

**TAV Havalimanları Holding A.Ş.  
and its Subsidiaries**

**Interim Condensed Consolidated Financial Statements  
As at and for the Three-Month Period Ended 31 March 2023**

**Report Date 25 April 2023**

This report contains the “Interim Condensed Consolidated Financial Statements and their explanatory notes” comprising 47 pages.

**TAV Havalimanları Holding A.Ş.  
and its Subsidiaries**

**Table of Contents**

Interim Condensed Consolidated Statement of Financial Position  
Interim Condensed Consolidated Statement of Profit or Loss and Comprehensive Income  
Interim Condensed Consolidated Statement of Changes in Equity  
Interim Condensed Consolidated Statement of Cash Flows  
Notes to the Interim Condensed Consolidated Financial Statements

## Notes to the interim condensed consolidated financial statements

	<b>Page</b>
<b>1</b> Reporting entity	8-9
<b>2</b> Basis of preparation	10-11
<b>3</b> Changes in accounting policies	11-13
<b>4</b> Determination of fair values	13-14
<b>5</b> Operating segment	15-19
<b>6</b> Operating revenue	19
<b>7</b> Tax expense	20-21
<b>8</b> Finance income and finance cost	21-22
<b>9</b> Airport operation right	23-24
<b>10</b> Other receivables, current and non-current assets	25
<b>11</b> Trade receivables	25
<b>12</b> Cash and cash equivalents	26
<b>13</b> Restricted bank balances	27
<b>14</b> Capital and reserves	28
<b>15</b> Earnings per share	29
<b>16</b> Loans and borrowings	30-32
<b>17</b> Other payables	32-33
<b>18</b> Financial assets	33
<b>19</b> Derivative financial instruments	34
<b>20</b> Financial instruments	35-38
<b>21</b> Commitments, contingencies and contractual obligations	39
<b>22</b> Related parties	40-43
<b>23</b> Interests in other entities	44-47
<b>24</b> Subsequent events	47

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Interim Condensed Consolidated Statement of Financial Position

As at 31 March 2023

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

	<u>Notes</u>	<u>(Unaudited) 31 March 2023</u>	<u>Audited 31 December 2022</u>
<b>ASSETS</b>			
Property and equipment		501,836	487,345
Intangible assets		19,448	19,888
Airport operation right	9	1,644,383	1,652,220
Right of use assets		74,907	56,754
Equity-accounted investments	23	697,006	755,853
Goodwill		217,752	219,206
Derivative financial instruments	19	49,675	53,613
Non-current due from related parties	22	128,553	144,016
Other non-current assets	10	108,873	107,913
Deferred tax assets		28,643	28,593
<b>Total non-current assets</b>		<b><u>3,471,076</u></b>	<b><u>3,525,401</u></b>
Inventories		67,853	50,169
Financial assets	18	70,043	45,466
Trade receivables	11	142,746	113,771
Due from related parties	22	18,529	20,078
Other receivables and current assets	10	179,939	159,264
Cash and cash equivalents	12	251,804	258,015
Restricted bank balances	13	46,797	105,569
<b>Total current assets</b>		<b><u>777,711</u></b>	<b><u>752,332</u></b>
<b>TOTAL ASSETS</b>		<b><u>4,248,787</u></b>	<b><u>4,277,733</u></b>

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

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Interim Condensed Consolidated Statement of Financial Position

As at 31 March 2023

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

	Notes	(Unaudited) 31 March 2023	Audited 31 December 2022
<b>EQUITY</b>			
Share capital	14	162,384	162,384
Share premium		220,286	220,286
Legal reserves		121,975	121,975
Other reserves		(70,017)	(74,341)
Purchase of shares of entities under common control		40,064	40,064
Cash flow hedge reserve		44,636	46,885
Translation reserves		(47,324)	(38,431)
Retained earnings		685,088	725,838
<b>Total equity attributable to equity holders of the Company</b>		<b>1,157,092</b>	<b>1,204,660</b>
<b>Non-controlling interests</b>	23	22,301	19,998
<b>Total Equity</b>		<b>1,179,393</b>	<b>1,224,658</b>
<b>LIABILITIES</b>			
Loans and borrowings	16	1,190,772	1,007,692
Reserve for employee severance indemnity		25,519	24,029
Due to related parties	22	455,655	465,279
Deferred income		14,111	11,724
Other payables	17	653,043	709,987
Liabilities from equity-accounted investments		9,605	9,542
Deferred tax liabilities		91,369	93,595
<b>Total non-current liabilities</b>		<b>2,440,074</b>	<b>2,321,848</b>
Bank overdraft	12	710	378
Loans and borrowings	16	288,067	387,677
Trade payables		61,000	70,415
Due to related parties	22	451	735
Derivative financial instruments	19	-	173
Current tax liabilities	7	19,427	10,820
Other payables	17	236,790	208,231
Provisions		7,371	6,936
Deferred income		15,504	45,862
<b>Total current liabilities</b>		<b>629,320</b>	<b>731,227</b>
<b>Total Liabilities</b>		<b>3,069,394</b>	<b>3,053,075</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>4,248,787</b>	<b>4,277,733</b>

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Interim Condensed Consolidated Statement of Profit or Loss and Comprehensive Income For the Three-Month Period Ended 31 March 2023

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

	Notes	(Unaudited) 1 January- 31 March 2023	(Unaudited) 1 January- 31 March 2022
Operating revenue	6	251,017	149,168
Other operating income		1,014	106
Cost of catering inventory sold		(9,594)	(5,278)
Cost of fuel sold		(54,961)	(21,243)
Cost of services rendered		(24,845)	(13,328)
Personnel expenses		(76,027)	(45,063)
Concession and rent expenses		(304)	(222)
Depreciation and amortisation expenses		(21,645)	(17,228)
Other operating expenses		(42,633)	(31,577)
Share of profit of equity-accounted investments, net of tax	23	(13,380)	(5,630)
<b>Operating profit</b>		<b>8,642</b>	<b>9,705</b>
Finance income	8	6,612	3,241
Finance costs	8	(47,214)	(27,755)
<b>Net finance costs</b>		<b>(40,602)</b>	<b>(24,514)</b>
<b>Net monetary position gains</b>		<b>2,133</b>	<b>-</b>
<b>Loss before tax</b>		<b>(29,827)</b>	<b>(14,809)</b>
Tax expense	7	(13,894)	(4,772)
<b>Loss for the period</b>		<b>(43,721)</b>	<b>(19,581)</b>
Net results from discontinued activities		(22)	(543)
<b>Loss for the period after discontinued operations</b>		<b>(43,743)</b>	<b>(20,124)</b>
<b>Other comprehensive income</b>			
<b>Items that will not be reclassified to profit or loss:</b>			
Defined benefit obligation actuarial differences		11	-
Defined benefit obligation actuarial differences from equity accounted investments		(4,483)	(1,026)
Tax on defined benefit obligation actuarial differences		(2)	-
Tax on defined benefit obligation actuarial differences from equity accounted investments		10	8
<b>Total items that will not be reclassified to profit or loss</b>		<b>(4,464)</b>	<b>(1,018)</b>
<b>Items that are or may be reclassified subsequently to profit or loss:</b>			
Effective portion of changes in fair value of cash flow hedges	8	(3,248)	27,015
Effective portion of changes in fair value of cash flow hedges from equity accounted investments	8	(26)	106
Foreign currency translation differences for foreign operations	8	(5,959)	4,936
Foreign currency translation differences for foreign operations from equity accounted investments		(2,149)	(1,831)
Tax on cash flow hedge reserves	8	644	(5,331)
Tax on cash flow hedge reserves from equity accounted investments		381	(105)
<b>Total items that are or may be reclassified subsequently to profit or loss</b>		<b>(10,357)</b>	<b>24,790</b>
<b>Other comprehensive income for the period, net of tax</b>		<b>(14,821)</b>	<b>23,772</b>
<b>Total comprehensive income for the period</b>		<b>(58,564)</b>	<b>3,648</b>

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

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Interim Condensed Consolidated Statement of Profit or Loss and Comprehensive Income For the Three-Month Period Ended 31 March 2023

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

	<u>Notes</u>	<u>(Unaudited) 1 January- 31 March 2023</u>	<u>(Unaudited) 1 January- 31 March 2022</u>
<b>Loss attributable to:</b>			
Owners of the Company		(45,261)	(21,470)
Non-controlling interest	23	<u>1,518</u>	<u>1,346</u>
<b>Loss for the period</b>		<b><u>(43,743)</u></b>	<b><u>(20,124)</u></b>
<b>Total comprehensive income attributable to:</b>			
Owners of the Company		(60,867)	2,054
Non-controlling interest		<u>2,303</u>	<u>1,594</u>
<b>Total comprehensive (loss)/income for the period</b>		<b><u>(58,564)</u></b>	<b><u>3,648</u></b>
<b>Weighted average number of shares outstanding</b>		<b><u>363,281,250</u></b>	<b><u>363,281,250</u></b>
<b>Basic loss per share for continued operations</b>	15	<b>(0.12)</b>	<b>(0.06)</b>
<b>Basic loss per share for discontinued operations</b>	15	<b>(0.00)</b>	<b>(0.00)</b>

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

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Interim Condensed Consolidated Statement of Changes in Equity For the Three-Month Period Ended 31 March 2023

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

	Attributable to owners of the Company											Non-Controlling Interests	Total Equity
	Share Capital	Share Premium	Legal Reserves	Other Reserves	Treasury Reserves	Purchase of Shares of Entities Under Common Control	Cash Flow Hedge Reserve	Translation Reserves	Retained Earnings	Total			
<b>Balance at 1 January 2022</b>	<b>162,384</b>	<b>220,286</b>	<b>121,975</b>	<b>(52,523)</b>	<b>(4,282)</b>	<b>40,064</b>	<b>(17,895)</b>	<b>(64,975)</b>	<b>590,668</b>	<b>995,702</b>	<b>14,951</b>	<b>1,010,653</b>	
<b>Total comprehensive income for the period</b>													
(Loss)/profit for the period	-	-	-	-	-	-	-	-	(21,470)	(21,470)	1,346	(20,124)	
Other comprehensive income													
Effective portion of changes in fair value of cash flow hedges, net of tax	-	-	-	-	-	-	21,685	-	-	21,685	-	21,685	
Defined benefit obligation actuarial differences, net of tax	-	-	-	-	-	-	-	-	(1,018)	(1,018)	-	(1,018)	
Foreign currency translation differences for foreign operations	-	-	-	-	-	-	-	2,857	-	2,857	248	3,105	
Total other comprehensive income	-	-	-	-	-	-	21,685	2,857	(1,018)	23,524	248	23,772	
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21,685</b>	<b>2,857</b>	<b>(22,488)</b>	<b>2,054</b>	<b>1,594</b>	<b>3,648</b>	
<b>Balance at 31 March 2022</b>	<b>162,384</b>	<b>220,286</b>	<b>121,975</b>	<b>(52,523)</b>	<b>(4,282)</b>	<b>40,064</b>	<b>3,790</b>	<b>(62,118)</b>	<b>568,180</b>	<b>997,756</b>	<b>16,545</b>	<b>1,014,301</b>	
<b>Balance at 1 January 2023</b>	<b>162,384</b>	<b>220,286</b>	<b>121,975</b>	<b>(74,341)</b>	<b>-</b>	<b>40,064</b>	<b>46,885</b>	<b>(38,431)</b>	<b>725,838</b>	<b>1,204,660</b>	<b>19,998</b>	<b>1,224,658</b>	
<b>Total comprehensive income for the period</b>													
(Loss)/profit for the period	-	-	-	-	-	-	-	-	(45,261)	(45,261)	1,518	(43,743)	
Other comprehensive income													
Effective portion of changes in fair value of cash flow hedges, net of tax	-	-	-	-	-	-	(2,249)	-	-	(2,249)	-	(2,249)	
Defined benefit obligation actuarial differences, net of tax	-	-	-	-	-	-	-	-	(4,464)	(4,464)	-	(4,464)	
Foreign currency translation differences for foreign operations	-	-	-	-	-	-	-	(8,893)	-	(8,893)	785	(8,108)	
Total other comprehensive income	-	-	-	-	-	-	(2,249)	(8,893)	(4,464)	(15,606)	785	(14,821)	
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,249)</b>	<b>(8,893)</b>	<b>(49,725)</b>	<b>(60,867)</b>	<b>2,303</b>	<b>(58,564)</b>	
<b>Transactions with owners of the Company, recognised directly in equity</b>													
<i>Contributions by and distributions to owners of the Company</i>													
Effect of IAS 29 indexation	-	-	-	-	-	-	-	-	8,975	8,975	-	8,975	
Other changes in equity	-	-	-	4,324	-	-	-	-	-	4,324	-	4,324	
<b>Total transactions with owners of the Company</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,324</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,975</b>	<b>13,299</b>	<b>-</b>	<b>13,299</b>	
<b>Balance at 31 March 2023</b>	<b>162,384</b>	<b>220,286</b>	<b>121,975</b>	<b>(70,017)</b>	<b>-</b>	<b>40,064</b>	<b>44,636</b>	<b>(47,324)</b>	<b>685,088</b>	<b>1,157,092</b>	<b>22,301</b>	<b>1,179,393</b>	

