

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

**Interim Condensed Consolidated Financial Statements  
As at and for the Six-Month Period Ended 30 June 2022**

**Report Date 27 July 2022**

This report contains the “Interim Condensed Consolidated Financial Statements and their explanatory notes” comprising 51 pages.

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

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# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Interim Condensed Consolidated Statement of Financial Position

As at 30 June 2022

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

	<u>Notes</u>	<u>Reviewed 30 June 2022</u>	<u>Audited 31 December 2021</u>
<b>ASSETS</b>			
Property and equipment		462,733	370,958
Intangible assets		18,359	12,193
Airport operation right	9	1,684,868	1,680,901
Right of use assets		58,581	58,293
Equity-accounted investees	23	727,060	319,197
Goodwill		221,022	213,441
Derivative financial instruments	19	33,425	-
Trade receivables	11	5,078	9,683
Non-current due from related parties	22	133,843	204,265
Other non-current assets	10	104,531	110,089
Deferred tax assets		19,379	18,468
<b>Total non-current assets</b>		<b><u>3,468,879</u></b>	<b><u>2,997,488</u></b>
Inventories		17,533	20,740
Financial assets	18	21,462	-
Trade receivables	11	114,816	85,471
Due from related parties	22	43,590	34,441
Other receivables and current assets	10	150,721	131,439
Cash and cash equivalents	12	215,562	92,939
Restricted bank balances	13	68,678	82,211
<b>Total current assets</b>		<b><u>632,362</u></b>	<b><u>447,241</u></b>
<b>TOTAL ASSETS</b>		<b><u>4,101,241</u></b>	<b><u>3,444,729</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 30 June 2022

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

	Notes	Reviewed 30 June 2022	Audited 31 December 2021
<b>EQUITY</b>			
Share capital	14	162,384	162,384
Share premium		220,286	220,286
Legal reserves		121,975	121,975
Other reserves		(32,073)	(52,523)
Treasury reserves	14	(4,282)	(4,282)
Purchase of shares of entities under common control		40,064	40,064
Cash flow hedge reserve		25,270	(17,895)
Translation reserves		(26,546)	(64,975)
Retained earnings		624,540	590,668
<b>Total equity attributable to equity holders of the Company</b>		<b>1,131,618</b>	<b>995,702</b>
<b>Non-controlling interests</b>	23	17,692	14,951
<b>Total Equity</b>		<b>1,149,310</b>	<b>1,010,653</b>
<b>LIABILITIES</b>			
Loans and borrowings	16	930,293	847,600
Reserve for employee severance indemnity		12,718	10,973
Due to related parties	22	455,026	153,623
Derivative financial instruments	19	3,002	24,521
Deferred income		13,013	13,204
Other payables	17	729,859	732,089
Liabilities from equity-accounted investees		20,165	90,076
Deferred tax liabilities		91,312	74,627
<b>Total non-current liabilities</b>		<b>2,255,388</b>	<b>1,946,713</b>
Bank overdraft	12	284	424
Loans and borrowings	16	478,958	344,067
Trade payables		59,812	41,931
Due to related parties	22	638	590
Derivative financial instruments	19	103	-
Current tax liabilities	7	9,866	3,296
Other payables	17	136,612	88,572
Provisions		6,008	5,147
Deferred income		4,262	3,336
<b>Total current liabilities</b>		<b>696,543</b>	<b>487,363</b>
<b>Total Liabilities</b>		<b>2,951,931</b>	<b>2,434,076</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>4,101,241</b>	<b>3,444,729</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 Six-Month Period Ended 30 June 2022

