

NOTE 19 – PAYABLES FROM FINANCE SECTOR OPERATIONS

Banking

	31 March 2023			31 December 2022		
	Demand	Time	Total	Demand	Time	Total
Saving deposits	165.973.362	365.502.889	531.476.251	139.495.538	316.203.140	455.698.678
Commercial deposits	103.367.606	146.726.098	250.093.704	98.055.575	136.478.863	234.534.438
Bank deposits	950.040	17.198.015	18.148.055	1.476.193	14.786.134	16.262.327
Funds provided from						
repo transactions	-	67.879.885	67.879.885	-	57.277.871	57.277.871
Other	5.837.948	5.354.637	11.192.585	3.006.450	4.965.825	7.972.275
Total	276.128.956	602.661.524	878.790.480	242.033.756	529.711.833	771.745.589

Effective interest rates of USD, EUR and TRY denominated customer deposits are %6,61 (31 December 2022: %4,81), %3,05 (31 December 2022: %2,77) and %20,51 (31 December 2022: %15,93).

As of 31 March 2023 and 31 December 2022, deposits and money market borrowings, the analysis of the remaining maturity dates in the contract are presented below:

	31 March 2023	31 December 2022
Up to 1 month	276.128.956	242.033.756
1 to 3 months	513.095.421	471.220.197
3 to 12 months	74.563.830	33.851.798
1 to 5 years	11.498.797	23.479.208
Over 5 years	3.503.476	1.160.630
Total	878.790.480	771.745.589

Financial services

	31 March 2023	31 December 2022
Payables from insurance sector operations	3.416.222	2.558.097
Total	3.416.222	2.558.097

**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 31 MARCH 2023**

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

NOTE 20 - TAX ASSETS AND LIABILITIES

	31 March 2023	31 December 2022
Corporate and income taxes payable	13.237.654	22.268.876
Less: prepaid taxes	(466.658)	(12.605.704)
Total taxes payable	12.770.996	9.663.172

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.

As of 31 March 2023, the corporate tax rate has been applied as 20% (2022: 23%) in the financial statements. 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.

In accordance with the Law No 7440 on the "Restructuring of Certain Receivables and Amendments to Certain Laws" published in the Official Gazette on 12 March 2023, an additional tax of 10% is to be calculated over the exemptions and deductions subject to corporate income deduction in accordance with the regulations in the laws, by being shown in the corporate tax return for the year 2022 and without being associated with the period's income; and an additional tax of 5% is to be calculated over the exempted earnings. As of 31 March 2023, related tax amounts were calculated and accrued in the financial statements of Group.

Tax amounts related to comprehensive income items in the consolidated statement of other comprehensive profit or loss for the period ended 31 March 2023 and 2022 are as follows:

	31 March 2023			31 March 2022		
	Before Tax	Tax Charge	After Tax	Before Tax	Tax Charge	After Tax
Fair value gains/(losses) from financial assets through other comprehensive income	(3.546.855)	886.714	(2.660.141)	7.604.483	(1.520.897)	6.083.586
Cash flow hedges	(259.330)	64.832	(194.498)	1.779.512	(355.903)	1.423.609
Financial assets related to the hedging of net investment in a foreign operation	(716.237)	179.059	(537.178)	(943.442)	188.688	(754.754)
Currency translation differences	1.443.279	-	1.443.279	1.940.501	-	1.940.501
Actuarial (losses)/gains	(201.245)	40.250	(160.995)	(41.247)	8.250	(32.997)
Other comprehensive income	(3.280.388)	1.170.855	(2.109.533)	10.339.807	(1.679.862)	8.659.945

**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 31 MARCH 2023**

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

NOTE 20 - TAX ASSETS AND LIABILITIES (Continued)

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

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.

Deferred tax assets/(liabilities) for the years ended at 31 March 2023 and 31 December 2022 are as follows::

	31 March 2023	31 December 2022
Deferred tax assets	2.880.989	1.456.256
Deferred tax liabilities	(981.096)	(2.590.383)
Net Deferred Tax Assets/(Liabilities)	1.899.893	(1.134.127)

The movements in deferred income tax assets/(liabilities) for the three-month periods ended 31 March 2023 and 31 March 2022 are as follows:

	2023	2022
1 January	(1.134.127)	(721.465)
Charged to equity	1.088.904	(1.732.411)
Change in foreign currency translation differences	(2.436)	25.178
Charged to statement of profit or loss	1.947.552	8.399.668
31 March	1.899.893	5.970.970

