

**(CONVENIENCE TRANSLATION OF THE CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH)**

**MLP SAĞLIK HİZMETLERİ A.Ş.  
AND ITS SUBSIDIARIES**

**CONDENSED CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
1 JANUARY- MARCH 31, 2022**

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

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR  
THE PERIOD ENDED 1 JANUARY - MARCH 31, 2022**

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# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

	Notes	Unaudited March 31, 2022	Audited December 31, 2021
<b>Assets</b>			
<b>Current Assets:</b>		<b>3,102,314</b>	<b>2,741,333</b>
Cash and cash equivalents	4	649,699	680,241
Trade receivables	6	1,634,103	1,318,054
- Due from related parties	3	2,798	194
- Trade receivables from third parties		1,631,305	1,317,860
Other receivables	7	127,304	117,757
- Due from related parties	3	73,912	54,805
- Other receivables from third parties		53,392	62,952
Inventories	8	342,105	285,276
Prepaid expenses	9	260,286	263,408
Other current assets	13	88,817	76,597
<b>Non-current Assets:</b>		<b>3,164,137</b>	<b>3,006,788</b>
Trade receivables		1,053	1,053
Other receivables	7	4,400	3,876
Property plant and equipment	10	1,056,945	1,014,733
Intangible assets		699,812	701,739
- Goodwill		38,661	38,661
- Other intangible assets	10	661,151	663,078
Right of use assets	11	605,947	539,308
Prepaid expenses	9	351,456	324,183
Deferred tax assets	22	444,560	421,896
<b>TOTAL ASSETS</b>		<b>6,266,487</b>	<b>5,748,121</b>

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

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

	Notes	Unaudited March 31, 2022	Audited December 31, 2021
<b>Liabilities and equity</b>			
<b>Current Liabilities:</b>		<b>3,746,822</b>	<b>3,318,172</b>
Short term borrowings		499,992	568,744
Short term portion of long term borrowings	5	456,676	437,463
Obligations under finance leases	5	119,785	128,112
Short term lease liabilities	5	182,756	139,932
Trade payables	6	1,792,892	1,546,337
- Due to related parties	3	27,890	35,595
- Trade payables to third parties		1,757,002	1,510,742
Payables related to employee benefits	12	132,565	100,417
Other payables	7	78,883	64,967
- Due to related parties	3	799	799
- Other payables to third parties		78,084	64,168
Deferred income	9	375,806	243,730
Short term provisions		76,124	52,807
- Short term provisions for employment benefits	12	32,497	23,779
- Other short term provisions	14	43,627	29,028
Current tax liabilities	22	39,343	35,663
<b>Non-current Liabilities:</b>		<b>1,655,901</b>	<b>1,760,752</b>
Long term borrowings	5	507,596	619,594
Obligations under finance leases	5	84,557	102,445
Long term lease liabilities	5	782,743	752,859
Other payables		89,261	93,102
- Other payables to third parties	7	89,261	93,102
Deferred income	9	15,718	18,374
Long term provisions		46,891	37,944
- Long term provisions for employee benefits	12	46,891	37,944
Deferred tax liabilities	22	129,135	136,434
<b>EQUITY:</b>		<b>863,764</b>	<b>669,197</b>
<b>Equity Attributable to the Owner of the Company:</b>		<b>703,290</b>	<b>538,636</b>
Share capital	16	208,037	208,037
Share premium	16	556,162	556,162
Other comprehensive income or expenses that will not be reclassified subsequently to profit or loss		(45,228)	(43,569)
- Accumulated gain/(loss) on remeasurement of defined benefit plans		(45,228)	(43,569)
Restricted reserves	16	10,260	10,260
Accumulated deficit		(195,978)	(482,677)
Net profit for the period		170,037	290,423
<b>Non-controlling interest</b>		<b>160,474</b>	<b>130,561</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>6,266,487</b>	<b>5,748,121</b>

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

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS FOR THE THREE-MONTH PERIOD ENDED 1 JANUARY - MARCH 31,2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

	Notes	Unaudited March 31, 2022	Unaudited March 31, 2021
<b>Profit or loss</b>			
Revenue	17	2,186,803	1,211,304
Cost of sales (-)	17	(1,596,037)	(908,256)
<b>Gross profit</b>		<b>590,766</b>	<b>303,048</b>
General administration expenses (-)	18	(197,746)	(84,774)
Other income from operating activities	19	136,984	84,855
Other expenses from operating activities (-)	19	(148,026)	(57,029)
<b>Operating profit</b>		<b>381,978</b>	<b>246,100</b>
Income from investing activities	20	17,266	234
Expense from investing activities (-)	20	(5,754)	(2)
<b>Operating profit before finance expenses</b>		<b>393,490</b>	<b>246,332</b>
Finance expenses (-)	21	(183,745)	(131,606)
<b>Net profit before tax</b>		<b>209,745</b>	<b>114,726</b>
<b>Tax income/(expense) from operations</b>		<b>(9,795)</b>	<b>(34,845)</b>
Current tax expense	22	(39,343)	(12,932)
Deferred tax income/(expense)	22	29,548	(21,913)
<b>Net profit</b>		<b>199,950</b>	<b>79,881</b>
Non-controlling interest		29,913	14,233
Equity holders of the parent		170,037	65,648
		<b>199,950</b>	<b>79,881</b>
<b>Basic gain/(loss) per share</b>	<b>23</b>	<b>0.82</b>	<b>0.32</b>
<b>Other comprehensive income/(expense)</b>		<b>(1,659)</b>	<b>2,250</b>
<b>Items that will not be reclassified subsequently to profit or loss</b>			
Remeasurement of defined benefit plans		(2,074)	2,813
Income tax relating to items that will not be reclassified subsequently		415	(563)
<b>Total comprehensive income/(loss)</b>		<b>198,291</b>	<b>82,131</b>
<b>Total comprehensive income/(loss) distribution:</b>			
Non-controlling interest		29,913	14,233
Equity holders of the parent		168,378	67,898

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

## MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

### CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE THREE-MONTH PERIOD ENDED 1 JANUARY - MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

				Accumulated other comprehensive income or expenses that will not be reclassified subsequently to profit or (loss)						
	Share capital	Share premium	Property revaluation reserve	Accumulated loss on remeasurement of defined benefit plans	Legal reserves	Accumulated deficit	Net profit/ (loss) for the period	Accumulated Profit Attributable to equity holders of the Parent	Non-controlling interest	Total
<b>Balance as at January 1, 2021</b>	<b>208,037</b>	<b>556,162</b>	<b>37,747</b>	<b>(35,851)</b>	<b>10,260</b>	<b>(558,898)</b>	<b>64,930</b>	<b>282,387</b>	<b>66,470</b>	<b>348,857</b>
Other comprehensive loss for the period, net of tax	-	-	-	2,250	-	-	-	2,250	-	2,250
Net profit/(loss) for the period	-	-	-	-	-	-	65,648	65,648	14,233	79,881
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,250</b>	<b>-</b>	<b>-</b>	<b>65,648</b>	<b>67,898</b>	<b>14,233</b>	<b>82,131</b>
Transfers	-	-	-	-	-	(4,439)	-	(4,439)	(694)	(5,133)
Dividend Distribution	-	-	-	-	-	64,930	(64,930)	-	-	-
<b>Balance as at March 31, 2021</b>	<b>208,037</b>	<b>556,162</b>	<b>37,747</b>	<b>(33,601)</b>	<b>10,260</b>	<b>(498,407)</b>	<b>65,648</b>	<b>345,846</b>	<b>80,009</b>	<b>425,855</b>
<b>Balance as at January 1, 2022</b>	<b>208,037</b>	<b>556,162</b>	<b>-</b>	<b>(43,569)</b>	<b>10,260</b>	<b>(482,677)</b>	<b>290,423</b>	<b>538,636</b>	<b>130,561</b>	<b>669,197</b>
Other comprehensive loss for the period, net of tax	-	-	-	(1,659)	-	-	-	(1,659)	-	(1,659)
Net profit/(loss) for the period	-	-	-	-	-	-	170,037	170,037	29,913	199,950
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,659)</b>	<b>-</b>	<b>-</b>	<b>170,037</b>	<b>168,378</b>	<b>29,913</b>	<b>198,291</b>
Transfers	-	-	-	-	-	290,423	(290,423)	-	-	-
Dividend Distribution	-	-	-	-	-	(3,724)	-	(3,724)	-	(3,724)
<b>Balance as at March 31, 2022</b>	<b>208,037</b>	<b>556,162</b>	<b>-</b>	<b>(45,228)</b>	<b>10,260</b>	<b>(195,978)</b>	<b>170,037</b>	<b>703,290</b>	<b>160,474</b>	<b>863,764</b>

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

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

	Notes	Unaudited January 1- March 31, 2022	Unaudited January 1 - March 31, 2021
<b>Cash flows from operating activities</b>		<b>481,949</b>	<b>322,441</b>
Net profit/(loss) for the period		199,950	79,881
<b>Profit (loss) continuing operations</b>		<b>308,566</b>	<b>249,236</b>
Adjustments related to depreciation and amortization expenses	10,11	108,884	72,855
Adjustments related to impairment (reversal)		1,239	274
Adjustments related to impairment (reversal) of receivables	6	1,239	274
Adjustments related to provisions		20,158	16,519
Adjustments related to (reversal) of provision for employment benefits		19,604	8,418
Adjustments related to lawsuit (reversal) of provision for lawsuit		554	8,101
Adjustments related to interest (income) expense		139,548	117,991
Adjustments related to interest income	19	(21,561)	(4,517)
Adjustments related to interest expense	21	161,109	122,508
Adjustments related to tax (gain) loss	22	9,795	34,845
Other adjustments related to non-cash items		40,454	6,984
Adjustments regarding to (gain) loss on sale of fix assets		(11,512)	(232)
Adjustments regarding to (gain) loss on sale of tangible assets		(11,512)	(232)
<b>Changes in working capital</b>		<b>12,990</b>	<b>16,180</b>
Adjustments related to increase in trade receivables		(327,478)	(55,505)
Adjustments related to increase in inventories		(56,829)	4,500
Adjustments related to increase in trade payables		234,979	90,833
Adjustments related to increase in other payables from operations		185,688	45,142
Adjustments related to other (increase) decrease in working capital		(23,370)	(68,790)
Adjustments related to increase in other payables from other asset		(23,370)	(68,790)
<b>Cash generated from operations</b>		<b>521,506</b>	<b>345,297</b>
Payments related with provision for employee benefits		(4,013)	(2,623)
Tax paid	22	(35,663)	(17,708)
Payments for other provisions		-	(2,541)
Other cash inflows (outflows)	6	119	16

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

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

	Notes	Unaudited January 1 - March 31, 2022	Audited January 1 - March 31, 2021
<b>Cash flows from investing activities</b>		<b>(97,417)</b>	<b>(53,968)</b>
Proceeds from sales of property, plant, equipment and intangible assets		13,423	272
Proceeds from sales of property, plant, equipment	10	13,423	272
Payment for purchase of property, plant and equipment, intangible assets		(105,158)	(43,459)
Payment for purchase of property, plant and equipment	10	(103,230)	(40,361)
Payment for purchase of intangible assets	10	(1,928)	(3,098)
Cash payments for capital expenditures	9	(27,243)	(15,298)
Interest received	19	21,561	4,517
<b>Cash flows from financing activities</b>		<b>(415,074)</b>	<b>(64,223)</b>
Proceeds from bank loans		-	634,489
Proceeds from borrowings		-	414,489
Proceeds from bonds		-	220,000
Repayment of lease liabilities		(102,019)	(75,281)
Bank borrowings paid		(168,759)	(529,306)
Cash used for repayment of borrowings		(18,759)	(441,395)
Cash used for repayment of bonds		(150,000)	(87,911)
Repayment of obligations under finance leases		(40,055)	(24,857)
Interest paid		(100,517)	(64,135)
Dividend paid		(3,724)	(5,133)
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>(30,542)</b>	<b>204,250</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>4</b>	<b>680,241</b>	<b>374,997</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>4</b>	<b>649,699</b>	<b>579,247</b>

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



# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira (“TRY”) unless otherwise stated.)