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

	Notes	Reviewed 1 January- 30 June 2022	Not Reviewed 1 April- 30 June 2022	Reviewed 1 January- 30 June 2021	Not Reviewed 1 April- 30 June 2021
Operating revenue	6	411,552	262,384	155,924	95,358
Other operating income		1,595	1,489	712	672
Cost of catering inventory sold		(14,145)	(8,867)	(6,263)	(3,669)
Cost of fuel sold		(70,065)	(48,822)	(7,850)	(7,850)
Cost of services rendered		(37,558)	(24,230)	(16,890)	(8,667)
Personnel expenses		(96,496)	(51,433)	(62,854)	(32,106)
Concession and rent expenses		(536)	(314)	-	-
Depreciation, amortization and impairment expenses		(33,391)	(16,163)	(28,707)	(18,470)
Other operating expenses		(65,363)	(33,786)	(38,563)	(15,815)
Share of profit of equity-accounted investees, net of tax	23	5,557	11,187	(30,781)	(11,454)
<b>Operating profit / (loss)</b>		<b>101,150</b>	<b>91,445</b>	<b>(35,272)</b>	<b>(2,001)</b>
Finance income	8	11,944	8,816	156,271	3,468
Finance costs	8	(71,556)	(43,914)	(79,196)	(36,970)
<b>Net finance (costs) / income</b>		<b>(59,612)</b>	<b>(35,098)</b>	<b>77,075</b>	<b>(33,502)</b>
<b>Net monetary position gains</b>		<b>11,993</b>	<b>11,993</b>	<b>-</b>	<b>-</b>
<b>Profit / (Loss) before tax from continuing operations</b>		<b>53,531</b>	<b>68,340</b>	<b>41,803</b>	<b>(35,503)</b>
Tax expense	7	(18,934)	(14,162)	(16,617)	(1,635)
<b>Profit / (Loss) from continuing operations</b>		<b>34,597</b>	<b>54,178</b>	<b>25,186</b>	<b>(37,138)</b>
(Loss) / Profit from discontinued operations		(522)	21	(1,115)	(412)
<b>Profit / (Loss) for the period after discontinued operations</b>		<b>34,075</b>	<b>54,199</b>	<b>24,071</b>	<b>(37,550)</b>
<b>Other comprehensive income</b>					
<b>Items that will not be reclassified to profit or loss:</b>					
Defined benefit obligation actuarial differences		(1,575)	(1,575)	4,129	4,129
Defined benefit obligation actuarial differences from equity accounted investees		(3,074)	(2,048)	(674)	(916)
Tax on defined benefit obligation actuarial differences		317	317	(821)	(821)
Tax on defined benefit obligation actuarial differences from equity accounted investees		31	23	(46)	5
<b>Total items that will not be reclassified to profit or loss</b>		<b>(4,301)</b>	<b>(3,283)</b>	<b>2,588</b>	<b>2,397</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		58,747	31,732	66,930	8,285
Effective portion of changes in fair value of cash flow hedges from equity accounted investees		416	310	5,273	4,518
Portion of cash flow hedges charged to profit or loss		(5,013)	(5,013)	(31,999)	(4,332)
Effect of IAS 29 indexation		27,804	27,804	-	-
Foreign currency translation differences for foreign operations		47,222	42,286	8,174	5,638
Foreign currency translation differences for foreign operations from equity accounted investees		(6,511)	(4,680)	(5,543)	(665)
Tax on cash flow hedge reserves		(10,569)	(5,238)	(1,403)	(753)
Tax on cash flow hedge reserves from equity accounted investees		(416)	(311)	(1,055)	(904)
<b>Total items that are or may be reclassified subsequently to profit or loss</b>		<b>111,680</b>	<b>86,890</b>	<b>40,377</b>	<b>11,787</b>
<b>Other comprehensive income for the period, net of tax</b>		<b>107,379</b>	<b>83,607</b>	<b>42,965</b>	<b>14,184</b>
<b>Total comprehensive income / (loss) for the period</b>		<b>141,454</b>	<b>137,806</b>	<b>67,036</b>	<b>(23,366)</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 Six-Month Period Ended 30 June 2022