**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 31 MARCH 2023**

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

NOTE 20 - TAX ASSETS AND LIABILITIES (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)	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
Tangible and intangible assets	(6.365.289)	1.267.600	1.531.338	(314.950)
Inventories	(262.179)	(368.590)	52.436	74.790
Expected credit losses for loans	(13.243.442)	(11.215.871)	3.318.653	2.811.760
Provision for severance pay	(2.936.427)	(2.866.709)	688.809	683.210
Litigation provisions	(68.085)	(49.218)	14.589	11.012
Carry forward tax losses	(1.703.324)	(1.223.503)	362.371	274.049
Investment incentives	(340.680)	(517.711)	68.245	92.738
Doubtful receivables provisions	(96.137)	(66.343)	24.227	18.819
Derivative instruments	27.104.688	26.394.486	(6.776.385)	(6.598.239)
Financial lease liabilities	(1.811.120)	(1.472.246)	372.651	301.750
Securities valuation differences	(10.895.466)	(8.494.256)	2.725.846	2.125.890
Fair value differences of financial assets and liabilities	717.321	938.295	(143.464)	(187.658)
Geographical region risk provision cancellation	1.852.070	1.942.437	(507.004)	(531.742)
Other temporary differences	(837.910)	(522.220)	167.582	104.444
Deferred tax assets/liabilities (net)			1.899.893	(1.134.127)

The Group has no previous year loss which was not used to calculate deferred tax assets. The Group has deferred tax assets over carry forward tax losses in the amount of TRY 951.392 which can be offset against future taxable profits for a period of five years (31 December 2022: TRY 538.181).

As of 31 March 2023 and 31 December 2022 carry forward tax losses and the latest annual periods are as follows:

	31 March 2023	31 December 2022
2024	173.664	115.026
2025	154.997	154.997
2026	265.899	268.158
2027	356.832	-
Total	951.392	538.181

**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 31 MARCH 2023**

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

NOTE 21 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

Other short-term provisions	31 March 2023	31 December 2022
Insurance technical provisions	20.920.792	14.539.144
Provision for liabilities	1.087.099	773.937
<i>Credit bonus provision</i>	252.419	207.918
<i>Provisions for litigation</i>	111.458	108.936
<i>Uncompensated and not encashed</i>		
<i>non-cash loans</i>	523.625	457.083
<i>Other short-term provisions</i>	199.597	-
Other debt provisions	202.892	212.080
Total	22.210.783	15.525.161

Other long-term provisions	31 March 2023	31 December 2022
Insurance technical provisions	9.457.898	8.373.738
Provision for liabilities	1.862.561	1.664.749
<i>Provisions for litigation</i>	257.318	250.535
<i>Other long-term provisions</i>	1.605.243	1.414.214
Total	11.320.459	10.038.487

NOTE 22 - OTHER ASSETS AND LIABILITIES

Other Current Assets	31 March 2023	31 December 2022
Cheques in clearance	2.894.312	1.485.848
Deductible, deferred and other VAT	677.317	631.284
Other current assets	12.284.817	7.947.105
Total	15.856.446	10.064.237

Other Non-Current Assets	31 March 2023	31 December 2022
Deductible, deferred and other VAT	5.506	2.396
Other non-current assets	237.085	237.341
Total	242.591	239.737

Other Short - Term Liabilities	31 March 2023	31 December 2022
Cheques in clearance	5.511.439	2.671.465
Saving deposits insurance	408.182	262.748
Other short - term liabilities	6.208.908	1.258.073
Total	12.128.529	4.192.286

Other Long - Term Liabilities	31 March 2023	31 December 2022
Other Long - Term Liabilities	558.744	542.485
Total	558.744	542.485

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 31 MARCH 2023

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

**NOTE 23 - ASSETS AND LIABILITIES CLASSIFIED AS HELD FOR SALE AND
DISCONTINUED OPERATION**

Satış amaçlı elde tutulan varlıklar:

	31 March 2023	31 March 2022
Beginning, net book value	577.324	694.573
Acquired	17.490	22.643
Disposed of (-), net	(69.427)	(322.346)
Impairment (-)	(50)	(180)
Other	-	(11.872)
Closing, net book value	525.337	382.818

NOTE 24 - EQUITY

Hacı Ömer Sabancı Holding A.Ş. Holding's authorised and issued capital consists of 204.040.393.100 (31 December 2022: 204.040.393.100) shares of Kr1 each.