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### NOTE 1 - ORGANIZATION AND OPERATIONS OF THE GROUP

MLP Sağlık Hizmetleri A.Ş. (“MLP Sağlık”) has started its healthcare services operations in 1993, with the opening of Sultangazi Medical Center within the structure of Yükseliş Sağlık Hizmetleri Gıda Tekstil San. Ltd. Şti. in which Muharrem Usta is the majority shareholder. Following this, in 1995, it continues its operations, with the opening of Fatih Hospital under the legal entity of Saray Sağlık Hizmet Ticaret ve Sanayi A.Ş. in which Muharrem Usta was the majority shareholder. In 2005, with the establishment of MLP Sağlık, Fatih and Sultangazi Hospitals were merged under the legal entity of MLP Sağlık.

As of March 31, 2022, MLP is the holding company of 17 subsidiaries (December 31, 2021: 17) (collectively referred as the “Group”), each operating in the healthcare sector in Turkey.

The Company’s head office is located in Otakçılar Caddesi No 78 3450, Eyüp, İstanbul.

The Group has an agreement with the Social Security Institution of Turkey (the “SSI”) which includes service commitment in all branches disclosed in the Operations Approval Document. SSI is a state enterprise which pays the healthcare expenditures of the citizens of Turkey who are members of the social security system based on the law numbered 5510, and manages social security premiums and short and long term insurance expenses. According to the agreement, the Group is obliged to provide the healthcare services and to issue invoices to the SSI and patients in line with the Communiqué of Health Services published by the SSI. This transaction is performed through Medula, a web based software system, by assessing the right of the patient and obtaining provisions. As a result of the assessment the expenses relating to patients with no SSI, coverage is not charged to SSI. The healthcare expenses provided to the patients are invoiced based on the terms of the Communiqué of Health Services. In this Communiqué SSI determined a price list based on the treatments provided. Invoices are issued based on the price list announced by the Communiqué. SSI has the right not to pay the invoice or make a deduction if the treatments provided are not in compliance with the terms.

The Company is registered to the Capital Markets Board (“CMB”) and its shares have been quoted on the Borsa İstanbul A.Ş. (“BİAŞ” or “Borsa” or “BİST”) since February 13, 2018. In accordance with the resolution numbered 21/655 on July 23, 2010 of CMB; according to the records of Central Registry Agency (CRA); shares representing 33.36% as of March 31 2022, of MLP Sağlık are accepted as “in circulation”. As of April 1, 2022, this ratio is 33.36% (Note 16).

#### Approval of financial statements

Board of Directors has approved the financial statements and delegated authority for publishing it on May 10, 2022.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 1 - ORGANIZATION AND OPERATIONS OF THE GROUP (Continued)

As of March 31, 2022, the subsidiaries of the Company are:

Name	Location and base of operation
Sentez Sağlık Hizmetleri A.Ş. ("Sentez Hastaneleri")	Batman - İzmir - Gaziantep
Temar Tokat Manyetik Rezonans Sağlık Hizmetleri ve Turizm A.Ş. ("Tokat Hastanesi")	Tokat
Samsun Medikal Grup Özel Sağlık Hizmetleri A.Ş. ("Samsun Hastanesi")	Samsun-İstanbul
Özel Samsun Medikal Tıp Merkezi ve Sağlık Hizmetleri Tic. Ltd. Şti. ("Samsun Tıp Merkezi")	Samsun
Kuzey Medikal Pazarlama İnşaat Taşımacılık San. ve Tic. Ltd. Şti. ("Kuzey")	Ankara
Artimed Medikal Sanayi ve Ticaret Ltd. Şti. ("Artimed")	Ankara
MS Sağlık Hizmetleri Ticaret A.Ş. ("MS Sağlık")	Ankara
Mediplaza Sağlık Hizmetleri Ticaret A.Ş. ("Mediplaza")	Gebze - İzmit
21. Yüzyıl Anadolu Vakfı ("21.Yüzyıl Anadolu Vakfı")	İstanbul
BTN Sigorta Aracılık Hizmetleri A.Ş. ("BTN Sigorta")	İstanbul
Endmed Endüstri Medikal Malzeme Cihazlar San. Tic. Ltd. Şti. ve Kuzey Medikal Pazarlama İnşaat Taşımacılık San. ve Tic. Ltd. Şti. İş Ortaklığı ("Kuzey Hastaneler Birliği" ya da "KHB")	İstanbul
Sotte Sağlık Temizlik Yemek Turizm İnşaat San. ve Tic. A.Ş. ("Sotte Sağlık Temizlik Yemek")	İstanbul - Ankara
MA Group Sağlık ve Danışmanlık Hizmetleri Ticaret A.Ş. ("MA Group")	İstanbul
BTN Asistans Sağlık Hizmetleri A.Ş. ("BTN Asistans")	İstanbul
BTR Sağlık Hizmetleri A.Ş. ("BTR Sağlık")	İstanbul
İstanbul Meditime Sağlık Hizmetleri Ticaret Ltd. Şti. ("Meditime Sağlık")	İstanbul
MLP Gaziantep Sağlık Hizmetleri Anonim Şirketi ("MLP Gaziantep Sağlık")	Gaziantep

### NOTE 2 - BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

#### 2.1 Basis of Presentation

##### Statement of Compliance with TFRS

The condensed consolidated financial statements of the Group have been prepared in accordance with the Turkish Financial Reporting Standards, ("TFRS") and interpretations as adopted in line with international standards by the Public Oversight Accounting and Auditing Standards Authority of Turkey ("POA") in line with the communiqué numbered II-14.1 "Communiqué on the Principles of Financial Reporting In Capital Markets" ("the Communiqué") announced by the Capital Markets Board of Turkey ("CMB") on June 13, 2013 which is published on Official Gazette numbered 28676.

The Company prepared its condensed interim financial statements for the period ended 31 March 2022 in accordance with ("IAS") 34 "Interim Financial Reporting". The condensed interim financial statements and its accompanying notes are presented in compliance with the format recommended by CMB including its mandatory information. In compliance with the IAS 34, entities have preference in presenting their interim financial statements whether full set or condensed. In this framework, the Company preferred to present its interim financial statements in condensed.

Interim condensed financial statements of the Group do not include all the information and disclosures required in the annual financial statements, therefore should be read in conjunction with the Company's annual financial statements as of 31 December 2021.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

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

#### 2.1 Basis of Presentation (Continued)

##### Currency Used

Each entity in the Group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency. For the purpose of the consolidated financial statements, the results and financial position of each entity consolidated are expressed in Turkish Lira ("TL"), which is the functional currency of the Company and all its subsidiaries and the presentation currency of the Group.

##### Inflation accounting

In accordance with the CMB's decision dated March 17, 2005 and numbered 11/367, for companies operating in Turkey and preparing financial statements in accordance with the Turkish Accounting Standards, the application of inflation accounting has been terminated as of January 1, 2005. Accordingly, as of January 1, 2005, "Financial Reporting in High Inflation Economies" Standard ("TAS 29") has not been applied.

##### Restatement and errors in the accounting policies and estimates

The Group's consolidated financial statements have been prepared in comparison with the previous period in order to give accurate trend analysis regarding the financial position and performance. Where necessary, comparative figures have been reclassified to conform to the presentation of the current period consolidated financial statements and significant changes are explained.

In the previous year, the Group had not reclassified certain comparative balances in order to conform to current year's presentation in the consolidated financial statements.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

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

#### 2.1 Basis of Presentation (Continued)

##### Basis of Consolidation

The details of the Company's subsidiaries as at March 31, 2022 and December 31, 2021 are as follows:

		Proportion of ownership and voting power held(%)		
Subsidiaries	incorporation and operation	Place of March 31, 2022	December 31, 2021	Principal activity
Sentez Hastaneleri	Batman-İzmir-Gaziantep	56.00%	56.00%	Hospital services
Tokat Hastanesi	Tokat	58.84%	58.84%	Hospital services
Samsun Hastanesi	Samsun	80.00%	80.00%	Hospital services
Samsun Tıp Merkezi (1)	Samsun	100.00%	100.00%	Hospital services
MS Sağlık	Ankara	75.00%	75.00%	Hospital services
Mediplaza	Gebze-İzmit	75.00%	75.00%	Hospital services
MA Group (3)	İstanbul	51.00%	51.00%	Hospital services
BTR Sağlık Hizmetleri	İstanbul	100.00%	100.00%	Hospital services
Meditime Sağlık	İstanbul	100.00%	100.00%	Hospital services
MLP Gaziantep Sağlık	Gaziantep	60.00%	60.00%	Hospital services
Sotte Sağlık Temizlik Yemek	İstanbul-Ankara	100.00%	100.00%	Ancillary services
Kuzey	Ankara	100.00%	100.00%	Ancillary services
Artimed	Ankara	100.00%	100.00%	Ancillary services
21. Yüzyıl Anadolu Vakfı (1) (2)	İstanbul	100.00%	100.00%	Ancillary services
BTN Sigorta (4)	İstanbul	100.00%	100.00%	Ancillary services
Kuzey Hastaneler Birliği (“KHB”)	İstanbul	99.90%	99.90%	Ancillary services
BTN Asistans (4)	İstanbul	100.00%	100.00%	Ancillary services

(1) Represents voting power held.

(2) In 2011, the Group with the help of its real person shareholders decided to establish a medical university. Based on current legislation, foundations have to be owned by real persons rather than companies and since MLP could not be the shareholder of an association, Muharrem Usta, one of the shareholders in the company, was assigned as the chairman of the board of the foundation. The purpose of the foundation is to establish a medical university in order to align one of the hospitals of the Group to that university. Although, MLP has no shareholder interest in the foundation, the financial statements of the foundation are consolidated to the financial statements in accordance with IFRS 10 as the Company achieved the control by having power and the ability to use its power on the future benefit and cost of the foundation. In addition, the Company has rights to the financial and operating policies

(3) The Company took liquidation decision on December 25, 2017.

(4) The Company has decided to cease all activities as of September 18, 2020 on September 15, 2020.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

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

#### 2.1 Basis of Presentation (Continued)

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company and its subsidiaries. Control is achieved when the Company:

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

The Company reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

In cases where the Company has no majority voting rights on the company/asset invested, it still has the control power over that company/asset if the Company alone has sufficient voting rights to manage the investment operations of that company/asset. The Company considers all events and requirements including the items listed below to evaluate if its voting power is sufficient to get control power in an investment:

- The comparison of the Company's voting right and other shareholders' voting rights;
- Potential voting rights of the Company and other shareholders;
- Rights emerging from other agreements upon contracts;
- Other events and requirements showing the potential power of the Company in managing operation decisions (including the voting held on prior period general assemblies).

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

Profit or loss and each component of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with those used by other members of the Group.

All intra-group assets and liabilities, equities, income and expenses and cash flows resulting from of Group companies' transactions are eliminated on consolidation.

#### Changes in the Group's ownership interests in existing subsidiaries

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.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira (“TRY”) unless otherwise stated.)

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

#### 2.1 Basis of Presentation (Continued)

When the Group loses control of a subsidiary, a gain or loss is recognised 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 recognised 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 IFRSs). 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 IAS 39, when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

#### 2.2 Changes in Accounting Policies

Significant changes made in accounting policies are applied retrospectively and prior year financial statements are restated. In current period, the Group has no changes in its accounting policies other than the change disclosed in Note 2.1.