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

	Notes	Reviewed 1 January- 30 June 2022	Not Reviewed 1 April- 30 June 2022	Reviewed 1 January- 30 June 2021	Not Reviewed 1 April- 30 June 2021
<b>Profit / (Loss) attributable to:</b>					
Owners of the Company		30,819	52,289	23,241	(38,935)
Non-controlling interest	23	3,256	1,910	830	1,385
<b>Profit / (Loss) for the period after discontinued operations</b>		<b>34,075</b>	<b>54,199</b>	<b>24,071</b>	<b>(37,550)</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		135,916	133,862	65,293	(25,558)
Non-controlling interest		5,538	3,944	1,743	2,192
<b>Total comprehensive income for the period</b>		<b>141,454</b>	<b>137,806</b>	<b>67,036</b>	<b>(23,366)</b>
<b>Weighted average number of shares outstanding</b>		<b>363,281,250</b>	<b>363,281,250</b>	<b>363,281,250</b>	<b>363,281,250</b>
<b>Basic and diluted earnings per share for continued operations</b>	15	<b>0.09</b>	<b>0.14</b>	<b>0.07</b>	<b>(0.11)</b>
<b>Basic and diluted earnings per share for discontinued operations</b>	15	<b>(0.00)</b>	<b>0.00</b>	<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 Six-Month Period Ended 30 June 2022

(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 2021</b>	<b>162,384</b>	<b>220,286</b>	<b>121,975</b>	<b>(29,645)</b>	<b>(4,282)</b>	<b>40,064</b>	<b>(60,612)</b>	<b>(66,964)</b>	<b>539,583</b>	<b>922,789</b>	<b>11,906</b>	<b>934,695</b>	
<b>Total comprehensive income for the period</b>													
Profit for the period	-	-	-	-	-	-	-	-	23,241	23,241	830	24,071	
Other comprehensive income													
Effective portion of changes in fair value of cash flow hedges, net of tax	-	-	-	-	-	-	37,746	-	-	37,746	-	37,746	
Defined benefit obligation actuarial differences, net of tax	-	-	-	-	-	-	-	-	2,588	2,588	-	2,588	
Foreign currency translation differences for foreign operations	-	-	-	-	-	-	-	1,718	-	1,718	913	2,631	
Total other comprehensive income	-	-	-	-	-	-	37,746	1,718	2,588	42,052	913	42,965	
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>37,746</b>	<b>1,718</b>	<b>25,829</b>	<b>65,293</b>	<b>1,743</b>	<b>67,036</b>	
<b>Transactions with owners of the Company, recognised directly in equity</b>													
<i>Contributions by and distributions to owners of the Company</i>													
Change in non-controlling interest	-	-	-	-	-	-	-	-	(29)	(29)	31	2	
<b>Total transactions with owners of the Company</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(29)</b>	<b>(29)</b>	<b>31</b>	<b>2</b>	
<b>Balance at 30 June 2021</b>	<b>162,384</b>	<b>220,286</b>	<b>121,975</b>	<b>(29,645)</b>	<b>(4,282)</b>	<b>40,064</b>	<b>(22,866)</b>	<b>(65,246)</b>	<b>565,383</b>	<b>988,053</b>	<b>13,680</b>	<b>1,001,733</b>	
<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>													
Profit for the period	-	-	-	-	-	-	-	-	30,819	30,819	3,256	34,075	
Other comprehensive income													
Effective portion of changes in fair value of cash flow hedges, net of tax	-	-	-	-	-	-	43,165	-	-	43,165	-	43,165	
Defined benefit obligation actuarial differences, net of tax	-	-	-	-	-	-	-	-	(4,301)	(4,301)	-	(4,301)	
Foreign currency translation differences for foreign operations	-	-	-	-	-	-	-	38,429	-	38,429	2,282	40,711	
Effect of IAS 29 indexation	-	-	-	20,450	-	-	-	-	7,354	27,804	-	27,804	
Total other comprehensive income	-	-	-	20,450	-	-	43,165	38,429	3,053	105,097	2,282	107,379	
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,450</b>	<b>-</b>	<b>-</b>	<b>43,165</b>	<b>38,429</b>	<b>33,872</b>	<b>135,916</b>	<b>5,538</b>	<b>141,454</b>	
<b>Transactions with owners of the Company, recognised directly in equity</b>													
<i>Contributions by and distributions to owners of the Company</i>													
Dividend distributions	-	-	-	-	-	-	-	-	-	-	(2,857)	(2,857)	
Purchase of non-controlling interest	-	-	-	-	-	-	-	-	-	-	60	60	
<b>Total transactions with owners of the Company</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,797)</b>	<b>(2,797)</b>	
<b>Balance at 30 June 2022</b>	<b>162,384</b>	<b>220,286</b>	<b>121,975</b>	<b>(32,073)</b>	<b>(4,282)</b>	<b>40,064</b>	<b>25,270</b>	<b>(26,546)</b>	<b>624,540</b>	<b>1,131,618</b>	<b>17,692</b>	<b>1,149,310</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 Six-Month Period Ended 30 June 2022