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



# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Interim Condensed Consolidated Statement of Cash Flows For the Three-Month Period Ended 31 March 2023

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

	Notes	(Unaudited) 1 January- 31 March 2023	(Unaudited) 1 January- 31 March 2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Loss for the period		(43,721)	(19,581)
Loss from discontinued operations		(22)	(543)
Adjustments for:			
Amortisation of airport operation right	9	8,127	6,506
Depreciation of property and equipment		12,740	10,149
Amortisation of intangible assets		778	573
Concession and rent expenses		304	222
Provision for employee severance indemnity		1,932	554
Provision for doubtful receivables		230	2,223
Provision set/(released) for unused vacation		777	(285)
Discount on receivables, payables and financial liabilities, net		(141)	-
Loss on sale of property and equipment		24	216
Interest income		(4,917)	(1,510)
Interest expense on financial liabilities		28,421	15,174
Tax expense	7	13,900	4,855
Unwinding of discount on concession receivable and payable		9,580	8,455
Share of profit of equity-accounted investments, net of tax	23	13,380	5,630
Unrealised foreign exchange differences on statement of financial position items		(3,337)	(1,154)
Net monetary position gains		(2,186)	-
<b>Cash flows from operating activities</b>		<b>35,869</b>	<b>31,484</b>
Change in current trade receivables		(30,166)	(6,731)
Change in non-current trade receivables		-	2,246
Change in inventories		(18,444)	1,806
Change in due from related parties		2,058	(317)
Change in other receivables and assets		(20,101)	5,749
Change in trade payables		(10,581)	(777)
Change in due to related parties		(284)	(2,166)
Change in other payables and provisions		(60,370)	3,448
<b>Cash (used in) / provided from operations</b>		<b>(102,019)</b>	<b>34,742</b>
Income taxes paid	7	(6,285)	(4,027)
Retirement benefits paid		(235)	(208)
<b>Net cash (used in) / provided from operating activities</b>		<b>(108,539)</b>	<b>30,507</b>

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

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Interim Condensed Consolidated Statement of Cash Flows For the Three-Month Period Ended 31 March 2023

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

	Notes	(Unaudited) 1 January- 31 March 2023	(Unaudited) 1 January- 31 March 2022
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of property, equipment and intangible assets		556	2,179
Acquisition of property and equipment		(28,305)	(22,233)
Purchase of other financial assets		(49,577)	(21,058)
Proceeds from other financial assets		25,000	-
Acquisition of intangible assets		(195)	(114)
Change in due from related parties		17,617	2,991
Dividends from equity-accounted investments		46,075	1,723
Acquisition of non-consolidated investments		(426)	(375,648)
<b>Net cash provided from / (used in) investing activities</b>		<b>10,745</b>	<b>(412,160)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings		93,217	257,140
Repayment of borrowings		(33,758)	(80,726)
Interest received		2,396	632
Interest paid		(6,923)	(4,466)
Change in due to related parties		(18,550)	301,063
Change in restricted bank balances		58,767	(15,945)
Change in finance lease liabilities		(3,898)	(4,837)
<b>Net cash provided from financing activities</b>		<b>91,251</b>	<b>452,861</b>
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(6,543)</b>	<b>71,208</b>
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY</b>	12	<b>257,637</b>	<b>92,515</b>
<b>CASH AND CASH EQUIVALENTS AT 31 MARCH</b>	12	<b>251,094</b>	<b>163,723</b>

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

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 1. REPORTING ENTITY

TAV Havalimanları Holding A.Ş. (“TAV”, “TAV Holding” or “the Company”) was established in 1997 under the name of Tepe Akfen Vie Yatırım Yapım ve İşletme A.Ş. in Turkey for the purpose of reconstructing the İstanbul Atatürk Airport (International Lines Building) and operating it for a limited period of 66 months. On 7 August 2006, the Company’s name has been changed to TAV Havalimanları Holding A.Ş.. The address of the Company’s registered office is Vadi İstanbul Bulvarı, Ayazağa Mah. Azerbaycan Cad. Sarıyer, İstanbul, Turkey.

The Company is listed in Borsa İstanbul since 23 February 2007 and the Company’s shares are traded as “TAVHL”.

The interim condensed consolidated financial statements of the Company as at and for the three-month period ended 31 March 2023 comprise the Company and its subsidiaries (together referred to as the “Group” and individually as “Group entities”) and the Group’s interests in joint ventures.

Changes in ownership interest percentages of the Company’s subsidiaries since 31 December 2022 are as follows:

Name of Subsidiary	Principal Activity	Place of operation	31 March 2023		31 December 2022	
			Ownership interest %	Voting power held %	Ownership interest %	Voting power held %
TAV Ankara Yatırım Yapım ve İşletme A.Ş. (“TAV Ankara”)	Ankara Airport Terminal Services	Turkey	100.00	100.00	-	-
Primeclass Santiago SPA (“TAV İşletme SASA”)	Lounge Services	Chile	50.00	50.00	-	-
Kazakhstan Operation Services LLP (“TAV İşletme Kazakistan”)	Lounge Services	Kazakhstan	100.00	100.00	-	-

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

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 1. REPORTING ENTITY (continued)

#### Description of Operations

The Group and its joint ventures' core businesses are related to the construction of terminal buildings, management and operation of terminals or airports. TAV Esenboğa entered into Build-Operate-Transfer ("BOT") agreements with Devlet Hava Meydanları İşletmesi Genel Müdürlüğü (General Directorate of State Airports Authority) ("DHMI"), TAV Tbilisi with JSC Tbilisi International Airport ("JSC"), TAV Batumi with Georgian Ministry of Economic Development ("GMED"), TAV Tunisia with Tunisian Airport Authority (Office De L'Aviation Civil Et Des Aeroports) ("OACA"), Ministry of Transportation ("MOT"), TAV Macedonia with Macedonian Ministry of Transportation and Communication ("MOTC"). Tibah Development entered into Build-Transfer-Operate ("BTO") agreement with General Authority of Civil Aviation ("GACA"). TAV Ege, TAV Milas Bodrum, TAV Gazipaşa and TAV Antalya entered into concession agreement with DHMI and Medunarodna Zracna Luka Zagreb D.D. ("MZLZ") with Ministry of Maritime Affairs, Transport and Infrastructure of The Republic of Croatia ("MMTI"). Under these agreements, the Group agrees to build or renovate or manage an airport or terminal within a specified period of time and in exchange receives the right to operate the airport and terminal for a pre-established period of time. At the end of the contracts, the Group will transfer the ownership of the terminal buildings or airports back to the related public authority, DHMI, JSC, GMED, OACA, MOT, MOTC, GACA and MMTI accordingly. Group also signs separate contracts related with the airport operations. On 3 June 2005, TAV İstanbul signed a rent agreement to operate Atatürk International Airport Terminal ("AIAT") and Atatürk Domestic Airport Terminal ("ADAT") for 15.5 years until year 2021. According to the concession agreement dated 16 December 2011, TAV Ege started renting and operating the international terminal of İzmir Adnan Menderes Airport at 10 January 2015. The Group indirectly acquired 85% of AIA and VT through its holding companies in 2021.

State Airports Authority (DHMI) has declared to the Group in its formal letter that, the applications that the Group had made as per Group's operating contracts due to the Force Majeure conditions created by pandemic related travel restrictions have been evaluated and the operating periods of the following airports that the Group operates in Turkey which are Antalya, Ankara Esenboğa, Gazipaşa-Alanya, İzmir Adnan Menderes and Milas-Bodrum have been extended for two years. The Group has successfully completed force majeure compensation discussions with the Ministry of Transport and Communication of North Macedonia, to compensate for the negative effects of the COVID-19 pandemic. TAV Macedonia DOOEL and the Ministry of Transport and Communication of North Macedonia have signed an agreement in regards to these discussions.

As per this agreement, the concession periods of Skopje and Ohrid airports that Group operates in North Macedonia have each been extended for two years and thus the concession expiry date for these airports which was June 2030, has been updated to June 2032.

#### Seasonality of Operations

Due to seasonal nature of operations, higher revenues and operating profits are usually expected in the second half of the year rather than in the first six months. Higher sales during the period June to August are mainly attributed to the increased number of passengers during the peak season.

The Group employs 18,426 in subsidiaries (average: 18,126) and 9,427 in joint ventures (average: 9,296) people as at 31 March 2023 (31 December 2022: 17,840 in subsidiaries (average: 17,644) and 9,062 in joint ventures (average: 9,095)).

TAV İstanbul employs no personnel (31 December 2022: 3 (average: 4)) as at 31 March 2023.

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 2. BASIS OF PREPARATION

#### a) Statement of compliance

The interim condensed consolidated financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting*.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2022.

The interim condensed consolidated financial statements were authorized for issue by the Board of Directors on 25 April 2023. The power to change the interim condensed consolidated financial statements after the issuing of the interim condensed consolidated financial statements is held by the General Assembly. The interim condensed consolidated financial statements do not include all the notes of the type normally included in an annual consolidated financial statements. Accordingly, this interim condensed consolidated financial statements should be read in conjunction with the annual report for the year ended 31 December 2022.

#### b) Basis of measurement

The interim condensed consolidated financial statements have been prepared on the historical cost basis except for financial liabilities at fair value through profit or loss and derivative financial instruments which are measured at fair value.

The methods used to measure fair values are discussed further in Note 4.

#### c) Restatement of financial statements during periods of high inflation

In accordance with the CMB's decision dated 17 March 2005 and numbered 11/367, for companies operating in Turkey and preparing financial statements in accordance with Turkish Financial Reporting Standards, the application of inflation accounting has been terminated as of 1 January 2005. Accordingly, as of 1 January 2005, the Standard No. 29 "Financial Reporting in Hyperinflationary Economies" ("IAS 29") has not been applied.

As per the announcement published by the Public Oversight, Accounting and Auditing Standards Authority ("POA") on 20 January 2022, since the cumulative change in the general purchasing power of the last three years has been 74.41% according to the Consumer Price Index ("CPI") rates, it has been stated that entities applying the Turkish Financial Reporting Standards ("TFRS") are not required to make any restatements in their financial statements for 2021 within the scope of IAS 29 "Financial Reporting in High Inflation Economies".