#### 2.3 Changes in the Accounting Estimates and Errors

If changes in accounting estimates are for only one period, changes are applied on the current year but if the changes in accounting estimates are for the following periods, changes are applied both on the current and the following years prospectively. In the current period, the Group has no changes in the accounting estimates and errors.

#### 2.4 Significant Accounting Estimates and Decisions

Preparation of consolidated financial statements requires management to make estimations and assumptions which may affect the reported amounts of assets and liabilities as of the statement of financial position date, the disclosure of contingent assets and liabilities and the reported amounts of income and expenses during the financial period. The accounting assessments, estimates and assumptions are reviewed considering past experiences, other factors and reasonable expectations about future events under current conditions. Although the estimations and assumptions are based on the best estimates of the management’s existing incidents and operations, they may differ from the actual results.

#### *Effect of Covid 19 Outbreak on Group Activities*

Covid-19 spread effect within the World and Turkey as well as duration can not be estimated yet clear. As the severity and duration of the effects become clearer, it will be possible to make a more specific and healthy evaluation for the medium and long term. However, while preparing the consolidated financial statements as of 31 March 2022, the possible effects of the Covid-19 outbreak were evaluated and the estimates and assumptions used in the preparation of the financial statements were reviewed. In this context, the Group has tested possible impairment in the values of financial assets, stocks, tangible and intangible fixed assets included in the consolidated financial statements as of 31 March 2022, and no impairment was detected.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
AS AT MARCH 31, 2022**

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

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

**2.5 Amendments in International Financial Reporting Standards ("IFRS")**

**(a) Standards, amendments and interpretations applicable as at 31 March 2022:**

- **Amendments to IFRS 7, IFRS 4 and IFRS 16 Interest Rate Benchmark Reform Phase 2 (effective 1 January 2021);** The Phase 2 amendments address issues that arise from the implementation of the reforms, including the replacement of one benchmark with an alternative one. The Phase 2 amendments provide additional temporary reliefs from applying specific TAS 39 and IFRS 9 hedge accounting requirements to hedging relationships directly affected by IBOR reform.
- **Amendments to IFRS 4 Insurance Contracts – deferral of IFRS 9 (effective 1 January 2021);** These amendments defer the date of application of IFRS 17 by two years to 1 January 2023 and change the fixed date of the temporary exemption in IFRS 4 from applying IFRS 9, Financial instrument until 1 January 2023.
- **Amendment to IFRS 16, 'Leases' – Covid-19 related rent concessions Extension of the practical expedient (effective 1 April 2021);** As a result of the coronavirus (COVID-19) pandemic, rent concessions have been granted to lessees. In May 2020, the IASB published an amendment to IFRS 16 that provided an optional practical expedient for lessees from assessing whether a rent concession related to COVID-19 is a lease modification. On 31 March 2021, the IASB published an additional amendment to extend the date of the practical expedient from 30 June 2021 to 30 June 2022. Lessees can elect to account for such rent concessions in the same way as they would if they were not lease modifications. In many cases, this will result in accounting for the concession as variable lease payments in the period(s) in which the event or condition that triggers the reduced payment occurs.

**(b) Standards, amendments and interpretations that are issued but not effective as at 31 March 2022:**

- **A number of narrow-scope amendments to IFRS 3, TAS 16, TAS 37 and some annual improvements on IFRS 1, IFRS 9, TAS 41 and IFRS 16;** effective from annual periods beginning on or after 1 January 2022.
  - **Amendments to IFRS 3, 'Business combinations'** update a reference in IFRS 3 to the Conceptual Framework for Financial Reporting without changing the accounting requirements for business combinations.
  - **Amendments to TAS 16, 'Property, plant and equipment'** prohibit a company from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, a company will recognise such sales proceeds and related cost in profit or loss.
  - **Amendments to TAS 37, 'Provisions, contingent liabilities and contingent assets'** specify which costs a company includes when assessing whether a contract will be loss-making.

Annual improvements make minor amendments to IFRS 1, 'First-time Adoption of IFRS', IFRS 9, 'Financial Instruments', TAS 41, 'Agriculture' and the Illustrative Examples accompanying IFRS 16, 'Leases'.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira (“TRY”) unless otherwise stated.)

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

#### 2.5 Amendments in International Financial Reporting Standards (“IFRS”)

- **Amendments to IAS 1, Presentation of financial statements’ on classification of liabilities;** effective date deferred until accounting periods starting not earlier than 1 January 2024. These narrow-scope amendments to IAS 1, ‘Presentation of financial statements’, clarify that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the expectations of the entity or events after the reporting date (for example, the receipt of a waiver or a breach of covenant). The amendment also clarifies what IAS 1 means when it refers to the ‘settlement’ of a liability.
- **Narrow scope amendments to IAS 1, Practice statement 2 and IAS 8;** effective from annual periods beginning on or after 1 January 2023. The amendments aim to improve accounting policy disclosures and to help users of the financial statements to distinguish between changes in accounting estimates and changes in accounting policies.
- **Amendment to IAS 12 – Deferred tax related to assets and liabilities arising from a single transaction;** from annual periods beginning on or after 1 January 2023. These amendments require companies to recognise deferred tax on transactions that, on initial recognition give rise to equal amounts of taxable and deductible temporary differences.
- **IFRS 17, ‘Insurance Contracts’, as amended in December 2021;** effective from annual periods beginning on or after 1 January 2023. This standard replaces IFRS 4, which currently permits a wide variety of practices in accounting for insurance contracts. IFRS 17 will fundamentally change the accounting by all entities that issue insurance contracts and investment contracts with discretionary participation features.



# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 3 - RELATED PARTY DISCLOSURES

Transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note.

The details of short-term receivables and payables as of 31 March 2022 are as follows:

	<u>Receivable</u> <u>Current</u>		<u>Payables</u> <u>Current</u>	
Shareholders	Trade	Non-trade	Trade	Non-trade
Muharrem Usta	-	71,743	-	50
Adem Elbaşı	-	2,015	-	
	-	73,758	-	50
<b>Other companies controlled by the shareholders</b>				
A ve A Sağlık A.Ş. (1)	-	-	10,836	-
Livart Tüp Bebek Özel Sağlık Hiz. A.Ş.	2,727	-	2,373	-
Fom Grup Mimarlık İnşaat ve Tic. A.Ş. (2)	28	-	1,900	-
Pozitif Medikal Sistemler San. ve Tic. Ltd. Şti.	1	-	509	-
Saray Eczanesi	-	-	1,330	-
Samsunpark Özel Sağlık Tıbbi				
Malz. İnş. Tur. Tem. Tic. A.Ş. (3)	-	-	5,267	-
Cotyora Med. Özel Sağ. Taah. Hz.				
İnş. Tr. Loj. Ltd. Şti. (4)	-	-	2,576	-
Mp Sağlık ve Tic. A.Ş.	-	-	2,215	733
Tokat Emar Sağlık Hiz. Ltd. Şti.	-	-	381	-
Mt Sağlık Ürünleri San. ve Tic. A.Ş.	-	-	209	-
Diasan Basım ve Form Matbaacılık San. ve Tic. A.Ş.	-	-	7	-
Atk Sağlık Hizmetleri Ve Danışmanlık A.Ş.	-	-	287	-
Other	42	154	-	16
	2,798	154	27,890	749
	2,798	73,912	27,890	799

- (1) A ve A Özel Sağ. Hiz. ve Cih. Teks. San. Tic. Ltd. Şti. provides cleaning materials for the hospitals.
- (2) Fom Grup Mimarlık İnşaat ve Tic. A.Ş. provides turn key project management services for the furniture & fixture and leasehold improvements of the hospitals and audit of construction of the Group hospitals.
- (3) Samsunpark Özel Sağlık Tıbbi Malz. İnş. Tur. Tem. Tic. A.Ş. provides cleaning, catering and laundry services for the Group.
- (4) Cotyora Med. Özel Sağ. Taah. Hz. İnş. Tr. Loj. Ltd. Şti. provides cleaning and catering services for the Group.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 3 - RELATED PARTY DISCLOSURES (Continued)

Shareholders	31 December 2021			
	Receivables		Payables	
	Current		Current	
	Trade	Non-trade	Trade	Non-trade
Muharrem Usta	-	52,797	-	50
Adem Elbaşı	-	1,854	-	-
	-	<b>54,651</b>	-	<b>50</b>

### Other companies controlled by the shareholders

Miniso Mağazacılık A.Ş.	96	-	-	-
Fom Grup Mimarlık İnşaat ve Tic. A.Ş. (1)	64	-	21,301	-
Pozitif Medikal Sistemler San. ve Tic. Ltd. Şti.	2	-	509	-
A ve A Sağlık A.Ş. (2)	-	-	3,328	-
Konca Özel Sağlık Hizmetleri Ltd.Şti.	-	-	-	-
Supra A.Ş.-Sonotom Ltd Şti.	-	-	-	-
Ledmar Ltd Şti-Mlp A.Ş. İş Ortaklığı	-	-	-	-
Cotyora Med. Özel Sağ. Taah. Hz.	-	-	-	-
İnş. Tr. Loj. Ltd. Şti. (4)	-	-	2,195	-
Saray Eczanesi	-	-	593	-
Mp Sağlık ve Tic. A.Ş.	-	-	1,998	733
Mt Sağlık Ürünleri San. ve Tic. A.Ş.	-	-	183	-
Samsunpark Özel Sağlık Tıbbi Malz.	-	-	-	-
İnş. Tur. Tem. Tic. A.Ş. (3)	-	-	4,894	-
Diasan Basım ve Form Matbaacılık San. ve Tic. A.Ş.	-	-	7	-
Tokat Emar Sağlık Hiz. Ltd. Şti.	-	-	533	-
Sanport Gayrimenkul Geliştirme İnş.Ve Tic.A.Ş	-	-	54	-
Other	32	154	-	16
	<b>194</b>	<b>154</b>	<b>35,595</b>	<b>749</b>
	<b>194</b>	<b>54,805</b>	<b>35,595</b>	<b>799</b>

(\*) Non-trade receivables from Muharrem Usta is short term due date and interest charge from the current value of internal debt ratio of Group.

(1) Fom Grup Mimarlık İnşaat ve Tic. A.Ş. provides turn key project management services for the furniture & fixture and leasehold improvements of the hospitals and audit of ongoing construction of the Group hospitals.

(2) A ve A Özel Sağ. Hiz. ve Cih. Teks. San. Tic. Ltd. Şti. provides cleaning materials for the hospitals.

(3) Samsunpark Özel Sağlık Tıbbi Malz. İnş. Tur. Tem. Tic. A.Ş. provides cleaning, catering and laundry services for the Group.

(4) Cotyora Med. Özel Sağ. Taah. Hz. İnş. Tr. Loj. Ltd. Şti. provides cleaning and catering services for the Group.

### Advance given to related parties, prepaid expenses

	March 31, 2022	December 31, 2021
Fom Grup Mimarlık İnşaat ve Tic. A.Ş. (1)	8,918	9,005
Özel Gebze Sentez Sağlık Hizmetleri ve Tic. A.Ş.	3,007	-
Sanport Gayrimenkul Geliştirme İnş.Ve Tic. A.Ş.	279	279
Gazi Medikal Sağlık Tesisleri Ve Tic. A.Ş.	3	3
Atk Sağlık Hizmetleri ve Danışmanlık A.Ş.	-	59
	<b>12,207</b>	<b>9,346</b>

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 3 - RELATED PARTY DISCLOSURES (Continued)

#### Fixed asset advances given to related parties

	March 31, 2022	December 31, 2021
Fom Grup Mimarlık İnşaat ve Tic. A.Ş. (1)	203,056	181,359
Mp Sağlık ve Tic. A.Ş.	68,200	68,200
	<b>271,256</b>	<b>249,559</b>

(1) Fom Grup Mimarlık İnşaat ve Tic. A.Ş. provides turn key project management services for the furniture & fixture and leasehold improvements of the hospitals and audit of ongoing construction of the Group hospitals.