The Holding's authorised and paid-in share capital and shareholding structure at 31 March 2023 and 31 December 2022 is as follows:

Shareholders:	Share (%)	31 March 2023	Share (%)	31 December 2022
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 (-)		(50.629)		(37.067)
Share Premium		22.237		22.237

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 31 March 2023, shares with TRY50.629 (31 December 2022: TRY37.067) of nominal value, equivalent to 2,48% of the company capital.

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.

**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 31 MARCH 2023**

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

NOTE 24 – EQUITY (Continued)

Dividend Distribution

Listed companies processes 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.

Share Buyback

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. (Note 24 – Equity) Share buy back information at the subsequent period of reporting date can be found in the note concerning Events After the Balance Date (Note 32).

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

	Revaluation fund	Cash flow hedge fund	Net investment hedge	Currency translation differences
Balance as of 1 January 2023	3.172.128	623.467	(3.616.110)	10.995.205
Increases/(decreases) during the period	(1.833.413)	64.025	(291.868)	773.428
Gains transferred to income statement	389.944	(147.450)	-	-
Tax effect	360.867	20.857	72.967	-
Balance as of 31 March 2023	2.089.526	560.899	(3.835.011)	11.768.633

	Revaluation fund	Cash flow hedge fund	Net investment hedge	Currency translation differences
Balance as of 1 January 2022	(719.033)	(144)	(2.450.004)	6.690.649
Increases/(decreases) during the period	3.735.070	588.617	(384.455)	995.041
Gains transferred to income statement	(633.499)	115.207	-	-
Tax effect	(620.314)	(140.763)	76.891	-
Balance as of 31 March 2022	1.762.224	562.917	(2.757.568)	7.685.690

**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 31 MARCH 2023**

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

NOTE 25 - REVENUE AND COST OF SALES

Non-finance sector

	1 January- 31 March 2023	1 January- 31 March 2022
Domestic sales	19.003.476	10.506.846
Foreign sales	3.418.514	2.405.297
Less: Discounts	(598.761)	(449.269)
Total	21.823.229	12.462.874

	1 January- 31 March 2023	1 January- 31 March 2022
Cost of raw materials and merchandises	(15.121.523)	(8.736.388)
Change in finished good, work in progress and merchandises	388.003	704.713
Personnel expenses	(634.314)	(364.907)
Depreciation and amortisation	(216.343)	(163.123)
Other	(2.166.009)	(1.387.997)
Total	(17.750.186)	(9.947.702)

	1 January- 31 March 2023	1 January- 31 March 2022
Interest income	41.391.252	20.369.771
Insurance premiums	6.697.728	3.157.296
Commission income	5.600.167	2.449.567
Total	53.689.147	25.976.634

Finance sector

	1 January- 31 March 2023	1 January- 31 March 2022
Interest income	41.391.252	20.369.771
Insurance premiums	6.697.728	3.157.296
Commission income	5.600.167	2.449.567
Total	53.689.147	25.976.634

	1 January- 31 March 2023	1 January- 31 March 2022
Interest expenses	(23.130.804)	(7.280.234)
Insurance premiums	(6.236.352)	(3.021.764)
Commission expenses	(1.068.213)	(660.549)
Total	(30.435.369)	(10.962.547)

**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 31 MARCH 2023**

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

NOTE 26 - OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES

The details of other income from operating activities for the years ended 31 March 2023 and 2022 are as follows:

	1 January- 31 March 2023	1 January- 31 March 2022
Foreign currency gains resulting from operations	360.646	681.055
Due date income from trade receivables	57.113	71.797
Other income (*)	1.591.541	686.201
Total	2.009.300	1.439.053

(*) Other incomes are related to insurance companies' investment income transferred to technical profit.

The details of other expenses from operating activities for the years ended 31 March 2023 and 2022 are as follows:

	1 January- 31 March 2023	1 January- 31 March 2022
Foreign currency losses resulting from operations	(283.611)	(632.124)
Due date expense from trade receivables	(287.573)	(163.727)
Provision expense	(112.523)	(5.546)
Other expenses	(495.417)	(162.115)
Total	(1.179.124)	(963.512)

NOTE 27 - INCOME AND EXPENSES FROM INVESTING ACTIVITIES

The details of other income from investing activities for the years ended 31 March 2023 and 2022 are as follows:

	1 January- 31 March 2023	1 January- 31 March 2022
Fair value gain(*)	66.915	192.132
Dividend income	60.990	28.902
Interest income on time deposits	38.982	151.521
Gain on sale of associates	14.000	2.817.722
Profit on sale of investment property	1.198	146.590
Other	69.944	-
Total	252.029	3.336.867

(*) It relates to financial assets at fair value through profit or loss.