IAS 29 requires the financial statements of any entity whose functional currency is the currency of a hyperinflationary economy to be restated for changes in the general purchasing power of that currency, so that the financial information provided is more meaningful. The Standard lists factors that indicate an economy is hyperinflationary. One of the indicators of hyperinflation is if cumulative inflation over a three-year period approaches, or is in excess of, 100 per cent. Currently, Turkey has economic conditions that will now require reporting entities to follow the requirements set out in IAS 29 'Financial Reporting in Hyperinflationary Economies'.

Cumulative change in Consumer Price Index (CPI) for the last 3 years exceeded 100% in 2022. Although Group's hard currency is EUR, Group applied IAS 29 for the group companies which have TRL as their functional currency starting from 1 January 2022. Indexation of all non-monetary assets, non-monetary liabilities and income statement has been done by using Consumer Price Index. Effect of IAS 29 indexation until 31 December 2021 is accounted under equity. Effect of IAS 29 indexation from 1 January 2023 until 31 March 2023 is accounted under consolidated statement of profit or loss and comprehensive income.

Effect of IAS 29 in Groups financial statements is as shown below:

EBITDA: EUR 79

Share of profit of equity-accounted investments: EUR (587)

Net income: EUR 181

Equity: EUR 8,975

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 2. BASIS OF PREPARATION (continued)

#### d) Basis of presentation of consolidated financial statements

The Company and its Turkish subsidiaries maintain their books of account and prepare their statutory financial statements in accordance with accounting principles in the Turkish Commercial Code and tax legislation. Subsidiaries that are registered in foreign countries maintain their books of account and prepare their statutory statements in accordance with the prevailing accounting principles in their registered countries. The accompanying consolidated financial statements are based on the statutory records, with adjustments and reclassifications, for the purpose of fair presentation in accordance with IFRS.

#### e) Functional and presentation currency

TAV Holding and its subsidiaries operating in Turkey maintain their books of account and prepare their statutory financial statements in Turkish Lira (“TRL”) in accordance with the accounting principles as promulgated by the Turkish Commercial Code and tax legislation.

Functional currency of most of the Group companies operating in Turkey and other countries are determined to be Euro, different from their country’s currency according to IAS 21. Accordingly, functional currency of TAV Holding as a parent company has been determined as Euro. The accompanying consolidated financial statements are presented in EUR, which is the functional currency of TAV Group.

All financial information presented in EUR has been rounded to the nearest thousands, except when otherwise indicated.

The functional currencies of the Group entities and joint ventures are consistent with the Group’s interim consolidated financial statements as at and for the three-month period ended 31 March 2023.

### 3. CHANGES IN ACCOUNTING POLICIES

#### The new standards, amendments and interpretations

##### a) *Amendments that are mandatorily effective from 2023*

Amendments to TAS 1	<i>Disclosure of Accounting Policies</i>
Amendments to TAS 8	<i>Definition of Accounting Estimates</i>
Amendments to TAS 12	<i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>
Amendments to TFRS 17	<i>Initial Application of TFRS 17 and TFRS 9 — Comparative Information (Amendment to TFRS 17)</i>

#### **Amendments to TAS 1 *Disclosure of Accounting Policies***

The amendments require that an entity discloses its material accounting policies, instead of its significant accounting policies.

Amendments to TAS 1 are effective for annual reporting periods beginning on or after 1 January 2023 and earlier application is permitted.

#### **Amendments to TAS 8 *Definition of Accounting Estimates***

With this amendment, the definition of “a change in accounting estimates” has been replaced with the definition of “an accounting estimate”, sample and explanatory paragraphs regarding estimates have been added, and the differences between application of an estimate prospectively and correction of errors retrospectively have been clarified.

Amendments to TAS 8 are effective for annual reporting periods beginning on or after 1 January 2023 and earlier application is permitted.

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 3. CHANGES IN ACCOUNTING POLICIES (continued)

#### **The new standards, amendments and interpretations (continued)**

##### ***a) Amendments that are mandatorily effective from 2023 (continued)***

###### ***Amendments to TAS 12 Deferred Tax related to Assets and Liabilities arising from a Single Transaction***

The amendments clarify that the initial recognition exemption does not apply to transactions in which equal amounts of deductible and taxable temporary differences arise on initial recognition.

Amendments to TAS 12 are effective for annual reporting periods beginning on or after 1 January 2023 and earlier application is permitted.

###### ***Amendments to TFRS 17 Insurance Contracts and Initial Application of TFRS 17 and TFRS 9 — Comparative Information***

Amendments have been made in TFRS 17 in order to reduce the implementation costs, to explain the results and to facilitate the initial application.

The amendment permits entities that first apply TFRS 17 and TFRS 9 at the same time to present comparative information about a financial asset as if the classification and measurement requirements of TFRS 9 had been applied to that financial asset before.

Amendments are effective with the first application of TFRS 17.

##### ***b) New and revised IFRSs in issue but not yet effective***

The Group has not yet adopted the following standards and amendments and interpretations to the existing standards:

TFRS 17	<i>Insurance Contracts</i>
Amendments to TFRS 4	<i>Extension of the Temporary Exemption from Applying TFRS 9</i>
Amendments to TAS 1	<i>Classification of Liabilities as Current or Non-Current</i>
Amendments to TFRS 16	<i>Lease Liability in a Sale and Leaseback</i>
Amendments to TAS 1	<i>Non-current Liabilities with Covenants</i>

###### ***TFRS 17 Insurance Contracts***

TFRS 17 requires insurance liabilities to be measured at a current fulfillment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. TFRS 17 supersedes TFRS 4 *Insurance Contracts* as of 1 January 2024 for insurance and reinsurance and pension companies.

###### ***Amendments to TFRS 4 Extension of the Temporary Exemption from Applying TFRS 9***

The amendment changes the fixed expiry date for the temporary exemption in TFRS 4 *Insurance Contracts* from applying TFRS 9, so that insurance and reinsurance and pension companies would be required to apply TFRS 9 for annual periods beginning on or after 1 January 2024 with the deferral of the effective date of TFRS 17.

###### ***Amendments to TAS 1 Classification of Liabilities as Current or Non-Current***

The amendments aim to promote consistency in applying the requirements by helping companies determine whether, in the statement of financial position, debt and other liabilities with an uncertain settlement date should be classified as current (due or potentially due to be settled within one year) or non-current.

Amendments to TAS 1 are effective for annual reporting periods beginning on or after 1 January 2024 and earlier application is permitted.

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 3. CHANGES IN ACCOUNTING POLICIES (continued)

#### **The new standards, amendments and interpretations (continued)**

##### *b) New and revised IFRSs in issue but not yet effective (continued)*

##### **Amendments to TFRS 16 Lease Liability in a Sale and Leaseback**

Amendments to TFRS 16 clarify how a seller-lessee subsequently measures sale and leaseback transactions that satisfy the requirements in TFRS 15 to be accounted for as a sale.

Amendments are effective from annual reporting periods beginning on or after 1 January 2024.

##### **Amendments to TAS 1 Non-current Liabilities with Covenants**

Amendments to TAS 1 clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability.

Amendments are effective from annual reporting periods beginning on or after 1 January 2024.

The Group evaluates the effects of these standards, amendments and improvements on the consolidated financial statements.

### 4. DETERMINATION OF FAIR VALUES

Fair value determined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A number of the Group's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and/or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

#### **i) Property and equipment:**

The fair value of property and equipment recognised as a result of a business combination is the estimated amount for which a property could be exchanged on the date of acquisition between a willing buyer and a willing seller in an arm's length transaction after proper marketing wherein the parties had each acted knowledgeably and willingly. The fair value of items of equipment, fixtures and fittings is based on the market approach and cost approaches using quoted market prices for similar items when available and depreciated replacement cost when appropriate. Depreciated replacement cost reflects adjustments for physical deterioration as well as functional and economic obsolescence.

#### **ii) Intangible assets:**

The fair value of intangible assets is based on the discounted cash flows expected to be derived from the use and eventual sale of the assets.

The fair values of customer relationship and DHMİ license acquired in a business combination are determined according to the excess earnings method and depreciated replacement cost approach, respectively.

The airport operation right as an intangible asset is initially recognised at cost, being the fair value of consideration transferred to acquire the asset, which is the fair value of the consideration received or receivable for the construction services delivered less any financial asset recognised. The fair value of the consideration received or receivable for the construction services delivered includes a mark-up on the actual costs incurred to reflect a margin consistent with other similar construction work. Mark-up rates for TAV Esenboğa, TAV Gazipaşa, TAV Macedonia and TAV Ege are 0%, TAV Tbilisi and TAV Tunisia are 15% and 5% respectively.

#### **iii) Trade and other receivables:**

The fair value of trade and other receivables is estimated as the present value of future cash flows discounted at the market rate of interest at the reporting date. Short-term receivables with no stated interest rate are measured at the original invoice amount if the effect of discounting is immaterial. This fair value is determined for disclosure purposes or when acquired in a business combination.



# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements

### As at and for the Three-Month Period Ended 31 March 2023

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

#### 4. DETERMINATION OF FAIR VALUES (continued)

##### iv) Derivatives:

The fair value is estimated by discounting the difference between the contractual forward price and the current forward price for the residual maturity of the contract using a risk-free interest rate (based on government bonds) or option pricing models.

The fair value of interest rate swaps is based on broker quotes. Those quotes are tested for reasonableness by discounting estimated future cash flows based on the terms and maturity of each contract and using market interest rates for a similar instrument at the measurement date.

Fair values reflect the credit risk of the instrument and include adjustments to take account of the credit risk of the Group entity and counterparty when appropriate.

##### v) Other non-derivative financial liabilities:

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting date.

##### Fair value hierarchy:

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: unobservable inputs for the asset or liability.

<b>31 March 2023</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Financial assets	-	70,043	-
Interest rate swap	-	49,675	-
Financial liabilities at fair value through profit or loss	-	(25,390)	-
<b>31 December 2022</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Financial assets	-	45,466	-
Interest rate swap	-	53,613	-
Financial liabilities at fair value through profit or loss	-	(25,390)	-
Forward	-	(173)	-

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements

### As at and for the Three-Month Period Ended 31 March 2023

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

#### 5. OPERATING SEGMENT

For management purposes, the Group and its joint ventures are currently organised into four reportable segments regarding to their activities; such as Terminal Operations, Catering Operations, Duty Free Operations, Ground Handling and Bus Operations. These reportable segments are the basis on which the Group reports its primary segment information, the principal activities of each are as follows:

