

TAV Havalimanları Holding A.Ş. and its Subsidiaries

Interim Condensed Consolidated Statement of Financial Position

As at 30 June 2022

Convenience Translation of Consolidated Financial Statements Originally Issued in Turkish

(Amounts expressed in thousands of TRL unless otherwise stated. Currencies other than TRL also expressed in thousands unless otherwise stated.)

	Reviewed	Audited
	30 June 2022	31 December 2021
ASSETS		
Current Assets	10,971,945	6,747,366
Cash and Cash Equivalents	3,744,334	1,402,142
Financial Investments		
- Other Financial Assets at Fair Value Through Profit or Loss	372,797	-
- Restricted Bank Balances	1,192,944	1,240,293
Trade Receivables		
- Trade Receivables from Related Parties	262,566	171,988
- Trade Receivables from Third Parties	1,994,365	1,289,474
Other Receivables		
- Other Receivables from Related Parties	494,596	347,613
- Other Receivables from Third Parties	126,576	131,948
Inventories	300,123	312,875
Prepaid Expenses	1,921,807	1,187,850
Prepaid Taxes and Funds	177,175	133,744
Other Current Assets	384,662	529,439
Non-Current Assets	59,481,625	45,222,200
Trade Receivables		
- Trade Receivables from Third Parties	88,205	146,085
Other Receivables		
- Other Receivables from Related Parties	2,324,866	3,081,685
- Other Receivables from Third Parties	1,252,315	1,301,122
Derivative Financial Instruments	580,596	-
Equity-Accounted Investees	12,233,070	4,815,629
Property and Equipment	7,792,260	5,596,532
Right of Use Assets	945,309	879,449
Intangible Assets		
- Goodwill	3,839,174	3,220,120
- Rights From Concession Arrangements	29,266,326	25,359,249
- Other Intangible Assets	309,134	183,951
Prepaid Expenses	203,559	149,056
Deferred Tax Assets	336,615	278,621
Other Non-Current Assets	310,196	210,701
TOTAL ASSETS	70,453,570	51,969,566

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	Reviewed	Audited
	30 June 2022	31 December 2021
LIABILITIES		
Current Liabilities	12,092,619	7,352,579
Short Term Borrowings	5,418,359	2,575,089
Current Portion of Long Term Borrowings	2,906,122	2,622,145
Trade Payables		
- Trade Payables to Related Parties	11,082	7,996
- Trade Payables to Third Parties	1,145,732	743,035
Employee Benefits Payables	146,395	120,195
Other Payables		
- Other Payables to Related Parties	-	905
- Other Payables to Third Parties	2,084,807	1,075,455
Derivative Financial Instruments	1,789	-
Deferred Income		
- Deferred Income to Related Parties	17,196	14,936
- Deferred Income to Third Parties	50,663	35,273
Current Tax Liabilities	171,374	49,725
Short Term Provisions		
- Short Term Provisions Related to Employee Benefits	104,360	77,652
Other Short Term Liabilities	34,740	30,173
Non-Current Liabilities	39,099,765	29,369,475
Long Term Borrowings	16,159,282	12,787,487
Other Payables		
- Other Payables to Related Parties	7,903,847	2,317,664
- Other Payables to Third Parties	12,677,794	11,044,807
Derivative Financial Instruments	52,145	369,941
Deferred Income		
- Deferred Income to Related Parties	215,094	194,226
- Deferred Income to Third Parties	10,943	4,979
Long Term Provisions		
- Long Term Provisions Related to Employee Benefits	220,913	165,546
Liabilities From Equity-Accounted Investees	350,268	1,358,950
Deferred Tax Liabilities	1,509,479	1,125,875
EQUITY	19,261,186	15,247,512
Total Equity Attributable to Equity Holders of the Company	18,953,883	15,021,960
Share Capital	363,281	363,281
Purchase of Shares of Entities Under Common Control	76,811	76,811
Share Premium	90,960	90,960
Items That Will Not Be Reclassified to Profit or Loss		
- Defined Benefit Obligation Actuarial Differences	(235,745)	(166,004)
- Translation Reserves	14,889,837	12,505,956
Items That Are or May Be Reclassified Subsequently to Profit or Loss		
- Translation Reserves	320,382	(302,745)
- Cash Flow Hedge Reserve	1,027,001	327,079
- Share of Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method That Will Be Reclassified to Profit or Loss	(5,229)	(5,229)
Treasury Reserves	(31,806)	(31,806)
Legal Reserves	440,202	440,202
Retained Earnings	1,723,455	1,255,766
Profit for the Period	294,734	467,689
Non-Controlling Interests	307,303	225,552
TOTAL LIABILITIES	70,453,570	51,969,566

TAV Havalimanları Holding A.Ş. and its Subsidiaries

Interim Condensed Consolidated Statement of Profit or Loss and Comprehensive Income For the Six-Month Period Ended 30 June 2022

Convenience Translation of Consolidated Financial Statements Originally Issued in Turkish

(Amounts expressed in thousands of TRL unless otherwise stated. Currencies other than TRL also expressed in thousands unless otherwise stated.)