**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 31 MARCH 2023**

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

NOTE 27 - INCOME AND EXPENSES FROM INVESTING ACTIVITIES (Continued)

The details of other expenses from investing activities for the years ended 31 March 2023 and 2022 are as follows:

	1 January- 31 March 2023	1 January- 31 March 2022
Loss on sale of fixed assets	(8.220)	(2.965)
Total	(8.220)	(2.965)

NOTE 28 - FINANCE INCOME/EXPENSES

Financial income and expenses of non-banking segments:

	1 January- 31 March 2023	1 January- 31 March 2022
Financial income		
Foreign currency gains	49.776	161.379
Interest Income	14.039	3.218
Other financial gains	51.859	15.950
Total	115.674	180.547
Financial expenses		
Foreign currency losses	(86.519)	(138.653)
Interest expense	(532.236)	(257.122)
Other commission expenses	(168.167)	(78.910)
Other financial expenses	(149.310)	(43.174)
Total	(936.232)	(517.859)

**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 31 MARCH 2023**

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

NOTE 29 - RELATED PARTY DISCLOSURES

Related party balances	31 March 2023	31 December 2022
Receivables from finance sector activities	7.271.690	6.998.277
Trade receivables	288.457	314.353
Trade payables	78.695	515.832
Other receivables	1.087.382	3.100
Other payables	189.390	676.128
Receivables from finance sector activities	3.138.900	6.266.508

Related party transactions	31 March 2023	31 March 2022
Goods and services sales	208.557	187.997
Goods and services purchases	(513.097)	(316.298)
Interest income	334.283	159.306
Interest expense	(133.517)	(45.675)

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 31 March 2023, TRY255.637 (31 December 2022: TRY27.785) was the balance of trade receivables arising from the sales relationship between Kordsa and Brisa. TRY1.086.584 of other receivables (31 December 2022: None) arose from the balance related to the dividend relationship of Sabancı Holding with Enerjisa Enerji. TRY53.948 of trade payables (31 December 2022: TRY) 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.

As of 31 March 2023, of transactions with related parties, TRY174.780 (31 March 2022: TRY136.335) of product and services sales arises from the sales relationship between Kordsa and Brisa, TRY12.176 (31 March 2022: TRY13.274) from SabancıDX and Brisa, and TRY15.369 (31 March 2022: TRY31.142) from SabancıDX and Enerjisa Enerji. TRY288.433 of goods and services purchases (31 March 2022: TRY200.496) arises from Çimsa's purchasing relationship with Enerjisa Üretim, and TRY164.756 arises from Kordsa's purchasing relationship with Enerjisa Üretim (31 March: TRY78.403).

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 as a result of transfer or retirement.

The detailed schedule of compensation paid or payable to key management for the periods ended 31 March 2023 and 2022 are as follows:

	31 March 2023	31 March 2022
Short term benefits	128.906	59.083
Benefits resulted from discharge	2.452	211
Other long term benefits	445	220
Total	131.803	59.514

**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 31 MARCH 2023**

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

NOTE 30 – COMMITMENTS

Commitments - other companies	31 March 2023	31 December 2022
Letters of guarantee given	6.011.304	1.439.769
Letters of credit	416.217	-
Other guarantees given	1.473.011	1.856.238
Total	7.900.532	3.296.007

Commitments - banking segment	31 March 2023	31 December 2022
Letters of guarantee given	115.884.555	94.586.133
Letters of credit	19.740.718	20.920.385
Foreign currency acceptance	196.485	195.108
Other guarantees given	23.599.290	20.890.444
Total	159.421.048	136.592.070

The maturity analysis of the off-balance sheet assets of the Banking segment at 31 March 2023 is as follows:

	Up to 1 year	Over 1 year	Total
Letters of guarantees given	66.213.786	49.670.769	115.884.555
Letters of credits	15.734.245	4.006.473	19.740.718
Foreign currency acceptance	196.485	-	196.485
Other guarantees	11.324.819	12.274.471	23.599.290
Total	93.469.335	65.951.713	159.421.048