Related parties (sale and leaseback transactions)	March 31, 2022	December 31, 2021
Sancak Grup Mimarlık İnşaat ve Tic. A.Ş. (within non-current prepaid expenses)	1,827	2,024
Sancak Grup Mimarlık İnşaat ve Tic. A.Ş. (within prepaid expenses)	787	787
	<b>2,614</b>	<b>2,811</b>

The balances above are resulting from sale and leaseback transactions of Efes Hospital (branch of Sentez Hospital) and Bahçelievler Hospital's land and buildings and are deferred under prepaid expenses and amortised in proportion to the lease payments over the period for which the asset is expected to be used since such losses are compensated for by future lease payments at below market price. Land of Efes Hospital was sold to Sancak Grup Mimarlık İnşaat ve Tic. A.Ş. in 2010, resulting in a loss of TRY6,211, which was totally booked under the other current and non-current assets as of December 31, 2010 since the operational leasing agreement would become effective in 2011 and will be effective for 15 years. The building of Bahçelievler Hospital has been sold to Sancak Grup Mimarlık İnşaat ve Tic. A.Ş. in 2009, resulting in a loss of TRY5,591. The duration of leasing agreement of the building is 15 years starting from December 2009. As of March 31, 2022, the Group has incurred rent expense amounting to TRY 197 due to amortization of prepaid rent (December 31, 2021: TRY 787).

#### Lease liabilities from related parties

	March 31, 2022		December 31, 2021	
	Current	Non-current	Current	Non-current
Sanport Gayrimenkul Geliştirme İnş. ve Tic. A.Ş.	87,162	56,163	59,724	59,089
Fom Grup Mimarlık İnşaat ve Tic. A.Ş.	11,204	75,367	9,718	70,516
Özel Gebze Sentez Sağlık Hizmetleri ve Tic. A.Ş.	9,496	1,827	3,407	-
Atakum Özel Sağlık Hizmetleri İnş. Turizm ve San. Tic. A.Ş.	9,331	30,465	8,764	33,021
Mp Sağlık ve Tic. A.Ş.	2,091	-	2,966	-
Tokat Medikal Grup Sağlık Turizm İnş. San. Tic. A.Ş.	1,517	-	2,354	-
Gazi Medikal Sağlık Tesisleri ve Tic. A.Ş.	1,507	-	3,654	-
	<b>122,308</b>	<b>163,822</b>	<b>90,587</b>	<b>162,626</b>

	January 1- March 31, 2022	January 1- March 31, 2021
<b>Purchases from related parties</b>		
A ve A Özel Sağ. Hız. ve Cih. Teks. San. Tic. Ltd. Şti. (1)	10,577	2,721
Fom Grup Mimarlık İnşaat ve Tic. A.Ş. (2)(3)(4)	5,576	6,466
	<b>16,153</b>	<b>9,187</b>

- (1) Cleaning material purchases
- (2) Hospital rent expenses
- (3) Represents the paid rent expenses of the related period, evaluated within the scope of TFRS 16.
- (4) Turnkey fixture, private cost and hospital construction, inspection and consultancy services.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 3 - RELATED PARTY DISCLOSURES (Continued)

#### Operating expenses (including purchase of services)

	January 1- March 31, 2022	January 1 - March 31, 2021
Sanport Gayrimenkul Geliştirme İnş. ve Tic. A.Ş. (1) (8)	32,988	27,908
Samsunpark Özel Sağ. Tıbbi Malz. İnş. Tur. Tem. Tic. A.Ş. (4)	9,236	5,615
Atakum Özel Sağlık Hiz. İnş. Turizm ve San. Tic. A.Ş. (1) (8)	4,902	3,617
Livart Tüp Bebek Özel Sağlık Hizm. A.Ş. (2)	3,978	5,599
Cotyora Med. Özel Sağ. Taah. Hz. İnş. Tr. Loj. Ltd. Şti. (4)	2,542	1,785
Gazi Medikal Sağlık Tesisleri ve Tic. A.Ş. (1) (8)	2,285	2,010
Mp Sağlık ve Tic. A.Ş. (1) (8)	2,281	1,913
Tokat Medikal Grup Sağlık Turizm İnş. San. Tic. A.Ş. (1) (8)	2,185	868
Saray Eczanesi (6)	692	228
Miniso Mağazacılık A.Ş. (7)	613	-
Tokat Emar Sağlık Hiz. Ltd. Şti. (2) (5)	493	407
Özdenler Sağ. Hiz. Dan. Turz. Gıd. San. Tic. Ltd. Şti. (2)	218	163
Mt Sağlık Ürünleri Sanayi ve Ticaret A.Ş. (3)	84	58
Özel Gebze Sentez Sağlık Hizmetleri ve Tic. A.Ş. (1) (8)	-	2.130
	<b>62,497</b>	<b>52,301</b>

- (1) Hospital rent expenses
- (2) Doctor expenses
- (3) Stationary and consumable expenses
- (4) Cleaning, catering and laundry services
- (5) Medical equipment rent expenses
- (6) Drug purchase expenses
- (7) Material purchase expenses
- (8) Represents the paid rent expenses of the related period, evaluated within the scope of TFRS 16.

Sales to related parties	January 1- March 31, 2022	January 1 - March 31, 2021
A ve A Özel Sağ. Hiz. ve Cih. Teks. San. Tic. Ltd. Şti. (1)	2,403	3,617
Samsunpark Özel Sağlık Hiz.İş Sağlığı ve Güvenlik.Eğitim.Müh.Tic.Ltd.Şti.	104	-
Adem Elbaşı	96	68
Miniso Mağazacılık A.Ş.	51	42
Tokat Medikal Grup Sağlık Turizm İnş. San. Tic. A.Ş.	41	22
Cotyora Med.Özel Sağ.Taah. Hz. İnş. Tr. Loj. Ltd. Şti.	40	22
Samsunpark Özel Sağlık Tıbbi Malz. İnş. Turizm. Tem. Tic. A.Ş.	-	60
Saray Eczanesi	-	1
	<b>2,735</b>	<b>3,832</b>

- (1) Outsourcing laboratory services

Interest income from related parties	January 1- March 31, 2022	January 1 - March 31, 2021
Muharrem Usta	2,830	2,014
	<b>2,830</b>	<b>2,014</b>

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 3 - RELATED PARTY DISCLOSURES (Continued)

#### Compensation of key management personnel:

Key management personnel comprise general managers, deputy general managers and chief physicians of hospitals and head office management team.

The remuneration of directors and other members of key management during the year were as follows:

	January 1- March 31, 2022	January 1 - March 31, 2021
Salaries and other short-term benefits	8,754	5,264
	<b>8,754</b>	<b>5,264</b>

### NOTE 4 - CASH AND CASH EQUIVALENTS

	March 31, 2022	December 31, 2021
Cash on hand	44,238	20,114
Cash at banks	585,932	646,208
- Demand deposits	59,224	134,341
- Time deposits	526,708	511,867
Other cash equivalents (*)	19,529	13,919
	<b>649,699</b>	<b>680,241</b>

(\*) Other cash equivalents consist of credit card receivables from banks.

### NOTE 5 - FINANCIAL INSTRUMENTS

#### Financial Liabilities

##### **Bank Loans and Bonds**

	March 31, 2022	December 31, 2021
Short-term bank borrowings	179,992	168,744
Short-term bonds issued	320,000	400,000
Current portion of long term borrowings	384,068	372,077
- Current portion of long-term bank loans	384,068	372,077
Interest expense accruals	72,608	65,386
	<b>956,668</b>	<b>1,006,207</b>
Long-term bank loans	507,596	549,594
Long-term bonds issued	-	70,000
	<b>507,596</b>	<b>619,594</b>
<b>Total borrowings</b>	<b>1,464,264</b>	<b>1,625,801</b>

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 5 - FINANCIAL INSTRUMENTS (Continued)

The reconciliation of the liabilities arising from financing activities as of 1 January- 31 March 2022 and 1 January- 31 December 2021 are as follows:

	1 January 2022	Financing cash flows	Foreign exchange effect (Note 21)	Disposal of subsidiary	Other (*)	March 31, 2022
Bank loans	1,625,801	(161,537)	-	-	-	1,464,264
Finance lease obligations	230,557	(40,055)	13,840	-	-	204,342
Lease obligations	892,791	(102,019)	8,796	-	165,931	965,499
	<b>2,749,149</b>	<b>(303,611)</b>	<b>22,636</b>	<b>-</b>	<b>165,931</b>	<b>2,634,105</b>

	1 January 2021	Financing cash flows	Foreign exchange effect (Note 21)	Disposal of subsidiary	Other (*)	March 31, 2021
Bank loans	1,700,431	127,636	(10,060)	-	-	1,818,007
Finance lease obligations	196,064	(24,857)	13,119	-	-	184,326
Lease obligations	595,102	(75,281)	6,039	-	101,469	627,329
	<b>2,491,597</b>	<b>27,498</b>	<b>9,098</b>	<b>-</b>	<b>101,469</b>	<b>2,629,662</b>

(\*) Some of the lease obligations within the scope of TFRS 16 are due to the re-measurement of the reduced lease obligations and interest expenses due to the change in the lease payments realized within the period.

As of March 31, 2022 and December 31, 2021 the repayment schedule of the total borrowings as follows:

#### March 31, 2022

Currency Type	Weighted Average Effective Interest Rate	Current	Non-Current	Total
TRY	%18.39	261,946	8,047	269,993
TRY	TlRef+4-TRLibor+3.50-4.00-4.50-5.80	694,722	499,549	1,194,271
		<b>956,668</b>	<b>507,596</b>	<b>1,464,264</b>

#### December 31, 2021

Currency Type	Weighted average effective interest rate	Current	Non-Current	Total
TRY	23.10%	673,985	79,921	753,906
TRY	TlRef+4-TRLibor+3.50%-4.00%-4.50%-5.80%	332,222	539,673	871,895
		<b>1,006,207</b>	<b>619,594</b>	<b>1,625,801</b>

As of March 31, 2022, there are no blocked cash accounts related to the group's loans (December 31, 2021: None).

## MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

#### NOTE 5 - FINANCIAL INSTRUMENTS (Continued)

As at March 31, 2022 and December 31, 2021 the repayment schedule of the borrowings in TRY are as follows:

	March 31, 2022	December 31, 2021
Interest expense accruals	72,608	65,386
To be paid within 1 year (*)	884,060	940,821
To be paid between 1-2 years	397,557	376,155
To be paid between 2-3 years	73,159	169,513
To be paid between 3-4 years	36,880	73,926
	<b>1,464,264</b>	<b>1,625,801</b>

(\*) TRY 180,000 of the loans to be paid within one year consists of revolving loans and TRY 320,000 part consists of bond payments which will be redeemed within 1 year.

#### Covenants:

The Company has a structured finance facility in place. A syndicate loan agreement was signed on December 31, 2015 with seven banks including Türkiye İş Bankası A.Ş., Türkiye Garanti Bankası A.Ş., Denizbank A.Ş., Denizbank AG, Odeabank A.Ş., ING European Financial Services PLC and ING Bank A.Ş. The withdrawal of the syndicate loan took place in February 2016. As a guarantee for the syndicate loan used, there is a pledge over 25% of shares (that are not publicly traded) of MLP, and shares in subsidiaries owned by MLP and all fixed assets under ownership of MLP and the MLP's bank accounts. In addition to this, the loan is secured via assignment of MLP's receivables arising from various agreements including medical tourism agreements and insurance policies.