	Reviewed 1 January – 30 June 2022	Not Reviewed 1 April – 30 June 2022	Reviewed 1 January – 30 June 2021	Not Reviewed 1 April – 30 June 2021
PROFIT AND LOSSES				
Revenue	6,608,701	4,276,340	1,479,095	940,554
Cost of Sales (-)	(3,933,017)	(2,447,711)	(1,002,586)	(614,237)
GROSS PROFIT	2,675,684	1,828,629	476,509	326,317
General Administrative Expenses (-)	(1,127,917)	(520,402)	(515,213)	(242,086)
Marketing Expenses (-)	(11,732)	(6,916)	(4,392)	(2,987)
Other Income From Operating Activities	275,946	49,126	116,996	46,779
Other Expenses From Operating Activities (-)	(271,982)	(41,363)	(164,971)	(75,709)
OPERATING PROFIT / (LOSS)	1,539,999	1,309,074	(91,071)	52,314
Income From Investing Activities	158,394	110,142	64,515	25,907
Share of Profit from Investments Accounted for Using Equity Method	(7,653)	80,392	(291,989)	(120,137)
OPERATING PROFIT / (LOSS) BEFORE FINANCE COSTS	1,690,740	1,499,608	(318,545)	(41,916)
Finance Income	52,612	41,355	1,466,406	90,058
Finance Costs (-)	(1,151,867)	(717,896)	(751,255)	(338,927)
PROFIT / (LOSS) BEFORE TAX FROM CONTINUING OPERATIONS	591,485	823,067	396,606	(290,785)
Tax Expense	(235,491)	(160,877)	(157,629)	(24,412)
Current Year Tax (Expense) / Income	(299,264)	(200,852)	(11,677)	2,817
Deferred Tax Income / (Expense)	63,773	39,975	(145,952)	(27,229)
PROFIT / (LOSS) FROM CONTINUING OPERATIONS	355,994	662,190	238,977	(315,197)
(Loss) / Profit from Discontinued Operations	(8,464)	26	(10,577)	(4,326)
PROFIT / (LOSS) FOR THE PERIOD AFTER DISCONTINUED OPERATIONS	347,530	662,216	228,400	(319,523)
Profit / (Loss) Attributable to:				
Non-Controlling Interest	52,796	31,750	7,873	12,808
Owners of the Company	294,734	630,466	220,527	(332,331)
Profit / (Loss) for the Period	347,530	662,216	228,400	(319,523)
Basic and diluted earnings per share for continued operations (full TRL)	0.83	1.74	0.64	(0.90)
Basic and diluted earnings per share for discontinued operations (full TRL)	(0.02)	-	(0.03)	(0.01)

TAV Havalimanları Holding A.Ş. and its Subsidiaries

Interim Condensed Consolidated Statement of Profit or Loss and Comprehensive Income For the Six-Month Period Ended 30 June 2022

Convenience Translation of Consolidated Financial Statements Originally Issued in Turkish

(Amounts expressed in thousands of TRL unless otherwise stated. Currencies other than TRL also expressed in thousands unless otherwise stated.)