The maturity analysis of the off-balance sheet assets of the Banking segment at 31 December 2022 is as follows:

	Up to 1 year	Over 1 year	Total
Letters of guarantees given	47.494.664	47.091.469	94.586.133
Letters of credits	16.986.591	3.933.794	20.920.385
Foreign currency acceptance	195.108	-	195.108
Other guarantees	9.957.023	10.933.421	20.890.444
Total	74.633.386	61.958.684	136.592.070

**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 31 MARCH 2023**

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

NOTE 30 – COMMITMENTS (Continued)

The economic sector risk concentrations of the commitments of the Banking segment at 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
Construction	30.367.449	26.694.688
Wholesale	27.518.710	23.907.994
Other manufacturing	20.043.427	16.165.076
Financial institutions	17.656.571	14.679.746
Small-scale retailers	12.507.247	10.528.248
Steel and mining	10.520.549	8.285.025
Textile	5.969.690	4.761.548
Transportation	5.245.820	4.473.776
Electricity, gas and water	4.522.381	4.439.428
Food and beverage	4.139.077	3.516.814
Automotive	3.177.554	2.659.686
Chemicals	3.266.852	2.242.967
Agriculture and forestry	1.540.111	2.141.067
Tourism	1.542.884	1.486.055
Telecommunications	944.263	765.402
Electronics	540.077	446.959
Other	9.918.386	9.397.591
Total	159.421.048	136.592.070

**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 31 MARCH 2023**

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

NOTE 30 – COMMITMENTS (Continued)

Collaterals, pledges and mortgages ("CPM") given by the Subsidiaries at 31 March 2023 is as follows:

	31 March 2023				
	Total TRY Equivalent	TRY	USD	EUR	Other TRY Equivalent
A. Total amount of the Collaterals given for its own legal entity	6.080.867	3.169.990	80.816	56.501	185.219
B. Collaterals given on behalf of fully consolidated companies	3.191.498	--	51.245	--	115.385
C. Collaterals given on behalf of the third parties' debt for continuation of their economic activities	159.439.743	89.956.611	1.747.898	1.592.071	2.818.563
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	168.712.108	93.126.601	1.879.959	1.648.572	3.119.167
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	--	--	--	--	--

**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 31 MARCH 2023**

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

NOTE 30 – COMMITMENTS (Continued)

Collaterals, pledges and mortgages (“CPM”) given by the Joint Ventures at 31 March 2023 is as follows:

	31 March 2023				
	Total TRY Equivalent	TRY	USD	EUR	Other TRY Equivalent
A. Total amount of the Collaterals given for its own legal entity	371.591	324.810	78	2.172	--
B. Collaterals given on behalf of fully consolidated companies	2.898.885	2.594.171	15.558	323	--
C. Collaterals given on behalf of the third parties’ debt for continuation of their economic activities	--	--	--	--	--
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	3.270.476	2.918.981	15.636	2.496	--
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	--	--	--	--	--

**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 31 MARCH 2023**

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

NOTE 30 – COMMITMENTS (Continued)

Collaterals, pledges and mortgages ("CPM") given by the Subsidiaries at 31 December 2022 is as follows:

	31 December 2022				
	Total TRY Equivalent	TRY	USD	EUR	Other TRY Equivalent
A. Total amount of the Collaterals given for its own legal entity	3.619.884	2.314.990	44.257	14.956	179.219
B. Collaterals given on behalf of fully consolidated companies	3.315.508	--	70.000	--	107.316
C. Collaterals given on behalf of the third parties' debt for continuation of their economic activities	136.600.239	66.037.084	1.843.771	1.642.365	3.347.396
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	143.535.631	68.352.074	1.958.028	1.657.321	3.633.931
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	--	--	--	--	--

**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 31 MARCH 2023**

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

NOTE 30 – COMMITMENTS (Continued)

Collaterals, pledges and mortgages (“CPM”) given by the Subsidiaries at 31 December 2022 is as follows:

	31 December 2022				
	Total TRY Equivalent	TRY	USD	EUR	Other TRY Equivalent
A. Total amount of the Collaterals given for its own legal entity	1.126.190	315.108	39.002	4.104	--
B. Collaterals given on behalf of fully consolidated companies	2.333.183	1.859.213	24.904	416	--
C. Collaterals given on behalf of the third parties' debt for continuation of their economic activities	--	--	--	--	--
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	3.459.373	2.174.321	63.906	4.520	--
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	--	--	--	--	--

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 31 MARCH 2023

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

NOTE 31 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS

31.1 Financial Instruments and Financial Risk Management

31.1.1 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 in order to hedge from various risks. Financial risk management is carried out within the context of policies approved by their Board of Directors for each Subsidiary and Jointly Controlled Entity.