- **Terminal operations:** Operating terminal buildings, the car park and the general aviation terminal, the Group companies included in this segment are TAV İstanbul, TAV Esenboğa, TAV Ege, TAV Milas Bodrum, TAV Tunisia, TAV Tbilisi, TAV Batumi, Batumi Airport LLC, TAV Macedonia, TAV Gazipaşa, TAV Uluslararası Yatırım, Tibah Development, Tibah Operation, MZLZ, MZLZ Operation, AMS; TAV Antalya and AIA. TAV Tbilisi, TAV Batumi, TAV Tunisia, TAV Macedonia, TAV Gazipaşa, TAV Antalya, TAV Antalya Yatırım, MZLZ, AIA and TAV Ankara also include the ground handling operations, and parking-apron-taxi ways as they are not outsourced and are run by the airport.
- **Catering operations:** Managing all food and beverage operations of the terminal, both for the passengers and the terminal personnel, which is run by BTA, BTA Georgia, BTA Tunisia, BTA Macedonia, Cakes & Bakes, BTA Tedarik, BTA Latvia, BTA Denizyolları, BTA Medinah, BTA Uluslararası Yiyecek, BTA MZLZ and ACS.
- **Duty free operations:** Sales of duty free goods for the international arriving and departing passengers. The Group operates its duty free services through ATU, ATU Georgia, ATU Tunisia, ATU Macedonia, ATU Latvia, ATU Tunisia Duty Free, ATU Medinah, ATU Mağazacılık and ATU Uluslararası Mağazacılık.
- **Ground handling and bus operations:** Providing traffic, ramp, flight operation, cargo and all other ground handling services for domestic and international flights under the Civil Aviation Legislation License. The Group operates the ground handling services through HAVAŞ, HAVAŞ Latvia, TAV Gözen, TGS, Saudi HAVAŞ, HAVAŞ Adriatic, HAVAŞ Kazakhstan, HAVAŞ MZLZ, HAVAŞ Macedonia and Havaş Georgia. HAVAŞ provides bus operations.
- **Other:** Providing lounge services, IT, security and education services, airline taxi services, the Group companies included in this segment are TAV Holding, TAV Latvia, TAV İşletme, TAV İşletme Georgia, TAV İşletme Tunisia, TAV İşletme Tunisia Plus, TAV İşletme Macedonia, TAV İşletme Germany, TAV İşletme Latvia, TAV İşletme Kenya, TAV İşletme America, TAV İşletme Washington, TAV İşletme Kazakhstan, TAV İşletme SASA, TAV İşletme New York, TAV İşletme Madagascar, TAV İşletme Bermuda, GIS Spain, GIS France, GIS Germany, GIS Italy, GIS Mexico, TAV İşletme Saudi, Paris Lounge Network, TAV İşletme Chile, TAV Havacılık, TAV Bilişim, TAV IT Saudi, TAV IT Netherlands, TAV IT Qatar, TAV Güvenlik, Aerosec Security, TAV Akademi, Aviator Netherlands, PMIA Aviator BV, ZAIC-A, ATU Holdings, Medinah Hotel, Holdco, AAIH, TAV Kazakhstan, VT and FBO.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment operating profit, as included in the internal management reports that are reviewed by the Group's Management. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on arm's length basis.

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 5. OPERATING SEGMENT (continued)

	Three-month period ended 31 March											
	Terminal Operations		Catering Operations		Duty Free Operations		Ground Handling and Bus Operations		Other Operations		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Total external revenues	192,464	106,887	30,592	17,897	39,131	21,676	54,050	55,735	40,027	26,813	356,264	229,008
Inter-segment revenue	7,716	4,976	3,291	1,631	8	9	219	195	10,782	9,451	22,016	16,262
Construction revenue	-	-	-	-	-	-	-	-	-	-	-	-
Construction expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Interest income	1,319	1,186	165	50	404	307	163	289	8,000	4,886	10,051	6,718
Interest expense	(24,042)	(14,270)	(1,080)	(690)	(377)	(305)	(2,194)	(1,461)	(13,958)	(7,942)	(41,651)	(24,668)
Depreciation and amortisation	(28,788)	(20,696)	(1,889)	(1,187)	(2,643)	(2,045)	(5,256)	(3,363)	(2,670)	(2,237)	(41,246)	(29,528)
Reportable segment operating profit / (loss)	23,100	11,942	285	(385)	2,051	297	(729)	5,430	(975)	1,381	23,732	18,665
Capital expenditure	64,072	19,911	1,738	1,069	795	158	12,570	914	6,365	1,779	85,540	23,831
	As at 31 March 2023 and 31 December 2022											
	Terminal Operations		Catering Operations		Duty Free Operations		Ground Handling and Bus Operations		Other Operations		Total	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022
Reportable segment assets	4,648,169	4,663,529	40,507	33,891	146,267	154,257	267,411	263,389	1,234,946	1,265,705	6,337,300	6,380,771
Reportable segment liabilities	3,760,726	3,715,781	79,945	74,245	88,773	96,895	153,692	145,990	708,877	758,317	4,792,013	4,791,228

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements

### As at and for the Three-Month Period Ended 31 March 2023

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

#### 5. OPERATING SEGMENT (continued)

#### Reconciliations of reportable segment revenues, profit / (loss) before tax, assets and liabilities and other material items

	<b>1 January- 31 March 2023</b>	<b>1 January- 31 March 2022</b>
<b>Revenues</b>		
Total revenue for reportable segments	327,471	209,006
Other revenue	50,809	36,264
Elimination of inter-segment revenue	(22,016)	(16,262)
	<b>356,264</b>	<b>229,008</b>
Effect of using the equity method for joint ventures	(105,247)	(79,840)
<b>Consolidated revenue</b>	<b>251,017</b>	<b>149,168</b>
	<b>1 January- 31 March 2023</b>	<b>1 January- 31 March 2022</b>
<b>Operating profit</b>		
Segment operating profit	24,707	17,284
Other operating (loss) / profit	(975)	1,381
	<b>23,732</b>	<b>18,665</b>
Effect of using the equity method for joint ventures	(15,090)	(8,960)
<b>Consolidated operating profit</b>	<b>8,642</b>	<b>9,705</b>
Finance income	6,612	3,241
Finance expense	(47,214)	(27,755)
Net monetary position gain	2,133	-
<b>Consolidated loss before tax</b>	<b>(29,827)</b>	<b>(14,809)</b>
	<b>31 March 2023</b>	<b>31 December 2022</b>
<b>Assets</b>		
Total assets for reportable segments	5,102,354	5,115,066
Other assets	1,234,946	1,265,705
	<b>6,337,300</b>	<b>6,380,771</b>
Effect of using the equity method for joint ventures	(2,088,513)	(2,103,038)
<b>Consolidated total assets</b>	<b>4,248,787</b>	<b>4,277,733</b>
	<b>31 March 2023</b>	<b>31 December 2022</b>
<b>Liabilities</b>		
Total liabilities for reportable segments	4,083,136	4,032,911
Other liabilities	708,877	758,317
	<b>4,792,013</b>	<b>4,791,228</b>
Effect of using the equity method for joint ventures	(1,722,619)	(1,738,153)
<b>Consolidated total liabilities</b>	<b>3,069,394</b>	<b>3,053,075</b>

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements

### As at and for the Three-Month Period Ended 31 March 2023

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

#### 5. OPERATING SEGMENT (continued)

	<b>1 January- 31 March 2023</b>	<b>1 January- 31 March 2022</b>
<b>Interest income</b>		
Total interest income for reportable segments	2,051	1,832
Other interest income	8,000	4,886
Elimination of inter-segment interest income	(4,134)	(3,504)
	<b>5,917</b>	<b>3,214</b>
Effect of using the equity method for joint ventures	(1,001)	(1,705)
<b>Consolidated interest income</b>	<b>4,916</b>	<b>1,509</b>
	<b>1 January- 31 March 2023</b>	<b>1 January- 31 March 2022</b>
<b>Interest expense</b>		
Total interest expense for reportable segments	(27,693)	(16,726)
Other interest expense	(13,958)	(7,942)
Elimination of inter-segment interest expense	4,134	3,509
	<b>(37,517)</b>	<b>(21,159)</b>
Effect of using the equity method for joint ventures	9,096	5,985
<b>Consolidated interest expense</b>	<b>(28,421)</b>	<b>(15,174)</b>

#### Geographical information

The main geographical segments of the Group and its joint ventures are comprised of Kazakhstan, Turkey, Georgia, Tunisia, Macedonia, Latvia, Oman, Spain and Saudi Arabia.

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of revenue. Segment assets are based on the geographical location of the assets.

	<b>1 January- 31 March 2023</b>	<b>1 January- 31 March 2022</b>
<b>Revenue</b>		
Kazakhstan	97,206	45,760
Turkey	84,125	55,056
Georgia	22,742	16,754
Macedonia	8,182	6,424
Oman	6,770	3,832
Latvia	5,400	3,278
Tunisia	3,761	2,330
Spain	3,342	2,205
Saudi Arabia	2,326	2,057
Other	17,163	11,472
<b>Consolidated revenue</b>	<b>251,017</b>	<b>149,168</b>

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 5. OPERATING SEGMENT (continued)

Non-current assets	31 March 2023	31 December 2022
Turkey	2,286,004	2,333,428
Kazakhstan	500,519	501,915
Tunisia	431,815	432,628
Macedonia	97,401	98,376
Georgia	85,942	82,984
Croatia	11,399	10,729
Oman	10,180	10,879
Spain	5,067	4,653
Qatar	4,759	4,515
Saudi Arabia	2,229	2,239
Latvia	2,111	2,618
Other	33,650	40,437
<b>Consolidated non-current assets</b>	<b>3,471,076</b>	<b>3,525,401</b>

### 6. OPERATING REVENUE

An analysis of the Group's operating revenue for the period ended 31 March are as follows:

	1 January- 31 March 2023	1 January- 31 March 2022
Aviation income	105,078	56,716
Ground handling income	51,157	31,277
Catering services income	29,005	16,032
Income from lounge services	15,980	7,085
Area allocation income	7,795	5,932
Commission from sales of duty free goods	7,079	4,564
Security services income	4,757	2,344
Income from car parking operations and valet service income	4,543	2,987
Hardware sales income	3,414	5,361
Software sales income	2,298	1,598
Bus services income	2,074	1,110
Hotel and reservation income	1,520	690
Utility and general participation income	1,144	892
Rent income from sublease	1,061	524
Advertising income	988	734
Operating financial revenue	292	1,138
Loyalty card income	244	94
Other operating revenue	12,588	10,090
<b>Total operating revenue</b>	<b>251,017</b>	<b>149,168</b>

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 7. TAX EXPENSE

An analysis of the Group's tax expense for the three-month periods ended 31 March 2023 and 2022 are as follows:

#### Tax recognised in profit or loss

	<b>1 January- 31 March 2023</b>	<b>1 January- 31 March 2022</b>
<b><u>Current tax expense</u></b>		
Current year tax expense	5,541	4,620
Adjustments for prior period	9,351	1,673
	<u>14,892</u>	<u>6,293</u>
<b><u>Deferred tax expense</u></b>		
Origination and reversal of temporary differences	659	223
Change in previously recognised investment incentives	(708)	(1,525)
Recognition of current period tax losses	(949)	(219)
	<u>(998)</u>	<u>(1,521)</u>
<b>Total tax expense</b>	<b><u>13,894</u></b>	<b><u>4,772</u></b>

The reported tax expenses for the periods ended 31 March 2023 and 2022 are different than the amounts computed by applying the statutory tax rate to profit before tax of the Group, as shown in the following reconciliation:

	%	2023	%	2022
Loss before tax from continuing operations		(29,827)		(14,809)
Loss before tax from discontinued operations		(16)		(460)
<b>Loss before tax</b>		<b>(29,843)</b>		<b>(15,269)</b>
Tax using the Company's domestic tax rate	20	(5,969)	23	(3,512)
Tax effects of:				
- nondeductible expenses	(6)	1,908	(27)	4,161
- translation of non-monetary items according to IAS 21	4	(1,131)	(16)	2,492
- change in previously recognised investment incentives	2	(708)	10	(1,525)
- tax exempt income	(3)	(782)	23	(3,465)
- used tax loss carry forwards which no deferred tax asset is recognised	(1)	(36)	1	(79)
- current year losses for which no deferred tax asset is recognised	(31)	9,586	(39)	5,917
- effect of different tax rates for foreign jurisdictions	1	152	2	(267)
- under / (over) provided in prior years	(30)	9,351	(11)	1,673
- adjustment for equity accounted investments	(9)	2,676	(8)	1,295
- effect of different tax rates	(1)	238	(2)	311
- adjustments related to tax legislation of subsidiaries which is in foreign countries	6	(1,715)	10	(1,531)
- other consolidation adjustments	(1)	330	4	(615)
<b>Tax expense</b>	<b>(49)</b>	<b>13,900</b>	<b>(30)</b>	<b>4,855</b>
<b>Total tax expense from continuing operations</b>		<b>13,894</b>		<b>4,772</b>
<b>Total tax expense from discontinued operations</b>		<b>6</b>		<b>83</b>