The syndicate loan includes a number of financial covenants stated below:

The Debt Service Coverage Ratio ("DSCR") cannot be below 1.1 during the term of the agreement (2016-2024). DSCR is tested every six months starting from December 31, 2016.

Net debt to EBITDA Ratio cannot be above x4.0 for the year ended December 31, 2016 and for the six months period ended June 30, 2017, x3.5 for the year ended December 31, 2017 and for the six months period ended June 30, 2018, x3.0 for the year ended December 31, 2018 and for the six months period ended June 30, 2019 and x2.5 for the remaining period of the syndicate loan.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 5 - FINANCIAL INSTRUMENTS (Continued)

#### Lease Obligations

The Group has the following finance lease obligations which arose mainly due to lease of medical machinery and equipment:

	Minimum lease payments		Present value of minimum lease payments	
Obligations under finance leases	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Within one year	145,615	131,457	119,785	128,112
In the second to fifth years inclusive	97,964	145,407	84,557	102,445
	<b>243,579</b>	<b>276,864</b>	<b>204,342</b>	<b>230,557</b>
Less : Future finance charges	(39,237)	(46,307)	-	-
<b>Present value of finance lease obligations</b>	<b>204,342</b>	<b>230,557</b>	<b>204,342</b>	<b>230,557</b>
<b>Less: Amounts due to settlement within twelve months (shown under current liabilities)</b>	<b>119,785</b>	<b>128,112</b>	<b>119,785</b>	<b>128,112</b>
<b>Present value of finance lease obligations</b>	<b>84,557</b>	<b>102,445</b>	<b>84,557</b>	<b>102,445</b>
<b>Liabilities arising from lease transactions</b>				
		<b>March 31, 2022</b>	<b>December 31, 2021</b>	
Within one year		182,756	139,932	
More than one year		782,743	752,859	
<b>Present value of the lease liabilities</b>		<b>965,499</b>	<b>892,791</b>	

### NOTE 6 - TRADE RECEIVABLES AND PAYABLES

#### Trade Receivables

Current trade receivables	March 31, 2022	December 31, 2021
Trade receivables	1,326,504	1,126,769
Income accruals from continuing treatments	383,756	282,399
Other trade income accruals	40,854	32,330
Notes receivables	6,616	1,667
Trade receivables from related parties (Note 3)	2,798	194
Allowance for doubtful receivables (-)	(126,425)	(125,305)
	<b>1,634,103</b>	<b>1,318,054</b>



# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 6 - TRADE RECEIVABLES AND PAYABLES (Continued)

Allowance for doubtful receivables for the trade receivables is determined depending on past experiences of irrecoverable amounts.

As of March 31, 2022, trade receivables of an initial value of TRY 126,425 (December 31, 2021: TRY 125,305) were fully impaired and fully provided for. No collaterals are received in relation to these trade receivables.

#### Movement of allowance for doubtful receivables

	January 1 - March 31, 2022	January 1 - March 31, 2021
Balance at beginning of the period	125,305	16,696
Charge for the period	1,239	274
Collections	(119)	(16)
Balance at closing of the period	126,425	16,954

#### Trade Payables

	March 31, 2022	December 31, 2021
Short term trade payables		
Trade payables	1,337,828	1,209,258
Trade payables due to related parties (Note 3)	27,890	35,595
Other expense accruals	418,047	300,239
Other trade payables	1,127	1,245
	1,784,892	1,546,337

### NOTE 7 - OTHER RECEIVABLES AND PAYABLES

#### Other Receivables

	March 31, 2022	December 31, 2021
Other current receivables		
Non-trading receivables due from related parties (Note 3)	73,912	54,805
Receivables from tax office	28,760	28,330
Deposits given	8,249	22,678
Other miscellaneous receivables	16,383	11,944
	127,304	117,757
Other non-current receivables		
Deposits given	4,400	3,876
	4,400	3,876

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 7 - OTHER RECEIVABLES AND PAYABLES (Continued)

#### Other Payables

Other current payables	March 31, 2022	December 31, 2021
Other taxes and funds payable	45,803	31,481
Payables relating to business combinations	30,051	29,861
Non-trading payables due to related parties (Note 3)	799	799
Other miscellaneous payables	2,230	2,826
	<b>78,883</b>	<b>64,967</b>

Other non-current payables	March 31, 2022	December 31, 2021
Payables relating to business combinations	89,261	93,102
	<b>89,261</b>	<b>93,102</b>

### NOTE 8 - INVENTORIES

Inventories	March 31, 2022	December 31, 2021
Medical consumables inventory	214,579	164,452
Pharmaceutical inventory	100,500	83,447
Laboratory inventory	26,024	36,586
Other inventory	1,002	791
	<b>342,105</b>	<b>285,276</b>

### NOTE 9 - PREPAID EXPENSES AND DEFERRED INCOME

#### Prepaid Expenses

Short term prepaid expenses	March 31, 2022	December 31, 2021
Order advances (*)	225,612	229,112
Prepaid insurance expenses	17,672	23,119
Prepaid sponsorship expenses	2,005	1,164
Prepaid rent expenses	1,156	530
Other	13,841	9,483
	<b>260,286</b>	<b>263,408</b>

Long term prepaid expenses	March 31, 2022	December 31, 2021
Fixed asset advances given	345,757	318,514
Prepaid rent expenses	2,292	2,544
Other	3,407	3,125
	<b>351,456</b>	<b>324,183</b>

(\*) Advances consist of mainly the turnkeyhospital projects regarding new and renovated hospitals and the order advances given for the construction services for the hospitals under construction.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 9 - PREPAID EXPENSES AND DEFERRED INCOME (Continued)

#### Deferred Income

Short term accrued income	March 31, 2022	December 31, 2021
Advances received (*)	362,385	230,309
Deferred revenue	13,421	13,421
	<b>375,806</b>	<b>243,730</b>
Long term accrued income	March 31, 2022	December 31, 2021
Deferred revenue	15,718	18,374
	<b>15,718</b>	<b>18,374</b>

(\*) Advances are received from mainly local and medical tourism related patients with regards to cost of their treatments. After treatments are completed, realized remunerations are netted with advances.

## MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

#### NOTE 10 - PROPERTY, EQUIPMENT AND OTHER INTANGIBLE ASSETS

Cost	Buildings	Machinery and equipment	Vehicles	Furniture and fixture	Leased assets	Leasehold improvements	Construction in progress	Total
<b>Opening balance as of January 1, 2022</b>	<b>817</b>	<b>881,016</b>	<b>1,551</b>	<b>444,028</b>	<b>436,934</b>	<b>723,446</b>	<b>80,237</b>	<b>2,568,029</b>
Additions	-	40,296	-	29,946	-	22,727	10,261	103,230
Disposals	-	(1,863)	-	(695)	(421)	-	-	(2,979)
Transfers	-	39,034	-	17,996	(6,839)	-	(50,191)	-
<b>Closing balance as of March 31, 2022</b>	<b>817</b>	<b>958,483</b>	<b>1,551</b>	<b>491,275</b>	<b>429,674</b>	<b>746,173</b>	<b>40,307</b>	<b>2,668,280</b>
<b>Accumulated depreciation</b>								
<b>Opening balance as of January 1, 2022</b>	<b>(111)</b>	<b>(599,327)</b>	<b>(1,586)</b>	<b>(274,258)</b>	<b>(346,256)</b>	<b>(331,758)</b>	<b>-</b>	<b>(1,553,296)</b>
Charge for the period (*)	(3)	(26,750)	(18)	(10,391)	(8,164)	(14,638)	-	(59,964)
Disposals	-	1,590	-	300	35	-	-	1,925
Transfers	-	(53)	53	-	-	-	-	-
<b>Closing balance as of March 31, 2022</b>	<b>(114)</b>	<b>(624,540)</b>	<b>(1,551)</b>	<b>(284,349)</b>	<b>(354,385)</b>	<b>(346,396)</b>	<b>-</b>	<b>(1,611,335)</b>
<b>Carrying value as of March 31, 2022</b>	<b>703</b>	<b>333,943</b>	<b>-</b>	<b>206,926</b>	<b>75,289</b>	<b>399,777</b>	<b>40,307</b>	<b>1,056,945</b>

(\*) Depreciation and amortization expense of 55,523 (January 1 - March 31, 2021: TRY41,022) has been charged in 'cost of service', 7,439 (January 1-March 31, 2021: TRY4,445) has been charged in 'operating expenses' for the period ended between January 1- March 31, 2022.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira (“TRY”) unless otherwise stated.)

### NOTE 10 - PROPERTY, EQUIPMENT AND OTHER INTANGIBLE ASSETS (Continued)

Cost	Buildings	Machinery and equipment	Vehicles	Furniture and fixture	Leased assets	Leasehold improvements	Construction in progress	Total
<b>Opening balance as of January 1, 2021</b>	<b>817</b>	<b>753,417</b>	<b>1,546</b>	<b>361,807</b>	<b>371,073</b>	<b>601,052</b>	<b>65,220</b>	<b>2,154,932</b>
Additions	-	10,492	80	8,463	-	11,300	10,026	40,361
Disposals	-	(15)	-	(53)	-	(305)	-	(373)
Transfers	-	22,253	-	10,443	(4,058)	-	(28,638)	-
<b>Closing balance as of March 31, 2021</b>	<b>817</b>	<b>786,147</b>	<b>1,626</b>	<b>380,660</b>	<b>367,015</b>	<b>612,047</b>	<b>46,608</b>	<b>2,194,920</b>
<b>Accumulated depreciation</b>								
<b>Opening balance as of January 1, 2021</b>	<b>(96)</b>	<b>(527,196)</b>	<b>(1,550)</b>	<b>(241,003)</b>	<b>(322,872)</b>	<b>(297,970)</b>	<b>-</b>	<b>(1,390,687)</b>
Charge for the period	(4)	(19,278)	(19)	(7,936)	(5,319)	(10,548)	-	(43,104)
Disposals	-	15	-	39	-	279	-	333
Transfers	-	-	-	-	-	-	-	-
<b>Closing balance as of March 31, 2021</b>	<b>(100)</b>	<b>(546,459)</b>	<b>(1,569)</b>	<b>(248,900)</b>	<b>(328,191)</b>	<b>(308,239)</b>	<b>-</b>	<b>(1,433,458)</b>
<b>Carrying value as of March 31, 2021</b>	<b>717</b>	<b>239,688</b>	<b>57</b>	<b>131,760</b>	<b>38,824</b>	<b>303,808</b>	<b>46,608</b>	<b>761,462</b>

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 10 - PROPERTY, EQUIPMENT AND OTHER INTANGIBLE ASSETS (Continued)

Cost	Licenses	Rights	Other	Total
<b>Opening balance as of January 1, 2022</b>	<b>596,072</b>	<b>117,180</b>	<b>3,245</b>	<b>716,497</b>
Additions	-	1,928	-	1,928
Disposals	-	(857)	-	(857)
Transfers	-	-	-	-
<b>Closing balance as of March 31, 2022</b>	<b>596,072</b>	<b>118,251</b>	<b>3,245</b>	<b>717,568</b>
<b>Accumulated amortization</b>				
<b>Opening balance as of January 1, 2022</b>	<b>-</b>	<b>(52,272)</b>	<b>(1,147)</b>	<b>(53,419)</b>
Charge for the period	-	(2,941)	(57)	(2,998)
<b>Closing balance as of March 31, 2022</b>	<b>-</b>	<b>(55,213)</b>	<b>(1,204)</b>	<b>(56,417)</b>
<b>Carrying value as of March 31, 2022</b>	<b>596,072</b>	<b>63,038</b>	<b>2,041</b>	<b>661,151</b>
Cost	Licenses	Rights	Other	Total
<b>Opening balance as of January 1, 2021</b>	<b>596,072</b>	<b>82,384</b>	<b>3,245</b>	<b>681,701</b>
Additions	-	3,098	-	3,098
Transfers	-	-	-	-
<b>Closing balance as of March 31, 2021</b>	<b>596,072</b>	<b>85,482</b>	<b>3,245</b>	<b>684,799</b>
<b>Accumulated amortization</b>				
<b>Opening balance as of January 1, 2021</b>	<b>-</b>	<b>(42,629)</b>	<b>(884)</b>	<b>(43,513)</b>
Charge for the period	-	(2,293)	(70)	(2,363)
<b>Closing balance as of March 31, 2021</b>	<b>-</b>	<b>(44,922)</b>	<b>(954)</b>	<b>(45,876)</b>
<b>Carrying value as of March 31, 2021</b>	<b>596,072</b>	<b>40,560</b>	<b>2,291</b>	<b>638,923</b>

### NOTE 11- RIGHT OF USED ASSETS

	Hospital Buildings	Total
<b>Opening balance as of January 1, 2022</b>	<b>539,308</b>	<b>539,308</b>
Additions	112,561	112,561
Charge for the year (*)	(45,922)	(45,922)
<b>Closing balance as of March 31, 2022</b>	<b>605,947</b>	<b>605,947</b>

(\*) For the period ended March 31, 2022, right of use assets depreciation expenses of 45,172 has been charged to 'cost of service' (1 January – 31 March 2021: TRY 26,962), 750 to 'general administrative and marketing expenses' (1 January – 31 March 2021: TRY 426).