31.1.1.1 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 and GBP.

Foreign currency denominated assets and liabilities held by the Group before consolidation eliminations as at 31 March 2023 and 31 December 2022 in terms of TRY are as follows:

	31 March 2023	31 December 2022
Assets	508.357.593	488.236.719
Liabilities	(558.551.747)	(541.636.916)
Net foreign currency balance sheet position	(50.194.154)	(53.400.197)
Net foreign currency position of off-balance sheet derivative financial instruments	52.939.485	64.158.918
Net foreign currency balance sheet and off-balance sheet position	2.745.331	10.758.721

**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 31 MARCH 2023**

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

**NOTE 31 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS
(Continued)**

31.1 Financial Instruments and Financial Risk Management (Continued)

31.1.1 Financial risk management (Continued)

31.1.1.1 Foreign Exchange Risk (Continued)

31 March 2023	Total TRY Equivalent	TRY	USD TRY Equivalent	EUR TRY Equivalent	GBP TRY Equivalent	Other TRY Equivalent
Assets:						
Cash and cash equivalents	66.849.402	37.359	41.441.203	20.243.515	1.392.566	3.734.759
Financial investments	103.347.874	224.098	93.387.998	7.481.920	1	2.253.857
Receivables from financial operations	211.663.646	-	85.963.835	125.630.754	21.091	47.966
Reserve deposits at central banks	102.211.543	-	55.470.654	31.084.269	-	15.656.620
Trade receivables	4.966.491	-	2.456.309	2.189.524	12.241	308.417
Other assets	19.318.637	26.389	13.923.819	4.196.468	262	1.171.699
Total assets	508.357.593	287.846	292.643.818	190.826.450	1.426.161	23.173.318
Liabilities						
Funds borrowed and debt securities in issue	112.825.046	460.000	93.295.837	19.027.536	-	41.673
Customer deposit	401.137.385	-	235.070.817	113.922.514	5.691.376	46.452.678
Trade payables	3.925.851	109.158	2.819.090	992.070	3.230	2.303
Other payables and provisions	40.663.465	-	34.777.263	5.574.820	8.243	303.139
Total liabilities	558.551.747	569.158	365.963.007	139.516.940	5.702.849	46.799.793
Net assets/(liabilities) foreign currency position of off-balance sheet derivative financial instruments	52.939.485	-	74.262.560	(50.287.105)	4.289.588	24.674.442
Monetary items net assets/(liabilities) foreign currency position	2.745.331	(281.312)	943.371	1.022.405	12.900	1.047.967

Net profit effect of the consolidated to the total net foreign currency position is TRY6.090.718 in the long term as of 31 March 2023 (Akbank excluded)

31 December 2022	Total TRY Equivalent	TRY	USD TRY Equivalent	EUR TRY Equivalent	GBP TRY Equivalent	Other TRY Equivalent
Assets:						
Cash and cash equivalents	52.314.899	286.755	29.091.289	17.988.703	409.672	4.538.480
Financial investments	106.726.305	-	97.118.423	7.381.822	-	2.226.060
Receivables from financial operations	210.909.850	-	87.567.511	123.264.615	33.050	44.674
Reserve deposits at central banks	95.135.790	-	55.195.560	36.497.113	-	3.443.117
Trade receivables	2.791.073	292.621	828.700	1.362.244	18.503	289.005
Other assets	20.358.802	12.427	14.527.444	4.578.824	305	1.239.802
Total assets	488.236.719	591.803	284.328.927	191.073.321	461.530	11.781.138
Liabilities						
Funds borrowed and debt securities in issue	112.932.618	430.001	92.963.423	19.497.124	-	42.070
Customer deposit	386.252.818	-	225.086.375	113.340.634	7.969.477	39.856.332
Trade payables	2.259.211	302.669	1.374.484	464.537	17.971	99.550
Other payables and provisions	40.192.269	-	34.913.539	4.711.815	29.726	537.189
Total liabilities	541.636.916	732.670	354.337.821	138.014.110	8.017.174	40.535.141
Net assets/(liabilities) foreign currency position of off-balance sheet derivative financial instruments	64.158.918	-	78.698.708	(50.996.001)	7.292.828	29.163.383
Monetary items net assets/(liabilities) foreign currency position	10.758.721	(140.867)	8.689.814	2.063.210	(262.816)	409.380

Net profit effect of the consolidated to the total net foreign currency position is TRY2.767.348 in the long term as of 31 December 2022 (Akbank excluded).