	Reviewed 1 January – 30 June 2022	Not Reviewed 1 April – 30 June 2022	Reviewed 1 January – 30 June 2021	Not Reviewed 1 April – 30 June 2021
OTHER COMPREHENSIVE INCOME :				
Items that will not be reclassified to profit or loss:				
(Losses) / Gains on remeasurements of defined benefit plans	(25,539)	(25,539)	39,168	39,168
Share of other comprehensive income of associates and joint ventures accounted for using equity method that will not be reclassified to profit or loss				
- Losses on remeasurements of defined benefit plans of associates and joint ventures accounted for using equity method	(49,845)	(33,803)	(6,394)	(8,545)
- Share of other comprehensive income of other associates and joint ventures accounted by equity method that will not be reclassified to profit or loss	(49,420)	(8,614)	(2,202)	(5,346)
Exchange differences on translation	2,433,301	1,197,502	1,311,399	527,338
Taxes relating to components of other comprehensive income that will not be reclassified to profit or loss				
- Gains / (Losses) on remeasurements of defined benefit plans, tax effect	5,140	5,140	(7,788)	(7,788)
- Share of other comprehensive income of associates and joint ventures accounted for using equity method that will not be reclassified to profit or loss, tax effect	503	378	(436)	17
	2,314,140	1,135,064	1,333,747	544,844
Items that will be reclassified subsequently to profit or loss:				
Exchange differences on translation	803,011	706,859	95,255	63,976
Other comprehensive income related with cash flow hedges				
- Gains on cash flow hedges	871,299	448,898	331,356	55,905
Share of other comprehensive income of associates and joint ventures accounted for using equity method that will be reclassified to profit or loss				
- Gains on cash flow hedges of associates and joint ventures accounted for using equity method	-	-	50,020	43,307
- Exchange differences on translation of associates and joint ventures accounted for using equity method	(105,576)	(76,947)	(52,581)	(9,207)
Taxes relating to components of other comprehensive income that will be reclassified to profit or loss				
- Other comprehensive loss related with cash flow hedges, tax effect	(171,377)	(88,023)	(13,309)	(7,529)
- Share of other comprehensive income of associates and joint ventures accounted for using equity method that will be reclassified to profit or loss, tax effect	-	-	(10,008)	(8,665)
	1,397,357	990,787	400,733	137,787
OTHER COMPREHENSIVE INCOME	3,711,497	2,125,851	1,734,480	682,631
TOTAL COMPREHENSIVE INCOME	4,059,027	2,788,067	1,962,880	363,108
Total Comprehensive Income Attributable to:				
Non-Controlling Interest	127,104	83,221	34,250	29,513
Owners of the Company	3,931,923	2,704,846	1,928,630	333,595
Total Comprehensive Income	4,059,027	2,788,067	1,962,880	363,108

TAV Havalimanları Holding A.Ş. and its Subsidiaries

Interim Condensed Consolidated Statement of Changes in Equity For the Six-Month Period 30 June 2022

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	Items that will not be Reclassified to Profit or Loss					Items that are or may be Reclassified subsequently to Profit or Loss									
			Revaluation Surplus		Translation Reserves	Translation Reserves	Gains / (Losses) on Hedge	Share of other comprehensive income of associates and joint ventures accounted for using equity method that will be reclassified to profit or loss			Retained Earnings				
	Share Capital	Share Premium	Treasury Shares of Entities Under Common Control	Purchase of Shares of Entities Under Common Control	Losses on Defined Benefit Actuarial differences	Cash Flow Hedge Reserve	Legal Reserves	Retained Earnings	Profit / (Loss) for the Period	Total Equity Attributable to Equity Holders of the Company	Non-Controlling Interests	Equity			
Balance at 1 January 2021	363,281	330,200	(31,806)	76,811	(153,633)	6,558,916	(323,544)	(54,127)	(70,723)	440,202	3,460,130	(2,283,284)	8,312,423	107,275	8,419,698
Transfers	-	-	-	-	-	-	-	-	-	-	(2,283,284)	2,283,284	-	-	-
Comprehensive income	-	-	-	-	24,550	1,309,197	16,297	316,955	41,104	-	-	220,527	1,928,630	34,250	1,962,880
Profit	-	-	-	-	-	-	-	-	-	-	-	220,527	220,527	7,873	228,400
Other comprehensive income	-	-	-	-	24,550	1,309,197	16,297	316,955	41,104	-	-	-	1,708,103	26,377	1,734,480
Purchase of non-controlling interest	-	-	-	-	-	-	-	-	-	-	(275)	-	(275)	294	19
Balance at 30 June 2021	363,281	330,200	(31,806)	76,811	(129,083)	7,868,113	(307,247)	262,828	(29,619)	440,202	1,176,571	220,527	10,240,778	141,819	10,382,597
Balance at 1 January 2022	363,281	90,960	(31,806)	76,811	(166,004)	12,505,956	(302,745)	327,079	(5,229)	440,202	1,255,766	467,689	15,021,960	225,552	15,247,512
Transfers	-	-	-	-	-	-	-	-	-	-	467,689	(467,689)	-	-	-
Comprehensive income / (loss)	-	-	-	-	(69,741)	2,383,881	623,127	699,922	-	-	-	294,734	3,931,923	127,104	4,059,027
Profit	-	-	-	-	-	-	-	-	-	-	-	294,734	294,734	52,796	347,530
Other comprehensive income / (loss)	-	-	-	-	(69,741)	2,383,881	623,127	699,922	-	-	-	-	3,637,189	74,308	3,711,497
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	(46,326)	(46,326)
Purchase of non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	-	973	973
Balance at 30 June 2022	363,281	90,960	(31,806)	76,811	(235,745)	14,889,837	320,382	1,027,001	(5,229)	440,202	1,723,455	294,734	18,953,883	307,303	19,261,186