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 7. TAX EXPENSE (continued)

#### Corporate tax:

	<u>31 March 2023</u>	<u>31 December 2022</u>
Corporate tax provision from continuing operations	5,541	30,785
Corporate tax provision from discontinued operations	-	(29)
Corporate tax provision	5,541	30,756
Adjustments for prior periods	9,351	3,214
Add: taxes payable from previous year	10,820	3,296
Less: corporation taxes paid during the year	(6,285)	(26,446)
<b>Current tax liabilities</b>	<b>19,427</b>	<b>10,820</b>

### 8. FINANCE INCOME AND FINANCE COSTS

#### Recognised in profit or loss

An analysis of the Group's finance income and finance costs for the period ended 31 March are as follows:

	<u>2023</u>	<u>2022</u>
Interest income on bank deposits and intercompany loans	4,916	1,509
Other financial assets income (*)	1,382	1,577
Fair value of derivatives	173	-
Discount income	141	-
Foreign exchange gain, net	-	113
Other finance income	-	42
<b>Finance income</b>	<b>6,612</b>	<b>3,241</b>
Interest expense on financial liabilities and intercompany loans	(28,421)	(15,174)
Discount expense (**)	(9,872)	(9,593)
Foreign exchange loss, net	(4,266)	-
Bank charges	(1,316)	(1,711)
Interest expense provision on employee benefit obligation	(1,236)	(284)
Commission expense	(1,040)	(725)
Fair value of derivatives	-	(108)
Other finance costs (***)	(1,063)	(160)
<b>Finance costs</b>	<b>(47,214)</b>	<b>(27,755)</b>
<b>Net finance cost</b>	<b>(40,602)</b>	<b>(24,514)</b>

(\*) Other financial assets income is related with ground handling contract between HAVAŞ and Türk Hava Yolları ("THY"), which is the shareholder of TGS, in order to resume the current ownership of THY and HAVAŞ.

(\*\*) Discount expense is related with the unwinding of discount on concession payables amounting to EUR 9,872 as of 31 March 2023 (31 March 2022: EUR 9,593).

(\*\*\*) Other finance costs include financial expenses due to the application of IAS 28.



# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements

### As at and for the Three-Month Period Ended 31 March 2023

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

#### 8. FINANCE INCOME AND FINANCE COSTS (continued)

##### Recognised in other comprehensive income

	<u>2023</u>	<u>2022</u>
Effective portion of changes in fair value of cash flow hedges	(3,274)	27,121
Foreign currency translation differences for foreign operations	(5,959)	4,936
Tax on cash flow hedge reserves	644	(5,331)
<b>Finance costs recognised in other comprehensive income, net of tax</b>	<b><u>(8,589)</u></b>	<b><u>26,726</u></b>

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 9. AIRPORT OPERATION RIGHT

	<b>İzmir Adnan Menderes International Airport</b>	<b>Tbilisi International Airport</b>	<b>Enfidha International Airport</b>	<b>Alanya Gazipaşa Airport</b>	<b>Skopje International Airport</b>	<b>Milas-Bodrum Airport</b>	<b>Almaty Airport</b>	<b>Total</b>
<b>Cost</b>								
<b>Balance at 1 January 2022</b>	<b>808,788</b>	<b>95,574</b>	<b>595,488</b>	<b>48,198</b>	<b>132,077</b>	<b>522,088</b>	<b>81,777</b>	<b>2,283,990</b>
Effect of movements in exchange rates	-	1,503	-	-	-	-	1,544	3,047
<b>Balance at 31 March 2022</b>	<b>808,788</b>	<b>97,077</b>	<b>595,488</b>	<b>48,198</b>	<b>132,077</b>	<b>522,088</b>	<b>83,321</b>	<b>2,287,037</b>
<b>Balance at 1 January 2023</b>	<b>809,096</b>	<b>116,608</b>	<b>595,488</b>	<b>48,198</b>	<b>132,077</b>	<b>522,234</b>	<b>87,117</b>	<b>2,310,818</b>
Effect of movements in exchange rates	-	4,427	-	-	-	-	(1,547)	2,880
<b>Balance at 31 March 2023</b>	<b>809,096</b>	<b>121,035</b>	<b>595,488</b>	<b>48,198</b>	<b>132,077</b>	<b>522,234</b>	<b>85,570</b>	<b>2,313,698</b>

(\*) There is no capitalised borrowing cost on property and equipment during 2023 (31 December 2022: None).

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 9. AIRPORT OPERATION RIGHT (continued)

	İzmir Adnan Menderes International Airport	Tbilisi International Airport	Enfidha International Airport	Alanya Gazipaşa Airport	Skopje International Airport	Milas-Bodrum Airport	Almaty Airport	Total
<b><u>Accumulated amortization</u></b>								
<b>Balance at 1 January 2022</b>	<b>248,626</b>	<b>49,929</b>	<b>157,889</b>	<b>12,611</b>	<b>42,641</b>	<b>90,831</b>	<b>562</b>	<b>603,089</b>
Amortisation for the period	3,434	1,081	338	105	1,084	299	165	6,506
Effect of movements in exchange rates	-	791	-	-	-	-	12	803
<b>Balance at 31 March 2022</b>	<b>252,060</b>	<b>51,801</b>	<b>158,227</b>	<b>12,716</b>	<b>43,725</b>	<b>91,130</b>	<b>739</b>	<b>610,398</b>
<b>Balance at 1 January 2023</b>	<b>272,211</b>	<b>68,452</b>	<b>152,389</b>	<b>13,469</b>	<b>48,848</b>	<b>101,793</b>	<b>1,436</b>	<b>658,598</b>
Amortisation for the period	4,012	1,844	553	121	988	389	220	8,127
Effect of movements in exchange rates	-	2,618	-	-	-	-	(28)	2,590
<b>Balance at 31 March 2023</b>	<b>276,223</b>	<b>72,914</b>	<b>152,942</b>	<b>13,590</b>	<b>49,836</b>	<b>102,182</b>	<b>1,628</b>	<b>669,315</b>
<b><u>Carrying amounts</u></b>								
<b>At 31 March 2022</b>	<b>556,728</b>	<b>45,276</b>	<b>437,261</b>	<b>35,482</b>	<b>88,352</b>	<b>430,958</b>	<b>82,582</b>	<b>1,676,639</b>
<b>At 31 December 2022</b>	<b>536,885</b>	<b>48,156</b>	<b>443,099</b>	<b>34,729</b>	<b>83,229</b>	<b>420,441</b>	<b>85,681</b>	<b>1,652,220</b>
<b>At 31 March 2023</b>	<b>532,873</b>	<b>48,121</b>	<b>442,546</b>	<b>34,608</b>	<b>82,241</b>	<b>420,052</b>	<b>83,942</b>	<b>1,644,383</b>

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 10. OTHER RECEIVABLES, CURRENT AND NON-CURRENT ASSETS

At 31 March 2023 and 31 December 2022, other receivables and current assets comprised the following:

<u>Other receivables and current assets</u>	<u>31 March 2023</u>	<u>31 December 2022</u>
Advances to suppliers	105,242	84,532
VAT deductible	25,758	23,744
Other prepaid expense	14,542	12,048
Prepaid taxes and funds	11,011	10,662
Income accruals	8,560	20,517
Prepaid insurance	4,288	1,439
Advances given to personnel	1,570	1,316
Deposits and guarantees given	454	449
Other receivables	8,514	4,557
	<u>179,939</u>	<u>159,264</u>
	<u>31 March 2023</u>	<u>31 December 2022</u>
<u>Other non-current assets</u>		
Financial assets (*)	73,701	73,782
Other non-current receivables	35,172	34,131
	<u>108,873</u>	<u>107,913</u>

(\*) Amount related to 15 years (3+3+3+3+3) ground handling contract between HAVAŞ and Türk Hava Yolları (“THY”), which is the shareholder of TGS, in order to resume the current ownership of THY and HAVAŞ.

#### 11. TRADE RECEIVABLES

At 31 March 2023 and 31 December 2022, trade receivables comprised the following:

<u>Trade receivables:</u>	<u>31 March 2023</u>	<u>31 December 2022</u>
Trade receivables	137,062	102,189
Guaranteed passenger fee receivable from DHMİ (*)	4,433	10,651
Doubtful receivables	48,425	49,244
Allowance for doubtful receivables (-)	(48,425)	(49,244)
Notes receivables	1,251	931
	<u>142,746</u>	<u>113,771</u>

(\*) Guaranteed passenger fee receivable represents the remaining discounted guaranteed passenger fee to be received from DHMİ according to the agreement made for the operations of Ankara Esenboğa Airport as a result of IFRIC 12 application.

(\*) Guaranteed passenger fee receivable represents the remaining discounted guaranteed passenger fee to be received from DHMİ according to the agreements made for the operations of Ankara Esenboğa Airport as a result of IFRIC 12 application.

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 12. CASH AND CASH EQUIVALENTS

At 31 March 2023 and 31 December 2022, cash and cash equivalents comprised the following:

	<u>31 March 2023</u>	<u>31 December 2022</u>
Cash on hand	591	609
Cash at banks		
- Demand deposits	148,488	195,534
- Time deposits	94,423	56,458
Other liquid assets	8,302	5,414
<b>Cash and cash equivalents</b>	<b><u>251,804</u></b>	<b><u>258,015</u></b>
Bank overdrafts used for cash management purposes	(710)	(378)
<b>Cash and cash equivalents in the statement of cash flows</b>	<b><u>251,094</u></b>	<b><u>257,637</u></b>

The details of the Group's time deposits, maturities and interest rates as at 31 March 2023 and 31 December 2022 are as follows:

#### 31 March 2023

<u>Original Currency</u>	<u>Maturity</u>	<u>Interest rate %</u>	<u>Balance</u>
USD	April – June 2023	0.05 – 2.00	53,981
EUR	April 2023	0.01 – 3.00	32,529
TRL	April – June 2023	5.00 – 23.00	3,557
Other	April – January 2024	3.94 – 15.00	4,356
			<b><u>94,423</u></b>

#### 31 December 2022

<u>Original Currency</u>	<u>Maturity</u>	<u>Interest rate %</u>	<u>Balance</u>
EUR	January – February 2023	0.01 – 2.00	26,517
USD	January – April 2023	0.05 – 6.00	23,484
TRL	January – June 2023	5.00 – 23.00	1,433
Other	January – September 2023	1.90 – 11.90	5,024
			<b><u>56,458</u></b>

The Group's exposure to interest rate risk and a sensitivity analysis for financial assets and liabilities are disclosed in Note 20.

There is no blockage or restriction on the use of cash and cash equivalents as at 31 March 2023 and 31 December 2022.

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 13. RESTRICTED BANK BALANCES

At 31 March 2023 and 31 December 2022, restricted bank balances comprised the following:

	<b>31 March 2023</b>	<b>31 December 2022</b>
Project reserve and funding accounts (*)	46,797	105,569
	<b>46,797</b>	<b>105,569</b>

(\*) TAV Tunisia, TAV Macedonia, TAV Kazakhstan, TAV Milas Bodrum and TAV Ege (“the Borrowers”) opened various accounts designated mainly in order to reserve required amount of debt services, lease payment to DHMİ and other state authorities based on agreements with their lenders (31 December 2022: TAV Holding, TAV Tunisia, TAV Macedonia, TAV Kazakhstan, TAV Milas Bodrum and TAV Ege) and other purposes. As a result of pledges regarding the project bank loans as explained in Note 16, all cash except for cash on hand are classified in these accounts for TAV Tunisia, TAV Ege, TAV Macedonia and TAV Milas Bodrum. Based on these agreements, the Group can access and use such restricted cash as per the conditions and cascade defined in respective loan agreements. The project accounts should be used for predetermined purposes, such as, operational expenses, loan repayments or rent payments to airport administrations, tax payments, debt service, etc.