**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 31 MARCH 2023**

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

**NOTE 31 - NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS
(Continued)**

31.1 Financial Instruments and Financial Risk Management (Continued)

31.1.1 Financial risk management (Continued)

31.1.1.1 Foreign Exchange Risk (Continued)

The table below summarizes the situations in which the net foreign exchange position in the Group's balance sheet will reach with changes in the exchange rates for the Group companies that are out of the banking industry division in the years ended 31 March 2023 and 2022:

31 March 2023	Profit/Loss	
	Appreciation of foreign currency	Depreciation of foreign currency
Change in TRY by 20%		
TRY net assets/liabilities	(45.010)	(45.010)
TRY hedge items (-)		
TRY net effect	(45.010)	(45.010)
Change in USD against TRY by 20%		
USD net assets/liabilities	1.438.340	(1.438.340)
USD hedge items (-)		
USD net effect	1.438.340	(1.438.340)
Change in EUR against TRY by 20%		
EUR net assets/liabilities	(23.274)	23.274
EUR hedge items (-)		
EUR net effect	(23.274)	23.274
Change in GBP against TRY by 20%		
GBP net assets/liabilities	4.664	(4.664)
GBP hedge items (-)		
GBP net effect	4.664	(4.664)
Change in other currency against TRY by 20%		
Other currency net assets/liabilities	57.132	(57.132)
Other hedges items(-)		
Other currency net effect	57.132	(57.132)
 31 March 2022		
	Appreciation of foreign currency	Depreciation of foreign currency
Change in TRY by 20%		
TRY net assets/liabilities	(131.067)	131.067
TRY hedge items (-)		
TRY net effect	(131.067)	131.067
Change in USD against TRY by 20%		
USD net assets/liabilities	1.035.137	(1.035.137)
USD hedge items (-)		
USD net effect	1.035.137	(1.035.137)
Change in EUR against TRY by 20%		
EUR net assets/liabilities	3.270	(3.270)
EUR hedge items (-)		
EUR net effect	3.270	(3.270)
Change in GBP against TRY by 20%		
GBP net assets/liabilities	1.516	(1.516)
GBP hedge items (-)		
GBP net effect	1.516	(1.516)
Change in other currency against TRY by 20%		
Other currency net assets/liabilities	(128.506)	128.506
Other hedges items(-)		
Other currency net effect	(128.506)	128.506

**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 31 MARCH 2023**

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

NOTE 32 - EVENTS AFTER THE REPORTING PERIOD

In the scope of the share buy-back program started by the Board of Directors on 9 November 2021, considering the matching orders after March 31, 2023 as of the report date, shares with nominal value amounted by TRY5.204, representing 0,25% of the Sabancı Holding Capital, were bought back amounted by TRY205.360, including transaction costs.

Akbank completed the establishment of a 100% owned subsidiary named Akbank Ventures BV with initial capital of USD 30.000 in the Netherlands to be able to invest in technology ventures. The Company was registered by the Dutch Chamber of Commerce on April 5, 2023.

Akbank secured a social themed syndicated loan with a maturity of 367 days, consisting of two tranches of US\$ 245.5 million and Euro 233 million from international markets. The total cost of the loan is Sofr+4.25% and Euribor+4.00 for USD and Euro parts, respectively.

It has been decided to increase the current paid-in capital of Sabancı Ageas Sağlık Sigorta A.Ş., a subsidiary of Aksigorta, with a nominal value of TRY 60.000, to TRY 100.000 by cashing in at a nominal value of TRY 40.000 and Aksigorta's right to purchase new shares will be used fully and in cash, to participate in the capital increase.

Sabancı Ageas Sağlık Sigorta A.Ş., a subsidiary of Aksigorta, increase the current paid-in capital from TL 60.000 to TL 100.000 by a cash increase with a nominal value of TL 40.000. In this capital increase, it has been decided that Aksigorta's right to purchase new shares will be used fully and in cash, to participate in the capital increase.