TAV Havalimanları Holding A.Ş. and its Subsidiaries

Interim Condensed Consolidated Statement of Cash Flows For the Six-Month Period 30 June 2022

Convenience Translation of Consolidated Financial Statements Originally Issued in Turkish

(Amounts expressed in thousands of TRL unless otherwise stated. Currencies other than TRL also expressed in thousands unless otherwise stated.)

	Reviewed	
	1 January – 30 June 2022	1 January – 30 June 2021
CASH FLOWS FROM OPERATING ACTIVITIES	1,720,453	1,328,203
Profit from continued operations	355,994	238,977
Loss from discontinued operations	(8,464)	(10,577)
Adjustments for profit / (loss) for the period	1,577,627	(337,658)
- Adjustments for depreciation, amortisation and impairment expense	541,468	272,314
- Adjustments for provisions		
Adjustments for provision for defined benefit obligation	16,426	25,346
Adjustments for other provisions	54,353	7,162
- Adjustments for interest		
Adjustments for interest income	(201,429)	(1,462,618)
Adjustments for interest expenses	923,726	673,307
- Adjustments for unrealised foreign exchange differences	(4,552)	(313,924)
- Adjustments for share of profit of equity-accounted investees	7,653	291,989
- Adjustments for tax expense	236,788	167,343
- Loss on sale of property and equipment	3,194	1,423
(Decrease) / Increase in working capital	(2,989)	1,460,692
- Adjustments for increase in trade receivables		
Increase in trade receivables from related parties	(60,255)	(9,590)
Increase in trade receivables from third parties	(377,486)	(217,116)
- Adjustments for (increase) / decrease in other receivables	(144,054)	2,002,912
- Adjustments for decrease in inventories	86,134	21,486
- Adjustments regarding (decrease) / increase in trade payables		
Decrease in trade payables to related parties	(115,115)	(4,971)
Increase / (decrease) in trade payables to third parties	218,643	(126,429)
- Adjustments for other increase / (decrease) in working capital	389,144	(205,600)
Cash provided from operations	1,922,168	1,351,434
Defined benefits paid	(7,491)	(3,965)
Income taxes paid	(194,224)	(19,266)

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For the Six-Month Period 30 June 2022****Convenience Translation of Consolidated Financial Statements
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	Reviewed	
	1 January – 30 June 2022	1 January – 30 June 2021
CASH FLOWS FROM INVESTING ACTIVITIES	(7,372,774)	(2,426,396)
- Acquisition of non-consolidated investments	(6,042,903)	-
- Proceeds from sale of property, equipment and intangible assets	47,234	10,814
- Acquisition of property, plant and equipment and intangible assets		
Acquisition of property, plant and equipment	(1,170,853)	(94,036)
Acquisition of intangible assets	(13,248)	(3,472)
- Effect of acquisition of joint venture, net of cash acquired	-	(2,818,917)
- Dividends received	110,561	53,482
- Other cash inflows / (outflows)	44,442	(48,567)
- Proceed from treasury bonds	-	474,300
- Purchase of exchange rate protected deposit	(348,007)	-
CASH FLOWS FROM FINANCING ACTIVITIES	7,642,924	(2,571,495)
- Proceeds from borrowings	5,489,548	1,957,721
- Repayment of borrowings	(2,084,652)	(2,321,110)
- Dividends paid	(46,326)	-
- Change in finance lease liabilities	(106,176)	(54,914)
- Interest paid	(592,529)	(278,955)
- Other cash inflows / (outflows)	195,180	(442,712)
- Interest received	29,657	23,952
- Change in due to related parties	4,758,222	(1,455,477)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS PRIOR TO FOREIGN CURRENCY TRANSLATION DIFFERENCES	1,990,603	(3,669,688)
Foreign currency translation difference on cash and cash equivalents	353,053	479,416
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	2,343,656	(3,190,272)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1,395,745	5,439,970
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	3,739,401	2,249,698