#### 31 March 2023

<u>Original Currency</u>	<u>Interest rate %</u>	<u>Balance</u>
EUR	0.01	43,014
USD	0.05 – 2.00	2,170
TRL	20.00	1,489
Other	15.00	124
		<b>46,797</b>

#### 31 December 2022

<u>Original Currency</u>	<u>Interest rate %</u>	<u>Balance</u>
EUR	0.05 – 5.00	99,591
USD	0.10 – 2.00	2,460
TRL	14.50 – 20.00	3,243
Other	15.00	275
		<b>105,569</b>

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 14. CAPITAL AND RESERVES

At 31 March 2023 and 31 December 2022, the shareholding structure of the Company was as follows:

<u>Shareholders</u>	(%)	<u>31 March 2023</u>
Tank ÖWA Alpha GmbH (*)	46.12	167,542
Tepe İnşaat Sanayi A.Ş. (“Tepe İnşaat”)	5.06	18,375
Sera Yapı Endüstrisi ve Ticaret A.Ş. (“Sera Yapı”)	1.16	4,218
Other free float	47.66	173,146
<b>Paid in capital in TRL (nominal)</b>	<b>100.00</b>	<b>363,281</b>
Paid in capital in EUR (nominal) as at 31 March 2023		17,464
Effect of non-cash increases and exchange rates		144,920
<b>Paid in capital EUR</b>		<b>162,384</b>

  

<u>Shareholders</u>	(%)	<u>31 December 2022</u>
Tank ÖWA Alpha GmbH (*)	46.12	167,542
Tepe İnşaat	5.06	18,375
Sera Yapı	1.16	4,218
Other free float	47.66	173,146
<b>Paid in capital in TRL (nominal)</b>	<b>100.00</b>	<b>363,281</b>
Paid in capital in EUR (nominal) as at 31 December 2022		18,223
Effect of non-cash increases and exchange rates		144,161
<b>Paid in capital EUR</b>		<b>162,384</b>

(\*) According to the announcement dated 7 July 2017, the share transfer of Akfen Holding’s 8.119% stake in TAV Airports to Tank ÖWA Alpha GmbH, which is wholly owned by Groupe ADP, has been completed.

### Treasury reserves

All the shares that were bought back by the Group have been sold on 1 November 2022 on Borsa Istanbul through a block sale at the price of TL 76.00. A gain amounting to EUR 3,335 from sale of own shares has been recognized under equity as of 31 December 2022.

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 15. EARNINGS PER SHARE

The calculation of basic and diluted EPS at 31 March 2023 was based on the loss attributable to ordinary shareholders of EUR 45,261 (31 March 2022: loss attributable to ordinary shareholders of EUR 21,470) and a weighted average number of ordinary shares outstanding of 363,281,250 (31 March 2022: 363,281,250) as follows:

	<b>1 January- 31 March 2023</b>	<b>1 January- 31 March 2022</b>
Numerator:		
Net loss for the continued operations	<b>(45,239)</b>	<b>(20,927)</b>
Net loss for the discontinued operations	<b>(22)</b>	<b>(543)</b>
Denominator:		
Weighted average number of shares	363,281,250	363,281,250
<b>Basic loss per share for continued operations (full EUR)</b>	<b>(0.12)</b>	<b>(0.06)</b>
<b>Basic loss per share for discontinued operations (full EUR)</b>	<b>(0.00)</b>	<b>(0.00)</b>
	<b>1 January- 31 March 2023</b>	<b>1 January- 31 March 2022</b>
Issued ordinary shares at 1 January	363,281,250	363,281,250
<b>Weighted average number of ordinary shares</b>	<b>363,281,250</b>	<b>363,281,250</b>



## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 16. LOANS AND BORROWINGS

This note provides information about the contractual terms of the Group's interest-bearing loans and borrowings, which are measured at amortized cost and at fair value through profit or loss. For more information about the Group's exposure to foreign currency risk arising from these loans and borrowings, see Note 20.

	<b>31 March 2023</b>	<b>31 December 2022</b>
<b>Non-current liabilities</b>		
Secured bank loans (*)	870,162	823,476
Unsecured bank loans	227,141	106,538
Lease liabilities	68,079	52,288
Financial liabilities at fair value through profit or loss	25,390	25,390
	<b><u>1,190,772</u></b>	<b><u>1,007,692</u></b>
<b>Current liabilities</b>		
Short term secured bank loans (*)	55,153	47,178
Current portion of long term secured bank loans (*)	111,180	92,267
Short term unsecured bank loans	107,402	229,591
Current portion of long term unsecured bank loans	6,533	12,443
Current portion of long term lease liabilities	7,799	6,198
	<b><u>288,067</u></b>	<b><u>387,677</u></b>

(\*) Secured bank loans mainly consist of project finance loans that have been secured by pledges.

(\*\*) Financial liabilities at fair value through profit or loss, comprise of participation right for lenders which is booked with its fair value.

The Group's total bank loans and lease liabilities as at 31 March 2023 and 31 December 2022 are as follows:

	<b>31 March 2023</b>	<b>31 December 2022</b>
Bank loans	1,377,571	1,311,493
Lease liabilities	75,878	58,486
Financial liabilities at fair value through profit or loss	25,390	25,390
	<b><u>1,478,839</u></b>	<b><u>1,395,369</u></b>

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 16. LOANS AND BORROWINGS (continued)

The Group's bank loans as at 31 March 2023 are as follows:

	Presented as		<b>Total</b>
	<b>Current liabilities</b>	<b>Non-current liabilities</b>	
TAV Kazakhstan	32,170	300,885	333,055
TAV Holding	74,676	218,551	293,227
TAV Tunisia	19,385	218,522	237,907
TAV Ege	16,052	172,256	188,308
TAV Milas Bodrum	16,107	99,965	116,072
TAV Macedonia	5,988	64,355	70,343
HAVAŞ	48,421	13,085	61,506
BTA	37,283	7,866	45,149
Other	30,186	1,818	32,004
	<b>280,268</b>	<b>1,097,303</b>	<b>1,377,571</b>

The Group's bank loans as at 31 December 2022 are as follows:

	Presented as		<b>Total</b>
	<b>Current liabilities</b>	<b>Non-current liabilities</b>	
TAV Holding	213,526	93,820	307,346
TAV Kazakhstan	15,255	282,637	297,892
TAV Tunisia	15,887	218,649	234,536
TAV Ege	15,647	168,590	184,237
TAV Milas Bodrum	15,806	98,200	114,006
HAVAŞ	43,861	14,959	58,820
TAV Macedonia	4,265	39,273	43,538
BTA	28,052	11,907	39,959
TAV Gazipaşa	8,606	-	8,606
Other	20,574	1,979	22,553
	<b>381,479</b>	<b>930,014</b>	<b>1,311,493</b>

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 16. LOANS AND BORROWINGS (continued)

Redemption schedules of the Group's bank loans according to original maturities as at 31 March 2023 and 31 December 2022 are as follows:

	<b>31 March 2023</b>	<b>31 December 2022</b>
On demand or within one year	280,268	381,479
Between one and five years	637,181	461,056
After five years	460,122	468,958
	<b>1,377,571</b>	<b>1,311,493</b>

The majority of the borrowings are arranged at floating rates, thus exposing the Group to cash flow interest rate risk. Spreads for EUR denominated loans as at 31 March 2023 are between 1.50% - 8.40%, USD denominated loans as at 31 March 2023 are between 0.90% - 4.50% (31 December 2022: Spreads for EUR and USD denominated loans are between 1.50% - 8.40% and 0.90% - 4.50%, respectively).

Interest payments of 93%, 33%, 100%, 90%, 70% and 67% of floating bank loans for TAV Ege, TAV Macedonia, TAV İşletme America, TAV Milas Bodrum, TAV Kazakhstan and AIA respectively are fixed with interest rate swaps.

The Group has obtained project financing loans to finance construction of its BOT and BTO concession projects, namely TAV Macedonia, TAV Tunisia and TAV Ege; and to be able to finance advance payments to DHMİ related to rent agreement of TAV Milas Bodrum.

#### Covenants

Certain financing agreements include technical default clauses in case of non-compliance with financial ratios. Financing agreements of TAV Milas Bodrum, TAV Ege, TAV Kazakhstan, TAV Tunisia and TAV Macedonia have covenants.

#### 17. OTHER PAYABLES

At 31 March 2023 and 31 December 2022, other payables comprised the following:

	<b>31 March 2023</b>	<b>31 December 2022</b>
<b>Other short term payables</b>		
Concession payable (*)	149,467	123,439
Advances received	54,287	37,763
Expense accruals	13,216	15,366
Taxes and duties payable	8,057	14,318
Due to personnel	7,527	5,974
Social security premiums payable	3,434	6,675
Other accruals and liabilities	802	4,696
	<b>236,790</b>	<b>208,231</b>
<b>Other long term payables</b>		
Concession payable (*)	552,570	600,837
Deferred payment liability	98,272	106,552
Other accruals and liabilities	2,201	2,598
	<b>653,043</b>	<b>709,987</b>

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 17. OTHER PAYABLES (continued)

The Group's exposure to currency and liquidity risk is related to other payables is disclosed in Note 20.

(\*) TAV Tunisia has a concession period of 40 years and annual concession fee is paid based on the annual revenue of Monastir and Enfidha Airports. The Group and The Republic of Tunisia have signed an amendment on 6 November 2019 to the existing concession agreement governing the operation of Monastir and Enfidha airports. This amendment significantly reduces the past and present concession fees of TAV Tunisia and restructures the historical concession fees payable and the future concession fee calculation schedule. The concession fee is computed at an increasing rate between 5% and 39% of the annual revenues.

The concession fee of TAV Macedonia is 15% of the gross annual turnover until the number of passengers using the two airports reaches to 1 million, and when the number of passengers exceeds 1 million, this percentage shall change between 4% and 2% depending on the number of passengers.

A concession agreement was executed between TAV Milas Bodrum and DHMI on 11 July 2014 for the leasing of the operating rights of the Milas Bodrum Airport's existing international terminal, CIP, general aviation terminal, domestic terminal and its auxiliaries. The agreement covers the operation right of the international terminal starting from 22 October 2015 to 31 December 2035 (approximately 20 years and 2 months) and operation right of the domestic terminal starting from July 2014 to December 2035. The concession payable of TAV Milas Bodrum domestic terminal is presented in financials EUR 306,930 as of 31 March 2023 (31 December 2022: EUR 302,693). TAV Bodrum's concession rent payment of EUR 28,680 for 2022 has been postponed to 2024 due to Force Majeure conditions created by the travel restrictions caused by the pandemic.

State Airports Authority (DHMI) has declared to the Group in its formal letter that, the applications that the Group had made as per Group's operating contracts due to the Force Majeure conditions created by pandemic related travel restrictions have been evaluated and the operating periods of the following airports that the Group operates in Turkey which are Antalya, Gazipasa-Alanya, Izmir Adnan Menderes and Milas-Bodrum have been extended for two years. In the same letter, DHMI has also informed the Group that concession rent payments for these airports that would normally be made in 2022 will be made in 2024. Concession payables for the extension periods are reflected in the consolidated financial statements over their net present values.. TAV Ege's concession rent payment of EUR 28,975 for 2022 has been postponed to 2024 due to Force Majeure conditions created by the travel restrictions caused by the pandemic.

The concession payable of the international and domestic terminal of İzmir Adnan Menderes Airport is presented in financials EUR 261,820 as of 31 March 2023 (31 December: 2022: EUR 287,194).