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 11 - RIGHT OF USE ASSETS (Continued)

	Hospital Buildings	Total
Opening balance as of January 1, 2021	257,440	257,440
Additions	65,549	65,549
Charge for the year (*)	(27,388)	(27,388)
Closing balance as of March 31, 2021	295,601	295,601

### NOTE 12- PAYABLES FOR EMPLOYEE BENEFITS

#### Payables for employment benefits:

	March 31, 2022	December 31, 2021
Fees payable to doctors and other personnel	105,217	79,800
Social security premiums payable	27,348	20,617
	132,565	100,417

#### Short term provision for employment benefits:

	March 31, 2022	December 31, 2021
Unused vacation provision	32,497	23,779
	32,497	23,779

#### Long term provision for employment benefits:

	March 31, 2022	December 31, 2021
Retirement pay provision	28,879	24,830
Unused vacation provision	18,012	13,114
	46,891	37,944

### NOTE 13 - OTHER ASSETS AND LIABILITIES

#### Other current assets:

	March 31, 2022	December 31, 2021
VAT carried forward	80,969	70,853
Other miscellaneous current assets	7,848	5,744
	88,817	76,597

### NOTE 14 - PROVISIONS

#### Other short-term provisions:

	March 31, 2022	December 31, 2021
Litigation provisions	26,069	25,515
Social Security discounts provisions	17,558	3,513
	43,627	29,028

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 15 - COMMITMENTS

March 31, 2022	Total	TRY	USD	EUR
<b>A,</b> CPM given on behalf of its own legal entity	154,329	152,044	156	-
-Collateral	154,329	152,044	156	-
-Pledge	-	-	-	-
-Mortgage	-	-	-	-
<b>B,</b> CPM given on behalf of the subsidiaries included in full consolidation (*)	59,237	59,237	-	-
-Collateral	59,237	59,237	-	-
-Pledge	-	-	-	-
-Mortgage	-	-	-	-
<b>C,</b> CPM given for execution of ordinary commercial activities to collect third parties debt	-	-	-	-
-Collateral	-	-	-	-
-Pledge	-	-	-	-
-Mortgage	-	-	-	-
<b>D,</b> Total amount of other CPM given				
<b>i,</b> Total Amount of CPM on behalf of the main partner	-	-	-	-
-Collateral	-	-	-	-
-Pledge	-	-	-	-
-Mortgage	-	-	-	-
<b>ii,</b> Total amount of CPM given on behalf of other Company companies that do not cover B and C	-	-	-	-
-Collateral	-	-	-	-
-Pledge	-	-	-	-
-Mortgage	-	-	-	-
<b>iii,</b> Total amount of CPM on behalf of third parties that do not cover C,	-	-	-	-
-Collateral	-	-	-	-
-Pledge	-	-	-	-
-Mortgage	-	-	-	-
<b>TOTAL</b>	<b>213,566</b>	<b>211,281</b>	<b>156</b>	<b>-</b>

(\*) The Group has given guarantees amounting to TRY 150,306 related to the loans in Note 5 for the companies under full consolidation.

Guarantees given generally include letters of guarantee received from banks to be given to institutions and suppliers in order to participate in government tenders.



# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 15 - COMMITMENTS (Continued)

31 December 2021	Total TRY Equivalent	TRY	USD	EUR
A.CPM given on behalf of its own legal entity	137,079	135,055	156	-
- Collateral	137,079	135,055	156	-
- Pledge	-	-	-	-
- Mortgage	-	-	-	-
B. CPM given on behalf of the subsidiaries included in full consolidation (*)	43,988	43,988	-	-
- Collateral	43,988	43,988	-	-
- Pledge	-	-	-	-
- Mortgage	-	-	-	-
C. CPM given for execution of ordinary commercial activities to collect third parties debt	-	-	-	-
- Collateral	-	-	-	-
- Pledge	-	-	-	-
- Mortgage	-	-	-	-
D. Total amount of other CPM given				
i. Total Amount of CPM on behalf of the main partner	-	-	-	-
- Collateral	-	-	-	-
- Pledge	-	-	-	-
- Mortgage	-	-	-	-
ii. Total amount of CPM given on behalf of other Company companies that do not cover B and C	-	-	-	-
- Collateral	-	-	-	-
- Pledge	-	-	-	-
- Mortgage	-	-	-	-
iii. Total amount of CPM on behalf of third parties that do not cover C	-	-	-	-
- Collateral	-	-	-	-
- Pledge	-	-	-	-
- Mortgage	-	-	-	-
<b>Total</b>	<b>181,067</b>	<b>179,043</b>	<b>156</b>	<b>-</b>

(\*) The Group has given guarantees amounting to TRY81,807 related to the loans in Note 5 for the companies under full consolidation.

Guarantees given generally include letters of guarantee received from banks to be given to institutions and suppliers in order to participate in government tenders.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 16 - SHARE CAPITAL/OTHER RESERVES

Shareholders	(%)	March 31, 2022	(%)	December 31, 2021
Lightyear Healthcare B.V. (*)	34.67	72,131	30.69	63,844
Sancak İnşaat Turizm Nakliyat ve Dış Ticaret A.Ş.	15.35	31,943	15.35	31,943
Muharrem Usta	8.98	18,678	8.98	18,678
Adem Elbaşı	2.99	6,226	2.99	6,226
İzzet Usta	1.20	2,490	1.20	2,490
Saliha Usta	0.90	1,868	0.90	1,868
Nurgül Dürüstkan Elbaşı	0.90	1,868	0.90	1,868
Hujori Financieringen B.V. (*)	-	-	3.98	8,287
Publicly Traded (**)	35.01	72,833	35.01	72,833
<b>Nominal capital</b>	<b>100.00</b>	<b>208,037</b>	<b>100.00</b>	<b>208,037</b>

(\*) Turk Ventures Adv. Ltd. provides consultancy services to Dutch shareholders TPEF (Hujori Financieringen B.V. ("Hujori")) and Lightyear Healthcare B.V. ("Lightyear")) in its Istanbul liaison office. Consulted Hujori and Lightyear have merged under Lightyear. With this merger, 8,287 thousand shares corresponding to 3.98% of the non-public portion owned by Hujori, and 418 thousand shares corresponding to 0.57% of the publicly traded portion, were transferred to Lightyear.

(\*\*) The shareholders of the Company purchased 6,827 thousand shares from the publicly traded portion of the capital. Distribution of the shares purchased is as follows; 3,224 thousand shares representing 4.43% of the publicly traded portion were purchased by Lightyear, 1,613 thousand shares representing 2.21% of the publicly traded portion of the capital were purchased by Sancak İnşaat, 943 thousand shares representing 1.29% of the publicly traded portion of the capital were purchased by Muharrem Usta, 418 thousand shares representing 0.57% of the publicly traded portion of the capital were purchased by Hujori, 314 thousand shares representing 0.43% of the publicly traded portion of the capital were purchased by Adem Elbaşı and lastly other shareholders purchased 314 shares representing 0.43% of the publicly traded portion. 1,613 thousand shares purchased by Sancak İnşaat from the publicly traded portion were sold on September 24, 2018. 126 thousand shares purchased by İzzet Usta and 18 thousand shares purchased by Adem Elbaşı from the publicly traded portion were sold.

As of March 31, 2022 the total number of ordinary shares is 208,037 thousand shares (2021: 208,037 thousand shares) with a par value of TRY1 per share (2021: TRY1 per share).

The share capital is divided into 208,037 thousand shares (December 31, 2021: 208,037 thousand shares), with 88,229 thousand A type shares and 119,808 thousand B type shares.

In accordance with the Capital Markets Board's (the "CMB") Resolution No: 21/655 issued on July 23, 2010, it is regarded that 33.36% of the shares are in circulation in accordance with CSD as of March 31, 2022 (Note 1). Shares in circulation rate is 33.36% as of April 1, 2022.

#### Share premiums:

	March 31, 2022	December 31, 2021
Share Premiums	556,162	556,162
	<b>556,162</b>	<b>556,162</b>

On February 7, 2018, the Group launched initial public offering ("IPO") of 72,834 thousand B type bearer shares corresponding to 35.01% of total shares. From the initial public offering, TRY600,000 was generated to the Group. After the IPO related expenses amounting to TRY12,259 were deducted from proceeds, out of TRY587,741, share capital increase was made with the amount of TRY31,579 and the remaining amount was used in the share premium increase by TRY556,162.

#### Reserves:

	March 31, 2022	December 31, 2021
Legal reserves	302	302
Restricted reserves appropriated from profit	9,958	9,958
	<b>10,260</b>	<b>10,260</b>

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 16- SHARE CAPITAL/OTHER RESERVES (Continued)

#### Legal reserves

The legal reserves consist of first and second legal reserves, appropriated in accordance with the Turkish Commercial Code. The first legal reserve is appropriated out of historical statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the historical paid-in share capital. The second legal reserve is appropriated after the first legal reserve and dividends, at the rate of 10% per annum of all cash dividend distributions.

### NOTE 17 - REVENUE AND COST OF SERVICES

Revenue	January 1 - March 31, 2022	January 1 - March 31, 2021
Hospital services (*)	2,186,803	1,211,304
	<b>2,186,803</b>	<b>1,211,304</b>

(\*) Hospital services includes foreign medical revenue and other income.

Cost of services	January 1 - March 31, 2022	January 1 - March 31, 2021
Doctor expenses	(464,717)	(262,670)
Material consumption	(406,035)	(241,393)
Personnel expenses	(296,463)	(160,549)
Services rendered by third parties	(152,678)	(100,317)
Depreciation and amortization expenses (Note 10,11)	(100,695)	(67,984)
Rent expenses (Hospitals)	(16,453)	(8,930)
Other (*)	(158,996)	(66,413)
	<b>(1,596,037)</b>	<b>(908,256)</b>

(\*) Other expenses mainly comprise expenses incurred for electricity, water and natural gas.