### 18. FINANCIAL ASSETS

At 31 March 2023 and 31 December 2022, financial assets comprised the following:

	<b>31 March 2023</b>	<b>31 December 2022</b>
Exchange rate protected deposits (*)	70,000	45,000
Investment funds	43	466
	<b>70,043</b>	<b>45,466</b>

(\*) Exchange rate protected deposits have 3 months to 1 year maturity.

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 19. DERIVATIVE FINANCIAL INSTRUMENTS

At 31 March 2023 and 31 December 2022, derivative financial instruments comprised the following:

	31 March 2023		
	Assets	Liabilities	Net Amount
Interest rate swap	49,675	-	49,675
	<b>49,675</b>	<b>-</b>	<b>49,675</b>
31 December 2022			
	Assets	Liabilities	Net Amount
Interest rate swap	53,613	-	53,613
Forward	-	(173)	(173)
	<b>53,613</b>	<b>(173)</b>	<b>53,440</b>

#### **Interest rate swap:**

TAV Ege uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 31 March 2023, 93% of project finance loan is hedged through IRS contract during the life of the loan with an amortising schedule depending on repayment of the loan (31 December 2022: 93%).

TAV Milas Bodrum uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 31 March 2023, 90% of total loan is hedged through IRS contract (31 December 2022: 90%).

TAV Macedonia uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 31 March 2023, 33% of total loan is hedged through IRS contract (31 December 2022: 53%).

TAV İşletme America uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 31 March 2023, 100% of total loan is hedged through IRS contract (31 December 2022: 100%).

TAV Kazakhstan uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 31 March 2023, 70% of total loan is hedged through IRS contract (31 December 2022: 70%).

AIA uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 31 March 2023, 67% of total loan is hedged through IRS contract (31 December 2022: 81%).

The fair value of derivatives at 31 March is estimated at profit of EUR 49,675. This amount is based on market values of equivalent instruments at the reporting date. Since the Group applied hedge accounting as at 31 March 2023, changes in the fair value of these interest rate swaps are reflected to other comprehensive income resulting to a loss of EUR 2,604 net of tax.

#### **Fair value disclosures:**

The Group has determined the estimated fair values of the financial instruments by using current market information and appropriate valuation methods.

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 20. FINANCIAL INSTRUMENTS

##### Currency risk

##### *Exposure to currency risk:*

The Group's exposure to foreign currency risk in Euro equivalent of their original currencies are as follows:

##### 31 March 2023

<b>Foreign currency denominated financial assets</b>	<b>USD</b>	<b>EUR (*)</b>	<b>TRL</b>	<b>Other</b>	<b>Total</b>
Other non-current assets	76,928	-	12,163	163	89,254
Trade receivables	7,031	1,829	5,060	23,570	37,490
Due from related parties	2,096	1,651	583	999	5,329
Other receivables and current assets	9,244	4,334	73,989	41,211	128,778
Restricted bank balances	1,589	-	1,456	3,157	6,202
Cash and cash equivalents	66,039	6,418	2,392	6,328	81,177
	<b>162,927</b>	<b>14,232</b>	<b>95,643</b>	<b>75,428</b>	<b>348,230</b>
<b>Foreign currency denominated financial liabilities</b>					
Loans and borrowings	(5,710)	(50,620)	(12,328)	(1,426)	(70,084)
Trade payables	(5,346)	(1,171)	(8,672)	(26,055)	(41,244)
Due to related parties	(7)	(22)	(9)	(3)	(41)
Other payables	(73,055)	(525)	(4,341)	(41,861)	(119,782)
	<b>(84,118)</b>	<b>(52,338)</b>	<b>(25,350)</b>	<b>(69,345)</b>	<b>(231,151)</b>
<b>Net exposure</b>	<b>78,809</b>	<b>(38,106)</b>	<b>70,293</b>	<b>6,083</b>	<b>117,079</b>

(\*) The figures in this column reflect the EUR position of subsidiaries that have functional currencies other than EUR.

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 20. FINANCIAL INSTRUMENTS (continued)

##### Currency risk (continued)

##### Exposure to currency risk (continued):

##### 31 December 2022

<b>Foreign currency denominated financial assets</b>	<b>USD</b>	<b>EUR (*)</b>	<b>TRL</b>	<b>Other</b>	<b>Total</b>
Other non-current assets	76,951	-	11,050	370	88,371
Trade receivables	6,960	3,429	4,406	18,573	33,368
Due from related parties	2,124	1,512	477	1,132	5,245
Other receivables and current assets	7,712	3,667	48,822	55,258	115,459
Restricted bank balances	2,374	-	3,184	262	5,820
Cash and cash equivalents	50,602	5,346	1,795	11,720	69,463
	<b>146,723</b>	<b>13,954</b>	<b>69,734</b>	<b>87,315</b>	<b>317,726</b>
<b>Foreign currency denominated financial liabilities</b>					
Loans and borrowings	(6,790)	(50,703)	(12,130)	(1,490)	(71,113)
Trade payables	(4,957)	(1,336)	(5,196)	(26,790)	(38,279)
Due to related parties	(1)	(23)	(5)	(16)	(45)
Other payables	(72,530)	(781)	(7,964)	(37,768)	(119,043)
	<b>(84,278)</b>	<b>(52,843)</b>	<b>(25,295)</b>	<b>(66,064)</b>	<b>(228,480)</b>
<b>Net exposure (*)</b>	<b>62,445</b>	<b>(38,889)</b>	<b>44,439</b>	<b>21,251</b>	<b>89,246</b>

(\*) The figures in this column reflect the EUR position of subsidiaries that have functional currencies other than EUR.

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 20. FINANCIAL INSTRUMENTS (continued)

##### *Sensitivity analysis:*

The Group's principal currency risk relates to changes in the value of the Euro relative to TRL and USD. The Group manages its exposure to foreign currency risk by entering into derivative contracts and, where possible, seeks to incur expenses with respect to each contract in the currency in which the contract is denominated and attempt to maintain its cash and cash equivalents in currencies consistent with its obligations.

The basis for the sensitivity analysis to measure foreign exchange risk is an aggregate corporate-level currency exposure. The aggregate foreign exchange exposure is composed of all assets and liabilities denominated in foreign currencies, both short-term and long-term purchase contracts.

A 10 percent strengthening / (weakening) of EUR against the following currencies at 31 March 2023 and 31 December 2022 would have increased / (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant.

	Equity		Profit or loss	
	Strengthening of EUR	Weakening of EUR	Strengthening of EUR	Weakening of EUR
<b>31 March 2023</b>				
USD	-	-	(7,881)	7,881
TRL	-	-	(7,029)	7,029
Other	-	-	(608)	608
<b>Total</b>	-	-	<b>(15,518)</b>	<b>15,518</b>
<b>31 December 2022</b>				
USD	-	-	(6,245)	6,245
TRL	-	-	(4,444)	4,444
Other	-	-	(2,125)	2,125
<b>Total</b>	-	-	<b>(12,814)</b>	<b>12,814</b>



## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 20. FINANCIAL INSTRUMENTS (continued)

##### Fair values

##### Fair values versus carrying amounts:

The fair values of financial assets and liabilities, together with the carrying amounts shown in the consolidated statement of financial position, are as follows:

	Note	31 March 2023		31 December 2022	
		Carrying Amount	Fair Value	Carrying Amount	Fair Value
<b>Financial assets</b>					
Financial assets	18	70,043	70,043	45,466	45,466
Trade receivables - current	11	142,746	142,868	113,771	113,974
Due from related parties	22	147,082	147,082	164,094	164,094
Restricted bank balances	13	46,797	46,797	105,569	105,569
Cash and cash equivalents	12	251,804	251,804	258,015	258,015
Derivative financial instruments	19	49,675	49,675	53,613	53,613
<b>Financial liabilities</b>					
Bank overdraft	12	(710)	(710)	(378)	(378)
Loans and borrowings	16	(1,478,839)	(1,480,264)	(1,395,369)	(1,396,794)
Trade payables (**)		(60,998)	(60,998)	(70,415)	(70,415)
Due to related parties	22	(456,106)	(456,106)	(466,014)	(466,014)
Derivative financial instruments	19	-	-	(173)	(173)
Other payables (**)		(835,546)	(850,197)	(880,455)	(895,775)
		<b>(2,124,052)</b>	<b>(2,140,006)</b>	<b>(2,072,276)</b>	<b>(2,088,818)</b>

(\*) Non-financial instruments such as prepaid expenses, prepaid taxes and dues and advances given are excluded from other receivables and current assets.

(\*\*) Non-financial instruments such as advances received are excluded from trade payables and other payables.

The methods used in determining the fair values of financial instruments are discussed in Note 4.

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 21. COMMITMENTS, CONTINGENCIES AND CONTRACTUAL OBLIGATIONS

##### Commitments and contingencies

	<u>31 March 2023</u>	<u>31 December 2022</u>
Letters of guarantee given to third parties	889,772	858,364
Letters of guarantee given to DHMİ	124,609	94,539
Letters of guarantee given to Tunisian Government	16,549	16,498
Letters of guarantee given to Saudi Arabian Government	12,259	12,466
Letters of guarantee given to Macedonian Government	250	250
	<u><b>1,043,439</b></u>	<u><b>982,117</b></u>

The Group is obliged to give a letter of guarantee at an amount equivalent of USD 13,319 (EUR 12,259) (31 December 2022: USD 13,290 (EUR 12,466)) to GACA according to the BTO agreement signed with GACA in Saudi Arabia. Furthermore, the Group is not obliged to provide a letter of guarantee as of 31 March 2023 (31 December 2022: None) to National Commercial Bank which is included in letters of guarantee given to third parties. This letter of guarantee is also provided to back an Equity Bridge Loan which was rolled in 2019 within a maturity of 2021. The total obligation has been provided by the Group.

The Group is obliged to give a letter of guarantee at an amount equivalent of EUR 9,040 (31 December 2022: EUR 9,011) to the Ministry of State Property and Land Affairs and EUR 7,509 (31 December 2022: 7,487) to OACA according to the BOT agreements and its amendments signed with OACA in Tunisia. The total obligation has been provided by the Group.

TAV Ege is obliged to pay an aggregate amount of EUR 610,000 plus VAT during the rent period according to the concession agreement. 5% of this amount is already paid in two installments. The remaining amount will be paid in equal installments at the first business days of each year. Furthermore, The Group is obliged to give a letter of guarantee at an amount equivalent of EUR 36,600 to DHMİ. The total obligation has been provided by the Group.

TAV Milas Bodrum is obliged to pay an aggregate amount of EUR 717,000 plus VAT during the rent period according to the concession agreement. 20% of this amount is already paid. The remaining amount will be paid in equal installments at the last day of October for each year. Furthermore, The Group is obliged to give a letter of guarantee at an amount equivalent of EUR 43,020 to DHMİ. The total obligation has been provided by the Group.

Majority of letters of guarantee given to third parties includes the guarantees given to customs, lenders and some customers.

The group is obliged to fund shortfalls of AIA amounting up to USD 50,000 until the later of 30 June 2025 or financial completion date. Financial completion date is defined as minimum 1.30 DSCR and minimum two principal payments are made. The group provided a LC amounting to USD 50,000 to cover this obligation.

The Group has a guarantee over the bank loan of TAV Antalya Yatırım amounting to EUR 726,500.

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 22. RELATED PARTIES

The major immediate parents and ultimate controlling party of the Group is Group Aéroport de Paris.

##### Key management personnel compensation:

Key management personnel consists of members of Board of Directors of TAV Holding and Senior Management of TAV Holding and its subsidiaries. The compensation of key management personnel includes salaries, bonus, health insurance, communication and transportation and total amount of compensation is explained below. The remuneration of key management personnel during the year were as follows:

	<b>1 January - 31 March 2023</b>	<b>1 January - 31 March 2022</b>
Short-term benefits (salaries, bonuses etc.)	2,654	4,237
	<b>2,654</b>	<b>4,237</b>

As at 31 March 2023 and 31 December 2022, none of the Group's directors and executive officers has outstanding personnel loans from the Group.

The details of the transactions between the Group and any other related parties are disclosed below:

##### Other related party transactions:

	<b>31 March 2023</b>	<b>31 December 2022</b>
Current loan to related parties	8,407	10,465
Due from related parties	10,122	9,613
	<b>18,529</b>	<b>20,078</b>
	<b>31 March 2023</b>	<b>31 December 2022</b>
Non-current loan to related parties	128,553	144,016
	<b>128,553</b>	<b>144,016</b>
	<b>31 March 2023</b>	<b>31 December 2022</b>
<b>Due from related parties</b>		
Tibah Operation (1)	2,975	2,648
AMS (1)	2,312	2,312
ATU (1) (*)	2,171	4,118
BTA Medinah (1)	444	815
TGS (1)	241	158
Other related parties	264	414
	<b>8,407</b>	<b>10,465</b>

(\*) Receivables from ATU comprise of concession fee duty-free receivables.

(1) Joint venture

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 22. RELATED PARTIES (continued)

	<b>31 March</b>	<b>31 December</b>
	<b>2023</b>	<b>2022</b>
<b>Current loan to related parties</b>		
Saudi Havaş (1)	3,067	2,225
ZAIC-A (1)	2,616	2,616
ATU Medinah (1)	1,585	1,613
Paris Lounge Network (1)	1,361	1,342
TAV İşletme Saudi (1)	545	554
TAV İşletme Chile (1)	418	409
BTA Medinah (1)	397	807
Tibah Development (1)	133	47
	<b>10,122</b>	<b>9,613</b>
	<b>31 March</b>	<b>31 December</b>
	<b>2023</b>	<b>2022</b>
<b>Non-current loan to related parties</b>		
Tibah Development (1) (*)	103,738	119,564
TAV Antalya Yatırım (1)	21,166	20,768
Saudi Havaş (1)	3,142	3,169
TAV İşletme Saudi (1)	507	515
	<b>128,553</b>	<b>144,016</b>
	<b>31 March</b>	<b>31 December</b>
	<b>2023</b>	<b>2022</b>
Non-current loan from related parties	455,655	465,279
Due to related parties	451	735
	<b>456,106</b>	<b>466,014</b>
	<b>31 March</b>	<b>31 December</b>
	<b>2023</b>	<b>2022</b>
<b>Due to related parties</b>		
Other related parties	451	735
	<b>451</b>	<b>735</b>

(1) Joint venture

(\*) The Group has provided a shareholder loan of 218 million US dollars to Tibah Development, of which 193 million EUR with an interest rate of 3% has been mostly used to repay the equity bridge loan maturing in 2021 and will be paid back to the Group depending on the available cash after debt service of Tibah Development. The maturity of the shareholder loan provided is 31 December 2024. The excess cash flows will be shared between the Group and GACA where weight will be given to Groups' shareholder loan. The sharing of the excess cash flows with GACA will stop once all rent due for the force majeure period is paid.

Due to application of 38th and 39th paragraphs of IAS 28, negative net assets of Tibah Development which was accounted under "Liabilities from equity-accounted investments", has been netted-off from the Group's non-current loan to Tibah Development. In subsequent periods, comprehensive income or loss of this entity will be netted-off from the Group's non-current loan to Tibah Development. In case of a comprehensive income, a financial income, in case of a comprehensive loss, a financial expense will be booked to the consolidated financial statements of the Group.

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 22. RELATED PARTIES (continued)

	31 March 2023	31 December 2022
<b>Non-current loan from related parties</b>		
Tank ÖWA alpha GmbH (1) (*)	455,655	465,279
	<b>455,655</b>	<b>465,279</b>
<b>Short term deferred income from related parties</b>		
ATU (2) (**)	992	990
TAV Antalya (2) (***)	-	33,075
	<b>992</b>	<b>34,065</b>
<b>Long term deferred income from related parties</b>		
ATU (2) (**)	11,638	11,720
	<b>11,638</b>	<b>11,720</b>

(\*) The Group has obtained a shareholder loan amount of EUR 300,000 with a maturity of 14 May 2021, with a 3% interest rate, from Tank ÖWA alpha GmbH in 2018. Based on the additional agreement made in 2021, EUR 150,000 has been paid, and the remaining amount of EUR 150,000 has been converted into a new shareholder loan with 3.8% interest rate, with a maturity of 14 November 2024. Second shareholder loan amount of EUR 300,000 with a maturity of 23 March 2026, with a 4.88% interest rate is obtained by the Group from Tank ÖWA alpha GmbH by the Group in 2022.

(\*\*) Deferred income from related parties is related with the unearned portion of concession rent income from ATU.

(\*\*\*) Short-term deferred income is mainly related with advance dividend amount of TAV Antalya as of 31 December 2022 (EUR: 33,075).

	1 January- 31 March 2023	1 January- 31 March 2022
<b>Services rendered to related parties</b>		
ATU (2) (*)	9,834	6,792
AMS (2)	2,229	-
Tibah Operation (2)	2,129	-
TAV Antalya Yatırım (2)	901	-
TGS (2)	684	334
TAV Antalya (2)	395	406
Other related parties	83	1,734
	<b>16,255</b>	<b>9,266</b>

(\*) Services rendered to ATU comprise of concession fee for duty-free operations.

(1) Shareholder

(2) Joint venture

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

### 22. RELATED PARTIES (continued)

	<b>1 January- 31 March 2023</b>	<b>1 January- 31 March 2022</b>
<b>Services rendered by related parties</b>		
Other related parties	238	201
	<b>238</b>	<b>201</b>

On 16 June 2021, TAV Construction and Almaty International Airport JSC entered into an early works agreement for an amount of USD 20,000 upstream of the final works contract (the EPC contract) for the construction of a new terminal of the Almaty airport in Kazakhstan. This early works agreement covers the preparation of the detailed design of the works, obtaining the necessary approvals and licenses, the purchase of goods and materials as well as the construction of a reception hall. Contractual amount has been fully paid to the constructor.

On 23 September 2021, TAV Construction and Almaty International Airport JSC entered into an engineering, procurement and construction (EPC) contract for an amount of USD 196,500 related to the construction of a new terminal building, a new general aviation building and a new governmental VIP building.

The group signed an EPC contract for an amount of EUR 657,000, with a joint venture formed by TAV Construction and Sera related to additional investments for the capacity increase of Antalya Airport. On top of EPC amount, there is a price adjustment mechanism up to 7.5% of the total EPC amount.

	<b>1 January- 31 March 2023</b>	<b>1 January- 31 March 2022</b>
<b>Interest expense from related parties (net)</b>		
Tank ÖWA Alpha GmbH (1)	(5,016)	(2,047)
Other related parties	430	32
	<b>(4,586)</b>	<b>(2,015)</b>

The average interest rate used within the Group is 6.49% per annum (31 December 2022: 4.63%). The Group converts related party TRL loan receivable and payable balances to USD at month end using the Central Bank's announced exchange rates and then charges interest on the USD balances.

### Dividend distribution

In 2023, the Group did not distribute any dividend to the shareholders in accordance with its dividend policy (2022: None). Dividend per share is none (2022: None).

- (1) Shareholder

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 23. INTERESTS IN OTHER ENTITIES

##### Non-controlling interests in subsidiaries

The following table summarizes the information relating to each of the Group's subsidiaries that has material non-controlling interests ("NCI") before any intra-group eliminations.

	<b>31 March 2023</b>		
	<b>TAV Tbilisi</b>	<b>Other immaterial subsidiaries</b>	<b>Total</b>
<b>NCI Percentage</b>	<b>20.00%</b>		
Non-current assets	58,970		
Current assets	45,392		
Non-current liabilities	12,118		
Current liabilities	8,564		
<b>Net assets</b>	<b>83,680</b>		
Carrying amount of NCI	16,736	5,565	22,301
	<b>16,736</b>	<b>5,565</b>	<b>22,301</b>
	<b>1 January – 31 March 2023</b>		
	<b>TAV Tbilisi</b>	<b>Other immaterial subsidiaries</b>	<b>Total</b>
Revenue	19,334		
Profit	7,860		
<b>Total comprehensive income</b>	<b>10,175</b>		
Profit/(loss) allocated to NCI	1,572	(54)	1,518

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 23. INTERESTS IN OTHER ENTITIES (continued)

##### Non-controlling interests in subsidiaries (continued)

	31 December 2022		
	TAV Tbilisi	Other immaterial subsidiaries	Total
<b>NCI Percentage</b>	<b>20.00%</b>		
Non-current assets	56,867		
Current assets	32,314		
Non-current liabilities	10,013		
Current liabilities	6,243		
<b>Net assets</b>	<b>72,925</b>		
Carrying amount of NCI	14,585	5,413	19,998
	<b>14,585</b>	<b>5,413</b>	<b>19,998</b>

	1 January – 31 March 2022		
	TAV Tbilisi	Other immaterial subsidiaries	Total
Revenue	14,565		
Profit	6,597		
<b>Total comprehensive income</b>	<b>7,331</b>		
Profit allocated to NCI	1,319	27	1,346

	31 March 2023	31 December 2022
Joint ventures	695,910	755,129
Associates	1,096	724
	<b>697,006</b>	<b>755,853</b>



## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 23. INTERESTS IN OTHER ENTITIES (continued)

	<b>1 January- 31 March 2023</b>	<b>1 January- 31 March 2022</b>
Joint ventures	(13,376)	(5,676)
Associates	(4)	46
	<b>(13,380)</b>	<b>(5,630)</b>

#### Joint Ventures

Carrying amounts of the Group's joint ventures in the statement of financial position as at 31 March 2023 and 31 December 2022 are as follows:

	<b>31 March 2023</b>	<b>31 December 2022</b>
TAV Antalya Yatırım	359,205	363,986
TAV Antalya	239,382	293,460
TGS	58,679	59,709
ATU	35,131	35,104
Tibah Operation	1,031	756
Other	2,482	2,114
	<b>695,910</b>	<b>755,129</b>

Group's share of (loss)/profit of the Group's joint ventures in the statement of comprehensive income for the period ended 31 March are as follows:

	<b>1 January- 31 March 2023</b>	<b>1 January- 31 March 2022</b>
Tibah Operation	291	255
ATU	(36)	467
TGS	(557)	2,614
TAV Antalya Invest	(4,781)	(2,816)
TAV Antalya	(8,003)	(5,619)
Other	(290)	(577)
	<b>(13,376)</b>	<b>(5,676)</b>

## TAV Havalimanları Holding A.Ş. and its Subsidiaries

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Three-Month Period Ended 31 March 2023

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

#### 23. INTERESTS IN OTHER ENTITIES (continued)

##### Associates

Carrying amount of the Group's associate in the statement of financial position as at 31 March 2023 and 31 December 2022 are as follows:

	<u>31 March 2023</u>	<u>31 December 2022</u>
ZAIC-A	192	580
Other	904	144
	<u><b>1,096</b></u>	<u><b>724</b></u>

Group's share of profit/(loss) of the Group's associate in the statement of comprehensive income for the period ended 31 March is as follows:

	<u>2023</u>	<u>2022</u>
ZAIC-A	(764)	-
Other	760	46
	<u><b>(4)</b></u>	<u><b>46</b></u>

#### 24. SUBSEQUENT EVENTS

As per the communique announced by Turkish tax authorities on 15 April 2023, certain exemptions have been excluded from the scope of the earthquake tax. Thus, corporate income tax liability of the Group as at 31 March 2023 is expected to decrease by EUR 3,241.