### NOTE 18 - OPERATING EXPENSES

General administrative and marketing expenses	January 1 - March 31, 2022	January 1 - March 31, 2021
Personnel expenses	(81,824)	(35,539)
Sponsorship and advertising expenses (*)	(73,120)	(25,454)
Outsourcing expenses	(16,048)	(3,258)
Depreciation and amortization expenses (Note 10,11)	(6,879)	(4,871)
Communication expenses	(3,884)	(1,600)
Rent Expenses	(2,974)	(2,102)
Maintenance and repair expenses	(1,576)	(785)
Representation and entertainment expenses	(1,247)	(937)
Bad debt allowance	(1,239)	(274)
Taxes and duties	(985)	(761)
Utility expenses	(779)	(266)
Other	(7,191)	(8,927)
	<b>(197,746)</b>	<b>(84,774)</b>

(\*) Sponsorship and advertising expenses includes marketing expenses related to the income of domestic and foreign medical tourism.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 19 - OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES

	January 1 - March 31, 2022	January 1 - March 31, 2021
<b>Other income from operating activities</b>		
Foreign exchange gains from operations	105,871	73,552
Interest income	21,561	4,517
Trade payables discount	322	2,236
Collection of doubtful receivables (Note 6)	119	16
Other income	9,111	4,534
	<b>136,984</b>	<b>84,855</b>
<b>Other expenses from operating activities</b>		
Foreign exchange losses from operations	(75,547)	(40,664)
SSI return expenses	(23,504)	(2,414)
Biomedical equipment damage	(9,084)	(2,973)
Non-operational hospital expenses	(4,867)	(1,450)
Trade receivables discount	(3,898)	(783)
Depreciation and amortization expenses (Note 10,11)	(1,310)	-
Other expenses	(29,816)	(8,745)
	<b>(148,026)</b>	<b>(57,029)</b>

### NOTE 20 - INCOME AND EXPENSES FROM INVESTING ACTIVITIES

	January 1 - March 31, 2022	January 1 - March 31, 2021
<b>Income from investing activities</b>		
Gain on sale of fixed assets	17,266	234
	<b>17,266</b>	<b>234</b>
<b>Expense from investing activities</b>		
Loss on sale of fixed assets	(5,754)	(2)
	<b>(5,754)</b>	<b>(2)</b>

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 21 - FINANCE EXPENSES

<b>Finance expenses (-)</b>	<b>January 1- March 31, 2022</b>	<b>January 1 - March 31, 2021</b>
Interest expenses from lease liabilities	(53,370)	(35,920)
Interest expenses from bank borrowings	(50,943)	(41,603)
Interest expenses from bonds issued	(27,160)	(25,920)
Bank commissions	(12,674)	(6,372)
Interest expenses from financial lease obligations	(5,349)	(3,309)
Other interest expenses	(11,613)	(9,384)
<b>Total interest expenses</b>	<b>(161,109)</b>	<b>(122,508)</b>
Net foreign exchange loss	(13,840)	(3,059)
Fair value differences of derivative financial instruments (Note 5)	(8,796)	(6,039)
	<b>(183,745)</b>	<b>(131,606)</b>

### NOTE 22 - TAXES ON INCOME (DEFERRED TAX ASSET AND LIABILITIES INCLUDED)

<b>Short term payables due to current tax</b>	<b>March 31, 2022</b>	<b>December 31, 2021</b>
Current period tax liabilities	39,343	35,663
	<b>39,343</b>	<b>35,663</b>
<b>Current tax liabilities</b>	<b>March 31, 2022</b>	<b>December 31, 2021</b>
Current corporate tax provision	39,343	82,329
Less: Prepaid taxes and funds	-	(46,666)
	<b>39,343</b>	<b>35,663</b>
<b>Tax (expense)/income</b>	<b>January 1- March 31, 2022</b>	<b>January 1 - March 31, 2021</b>
Current tax income/(expense)	(39,343)	(12,932)
Deferred tax income/(expense)	29,548	(21,913)
	<b>(9,795)</b>	<b>(34,845)</b>

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

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### NOTE 22 - TAXES ON INCOME (DEFERRED TAX ASSET AND LIABILITIES INCLUDED) (Continued)

#### Corporate Tax

The Group is subject to Turkish corporate taxes in force. The necessary provisions are allocated in the consolidated financial statements for the estimated liabilities based on the Group's results for the year. Turkish tax legislation does not permit a parent company and its subsidiary to file a consolidated tax return. Therefore, provisions for taxes, as reflected in the consolidated financial statements, have been calculated on a separate-entity basis.

Corporate tax is applied on taxable corporate income, which is calculated from the statutory accounting profit by adding non-deductible expenses, and by deducting dividends received from resident companies, other exempt income and investment incentives utilized.

The advance corporate income tax rate is 23% in 2022 (2021 25%).

In Turkey, provisional tax is calculated and accrued on a quarterly basis. The provisional tax rate to be calculated on corporate earnings during the taxation phase of 2021 corporate earnings as of temporary tax periods is 23% (2021: 25%). Losses can be carried forward for a maximum of 5 years, to be deducted from the taxable profits that will arise in future years. However, the losses incurred cannot be deducted retrospectively from the profits of previous years.

In Turkey, advance tax returns are filed on a quarterly basis in the Official Gazette dated April 22, 2021 and numbered 31462, the corporate tax rate applied in Turkey is 25% for 2021 corporate earnings, 23% for 2022, and 20% for 2023 and the following years. In Turkey, there is no procedure for a final and definitive agreement on tax assessments. Companies file their tax returns between 1 - 25 April following the close of the accounting year to which they relate. Tax authorities may, however, examine such returns and the underlying accounting records and may revise assessments within five years.

The law on amending the Tax Procedure Law and the Corporate Tax Law was enacted on 20 January 2022. It has been enacted with the number 7352 and it has been decided that the financial statements will not be subject to inflation adjustment in the 2021 and 2022 accounting periods, including the temporary accounting periods and in the provisional tax periods of the 2023 accounting period regardless of whether the conditions for the inflation adjustment within the scope of the repeated Article 298 are met. POA made a declaration on the Implementation of Financial Reporting in High Inflation Economies under TFRS on 20 January 2022 and it was stated that there was no need to make any adjustments within the scope of TAS 29 Financial Reporting in Hyperinflationary Economies in the consolidated financial statements for 2021.

#### Deferred Tax

The Group recognizes deferred tax assets and liabilities based upon temporary differences arising between its financial statements as reported for TFRS purposes and its statutory tax financial statements. These differences usually result in the recognition of revenue and expenses in different reporting periods for TFRS and tax purposes and they are given below. As of 31 March 2022, tax rate used in the calculation of deferred tax assets and liabilities was %20 over temporary timing differences (31 December 2021: 23% for the part that will create tax effect in 2022, 20% for the part that will generate tax in 2023 and beyond). In Turkey, the companies cannot declare a consolidated tax return, therefore subsidiaries that have deferred tax assets position were not netted off against subsidiaries that have deferred tax liabilities position and disclosed separately.

The Group revalued its tangible and intangible assets and their depreciation as of 31 December 2021, within the scope of the Tax Procedure Law General Communiqué (Sequence No: 530) published by the Ministry of Treasury and Finance. Due to TFRS, related assets are continued to be accounted under cost method. It has calculated the deferred tax asset/liability, which is currently calculated over the temporary difference between TFRS and TPL, over the current TPL values that will occur with the effect of revaluation, and the deferred tax income that will arise due to this application, to the extent that the recovery of the said tax advantage is deemed possible, is calculated as a single income tax accounted for in the table, the effect of deferred tax assets is TRY 59.971 thousand (31 December 2021: TRY 59.971 thousand).

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## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

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### NOTE 22 - TAXES ON INCOME (DEFERRED TAX ASSET AND LIABILITIES INCLUDED) (Continued)

#### Investment Incentive Certificate

The Group has various investment incentive certificates that were signed by the Turkish Ministry of Economy and approved by General Directorate of Incentive Implementation and Foreign Capital. With those incentives, the Group is eligible for a corporate tax deduction rate ranging between 40%- 80% for an unlimited time, which amounts to a total deferred tax asset of TRY228,549 (December 31, 2021: TRY200,394). Respective deferred tax asset was calculated to be 15%- 40% of total investment contribution with regards to the respective investment incentive certificates. Additionally, the Group is entitled to social security premium support from the Turkish Ministry of Economy, related to the hospitals that have completed their greenfield investments. Such investment income of TRY3,546 will be netted off against personnel expenses over the period of 2020-2026.

As of March 31, 2022, the Group has tax loss amounting to TRY 62,841 (December 31, 2021: TRY 95,280). TRY 14,453 (December 31, 2021: TRY 23,820) deferred tax assets have been recorded concerning this loss.

Deferred tax assets/(liabilities):	March 31, 2022	December 31, 2021
Tax losses carried forward	14,453	23,820
Depreciation differences of tangible and intangible assets	(120,414)	(120,465)
Provision for employment termination benefits	5,776	4,966
Vacation pay liability	10,102	7,379
Temporary difference between the tax base and carrying amount of financial liabilities	(2,581)	(3,544)
Prepaid building expenses	(396)	(707)
Tax advantage from investment incentive	228,549	200,394
Right of use asset	71,911	70,697
Other	108,025	102,922
	<b>317,270</b>	<b>285,462</b>
Deferred tax asset	444,560	421,896
Deferred tax liability	(129,135)	(136,434)
	<b>315,425</b>	<b>285,462</b>

Tax losses carried forward and their expiry dates are as follows:

	March 31, 2022	
Expiration schedule of carryforward tax losses	Losses carried forward for which deferred tax assets recognized	Losses carried forward for which deferred tax assets not recognized
Expiring in 2022	13,192	-
Expiring in 2023	11,709	-
Expiring in 2024	6,640	-
Expiring in 2025	20,915	-
Expiring in 2026	9,320	-
Expiring in 2027	1,066	-
	<b>62,842</b>	<b>-</b>

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

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### NOTE 22 - TAXES ON INCOME (DEFERRED TAX ASSET AND LIABILITIES INCLUDED) (Continued)

	31 December 2021	
	Losses carried forward for which deferred tax assets recognized	Losses carried forward for which deferred tax assets not recognized
<b>Expiration schedule of carryforward tax losses</b>		
Expiring in 2022	29,817	-
Expiring in 2023	12,640	-
Expiring in 2024	15,924	-
Expiring in 2025	27,697	-
Expiring in 2026	9,202	-
	<b>95,280</b>	<b>-</b>

Movement of deferred tax (assets)/liabilities for the period ended March 31, 2022 and March 31, 2021 are as follows:

	January 1 - March 31, 2022	January 1 - March 31, 2021
<b>Movement of deferred tax liabilities:</b>		
Opening balance as at January 1	(285,462)	(217,879)
Charged to profit or loss	(29,548)	21,913
Charged to equity	(415)	563
<b>Closing balance as at year end</b>	<b>(315,425)</b>	<b>(195,403)</b>

The reconciliation of the current tax expense and net income for the period is as follows:

	January 1 - March 31, 2022	January 1 - March 31, 2021
<b>Reconciliation of tax provision:</b>		
Loss before tax	209,745	114,726
Tax at the domestic income tax rate of 23% (2021: 25%)	(48,241)	(22,945)
Tax effects of:		
- Expenses that are not deductible in	(21,939)	(6,074)
- Effect of tax advantage from investment incentive	28,155	12,685
- Tax losses carried forward not subject to deferred tax	-	(22,151)
- Change in income tax rate from 20% to 25%	(9,634)	-
- Reduced corporate tax effect	24,004	3,315
- Other	17,860	325
<b>Income tax income recognised in profit or loss</b>	<b>(9,795)</b>	<b>(34,845)</b>

In the Material Event Disclosure dated March 26, 2021, as a result of the procedural tax review regarding the technical transactions, including the mergers of the companies in the past, 91,441 thousand TRY has been requested to be canceled and the judicial process regarding the issue continues. According to the opinion of the Company Management; Regarding the other transactions, the continuation of the legal process and the finalization accordingly, the possibility of the exit of the economic benefit resources, the opinions of the company legal consultants and tax experts, 31 March 2022 in some summary period, no provision in the financial statements in the interim financial statements. No provision has been made.



## MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

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#### NOTE 23 - EARNINGS PER SHARE

The weighted average number of shares and earnings per share is as follows:

<b>Earnings/(loss) per share</b>	<b>March 31, 2022</b>	<b>March 31, 2021</b>
Weighted average number of shares	208,037	208,037
Net loss for the period for the equity holders of the parent	170,037	65,648
<b>Earnings per share</b>	<b>0.82</b>	<b>0.32</b>

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

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### NOTE 24 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

#### Financial Risk Factors

##### Foreign currency risk management

#### Foreign currency risk

Transactions in foreign currencies expose the Company to foreign currency risk. Exchange rate exposures are managed within approved policy parameters utilising forward foreign exchange contracts. The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities at the reporting date are as follows:

March 31, 2022

	TRY Equivalent (Functional currency)	USD	EUR	GBP
1. Trade receivables	67,441	3,691	823	(2)
2a. Monetary financial assets	110,355	4,097	3,078	8
2b. Non monetary financial assets	28,972	61	1,717	4
3. Other	8,312	-	510	-
<b>4. Current Assets</b>	<b>215,080</b>	<b>7,849</b>	<b>6,128</b>	<b>10</b>
6b. Non monetary financial assets	45,871	3,132	-	-
7. Other	235	-	14	-
<b>8. Non-current assets</b>	<b>46,106</b>	<b>3,132</b>	<b>14</b>	<b>-</b>
<b>9. Total assets</b>	<b>261,186</b>	<b>10,981</b>	<b>6,142</b>	<b>10</b>
10. Trade payables	(10,356)	(549)	(142)	-
11a. Financial liabilities (loans)	-	-	-	-
11b. Financial liabilities (leasing)	(87,845)	(535)	(4,906)	-
11c. Lease Liabilities	(11,204)	-	(687)	-
12a. Other monetary liabilities	(137,419)	(4,777)	(4,128)	(7)
<b>13. Current liabilities</b>	<b>(246,824)</b>	<b>(5,861)</b>	<b>(9,863)</b>	<b>(7)</b>
15a. Financial liabilities (loans)	-	-	-	-
15b. Financial liabilities (leasing)	(30,213)	(279)	(1,602)	-
15c. Lease Liabilities	(75,362)	-	(4,621)	-
<b>17. Non-current liabilities</b>	<b>(105,575)</b>	<b>(279)</b>	<b>(6,223)</b>	<b>-</b>
<b>18. Total liabilities</b>	<b>(352,399)</b>	<b>(6,140)</b>	<b>(16,086)</b>	<b>(7)</b>
<b>19. Net assets / liability position of off-balance sheet derivatives (19a-19b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>19a. Off balance sheet foreign currency derivative assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>19b. Off balance sheet foreign currency derivative liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>20. Net foreign currency asset liability position (9+18+19)</b>	<b>(91,213)</b>	<b>4,841</b>	<b>(9,944)</b>	<b>3</b>
<b>21. Monetary Items Net Foreign Currency Asset/Liability Position (1+2a+10+11+12a+14+15+16a)</b>	<b>(174,603)</b>	<b>1,648</b>	<b>(12,185)</b>	<b>(1)</b>

As a result of the evaluation of the provision of the temporary 14th article of the Law on the Amendment of the Tax Procedure Law and the Corporate Tax Law published in the Official Gazette dated 29.01.2022 and numbered 31734; On February 15, 2022, a Currency Protected Deposit transaction amounting to TRY 102,757 (EUR 6,600) was made. Since the related EUR balance is converted to TRY on the transaction date, it is not included in the above mentioned Foreign Currency Position.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

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### NOTE 24 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

December 31, 2021

	TRY Equivalent (Functional currency)	USD	EUR	GBP
1. Trade receivables	44,218	2,454	845	(2)
2a. Monetary financial assets	325,178	10,577	12,794	4
2b. Non monetary financial assets	25,892	28	1,734	4
3. Other	7,134	-	486	-
<b>4. Current Assets</b>	<b>402,422</b>	<b>13,059</b>	<b>15,859</b>	<b>6</b>
6b. Non monetary financial assets	40,646	3,132	-	-
7. Other	31	-	2	-
<b>8. Non-current assets</b>	<b>40,677</b>	<b>3,132</b>	<b>2</b>	<b>-</b>
<b>9. Total assets</b>	<b>443,099</b>	<b>16,191</b>	<b>15,861</b>	<b>6</b>
10. Trade payables	(15,333)	(867)	(278)	-
11a. Financial liabilities (loans)	-	-	-	-
11b. Financial liabilities (leasing)	(99,753)	(731)	(6,148)	-
11c. Lease Liabilities	(9,720)	-	(662)	-
12a. Other monetary liabilities	(156,011)	(5,448)	(5,808)	(2)
<b>13. Current liabilities</b>	<b>(280,817)</b>	<b>(7,046)</b>	<b>(12,896)</b>	<b>(2)</b>
15a. Financial liabilities (loans)	-	-	-	-
15b. Financial liabilities (leasing)	(37,963)	(279)	(2,339)	-
15c. Lease Liabilities	(70,519)	-	(4,803)	-
<b>17. Non-current liabilities</b>	<b>(108,482)</b>	<b>(279)</b>	<b>(7,142)</b>	<b>-</b>
<b>18. Total liabilities</b>	<b>(389,299)</b>	<b>(7,325)</b>	<b>(20,038)</b>	<b>(2)</b>
<b>19. Net assets / liability position of off-balance sheet derivatives (19a-19b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>19a. Off balance sheet foreign currency derivative assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>19b. Off balance sheet foreign currency derivative liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>20. Net foreign currency asset liability position (9+18+19)</b>	<b>53,800</b>	<b>8,866</b>	<b>(4,177)</b>	<b>4</b>
<b>21. Monetary Items Net Foreign Currency Asset/Liability Position (1+2a+10+11+12a+14+15+16a)</b>	<b>(19,903)</b>	<b>5,706</b>	<b>(6,399)</b>	<b>-</b>

#### Foreign currency sensitivity

The Group is exposed to foreign exchange risk arising primarily from USD and EUR.

The following table details the Group's sensitivity to a 20% increase and decrease against the relevant foreign currencies. 20% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 20% change in foreign currency rates. The sensitivity analysis includes external loans as well as loans to foreign operations within the Group where the denomination of the loan is in a currency other than the currency of the lender or the borrower. A positive number below indicates an increase in profit/loss or equity where the TRY strengthens 20% against the relevant currency. For a 20% weakening of the TRY against the relevant currency, there would be a comparable impact on the profit before tax or equity, and the balances would be negative.

# MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

### NOTE 24 - FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

#### March 31, 2021

	Profit/Loss	
	Valuation of foreign currency	Devaluation of foreign currency
<b>In the case of US dollar gaining 20% value against TRY</b>		
1 - USD net asset/(liability)	14,180	(14,180)
2- Portion hedged against USD risk (-)	-	-
<b>3- USD net effect (1 +2)</b>	<b>14,180</b>	<b>(14,180)</b>
<b>In the case of EUR gaining 20% value against TRY</b>		
4 - EUR net asset/(liability)	(32,434)	32,434
5 - Portion hedged against EUR risk (-)	-	-
<b>6- EUR net effect (4+5)</b>	<b>(32,434)</b>	<b>32,434</b>
<b>TOTAL (3 + 6)</b>	<b>(18,254)</b>	<b>18,254</b>

#### 31 December 2021

	Valuation of foreign currency	Devaluation of foreign currency
<b>In the case of US dollar gaining 20% value against TRY</b>		
1 - USD net asset/liability	23,009	(23,009)
2- Portion hedged against USD risk (-)	-	-
<b>3- USD net effect (1 +2)</b>	<b>23,009</b>	<b>(23,009)</b>
<b>In the case of EUR gaining 20% value against TRY</b>		
4 - EUR net asset/liability	(12,265)	12,265
5 - Portion hedged against EUR risk (-)	-	-
<b>6- EUR net effect (4+5)</b>	<b>(12,265)</b>	<b>12,265</b>
<b>Total (3+6)</b>	<b>10,744</b>	<b>(10,744)</b>

## **MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022**

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

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#### **NOTE 25 - EVENTS AFTER THE REPORTING PERIOD**

MLP Health Services Inc. ("Company") and MP Sağlık Hizmetleri A.Ş. ("MP Sağlık") have signed a share transfer agreement dated 16 March 2022 regarding the share transfers of its two subsidiaries. According to this share transfer agreement, the company will transfer its 56% shares in Sentez Sağlık Hizmetleri A.Ş. ("Sentez"), one of its subsidiaries, to MP Sağlık, which is a 44% minority shareholder. The Company will increase its shareholding rate from 75% to 100% by purchasing the 25% shares of MP Sağlık, the minority partner of MS Sağlık Hizmetleri Ticaret A.Ş. ("MS Sağlık"), one of its subsidiaries.

The aforementioned share transfer agreement is a conditional/forward agreement, and if the Competition Board's permission is obtained and certain commercial conditions are fulfilled, the share transfers will be made mutually.

In the event that the closing procedures are carried out pursuant to the share transfer agreement, all shares of our Company in Sentez Sağlık will be transferred to the buyer MP Sağlık, and our shareholding rate in MS Health will be increased from 75% to 100%, making our Company the sole shareholder. .

Three hospitals (İzmir, Gaziantep and Batman) are operated under the subsidiary of Sentez. Liv Hospital Ankara hospital is operated under MS Health, the other subsidiary subject to the transfer.

## MLP SAĞLIK HİZMETLERİ A.Ş. AND ITS SUBSIDIARIES

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT MARCH 31, 2022

(Amounts expressed in thousands Turkish Lira ("TRY") unless otherwise stated.)

#### APPENDIX I EARNINGS BEFORE INTEREST TAXES DEPRECIATION AND AMORTISATION ("EBITDA")

Interest, Tax, Depreciation and Amortization ("EBITDA") is calculated by the Group Management with the addition of the period's depreciation and amortization, financial income and expenses, other adjustments and tax deductions to net loss before tax.

The EBITDA calculation movements for the period ended March 31, 2022 and March 31, 2021 are as follow:

EBITDA CALCULATION	March 31, 2022	March 31, 2021
i. Net loss before tax	209,745	114,726
ii. Depreciation and amortization of tangible and intangible fixed assets including non-cash provisions related to assets such as goodwill	108,884	72,855
iii. Total net finance expenses, net of interest income	139,548	117,991
iv. Fx gains/losses, net under finance expenses	22,636	9,098
v. Fair value differences of derivative instruments (Note 21)	-	-
vi. Extraordinary (income)/expenses	24,410	18,503
vii. Rediscount income/expense (net imputed interest)	3,576	(1,453)
viii. Gain on bargain purchase price	-	-
ix. Legal case provision expenditures which are reflected to financial statements by the general accounting principles;	554	5,560
x. Unused vacation pay provision expenses which are reflected to financial statements by the general accounting principles;	13,616	4,491
xi. Retirement pay provision expenses which are reflected to financial statements by the general accounting principles;	5,988	3,927
xii. Doubtful receivables provision expenses which are reflected to financial statements by the general accounting principles;	1,120	258
xiii. Non cash sale and lease back expenses which are reflected to financial statements by the general accounting principles (Note 3);	197	197
xiii. (Income)/expenses from investment operations;	(11,512)	(232)
<b>EBITDA</b>	<b>518,762</b>	<b>345,921</b>
TFRS 16 Lease payment effect	(102,019)	(75,281)
<b>Adjusted EBITDA</b>	<b>416,743</b>	<b>270,640</b>