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

	Notes	Reviewed 1 January- 30 June 2022	Reviewed 1 January- 30 June 2021
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit from continuing operations		<b>34,597</b>	<b>25,186</b>
Loss from discontinued operations		<b>(522)</b>	<b>(1,115)</b>
Adjustments for:			
Amortisation and impairment of airport operation right	9	10,369	8,086
Depreciation of property and equipment		21,832	18,928
Amortisation of intangible assets		1,190	1,693
Concession and rent expenses		536	-
Provision for employee severance indemnity		1,384	1,748
Provision for doubtful receivables		2,816	755
Discount on receivables, payables and financial liabilities, net		(1,368)	(145,827)
Loss on sale of property and equipment		197	150
Provision (released)/ set for unused vacation		(371)	817
Interest income		(9,796)	(6,845)
Interest expense on financial liabilities		38,695	58,712
Tax expense	7	19,014	17,641
Unwinding of discount on concession receivable and payable		17,114	10,753
Share of profit of equity-accounted investees, net of tax	23	(5,557)	30,781
Unrealised foreign exchange differences on statement of financial position items		668	(32,982)
Net monetary position gains		(12,074)	-
<b>Cash flows from operating activities</b>		<b>118,724</b>	<b>(11,519)</b>
Change in current trade receivables		(27,885)	(33,288)
Change in non-current trade receivables		4,605	10,400
Change in inventories		5,312	2,265
Change in due from related parties		(3,716)	(1,011)
Change in other receivables and assets		(8,884)	211,144
Change in trade payables		13,485	(13,328)
Change in due to related parties		(7,099)	(524)
Change in other payables and provisions		23,999	(21,674)
<b>Cash provided from operations</b>		<b>118,541</b>	<b>142,465</b>
Income taxes paid	7	(11,978)	(2,031)
Retirement benefits paid		(462)	(418)
<b>Net cash provided from operating activities</b>		<b>106,101</b>	<b>140,016</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 Six-Month Period Ended 30 June 2022

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

	Notes	Reviewed 1 January- 30 June 2022	Reviewed 1 January- 30 June 2021
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of property, equipment and intangible assets		2,914	1,140
Acquisition of property and equipment		(72,208)	(9,913)
Additions to airport operation right	9	(526)	-
Acquisition of intangible assets		(291)	(364)
Proceed from treasury bonds		-	50,000
Purchase of exchange rate protected deposit		(21,462)	-
Change in due from related parties		2,870	(5,132)
Acquisition of non-consolidated investments		(372,673)	-
Dividends from equity-accounted investees		6,689	5,648
Effect of acquisition of subsidiary, net of cash acquired		-	(297,166)
<b>Net cash used in investing activities</b>		<b>(454,687)</b>	<b>(255,787)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings		338,547	206,380
Repayment of borrowings		(128,564)	(244,688)
Dividends paid		(2,857)	-
Interest received		1,829	2,525
Interest paid		(36,542)	(29,406)
Change in due to related parties		293,446	(153,434)
Change in restricted bank balances		12,037	(46,670)
Change in lease liabilities		(6,547)	(5,789)
<b>Net cash provided / (used in) from financing activities</b>		<b>471,349</b>	<b>(271,082)</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		<b>122,763</b>	<b>(386,853)</b>
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY</b>	<b>12</b>	<b>92,515</b>	<b>603,911</b>
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE</b>	<b>12</b>	<b>215,278</b>	<b>217,058</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 Six-Month Period Ended 30 June 2022

(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 Bulvar, 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 six-month period ended 30 June 2022 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 2021 are as follows:

Name of Subsidiary	Principal Activity	Place of operation	30 June 2022		31 December 2021	
			Ownership interest %	Voting power held %	Ownership interest %	Voting power held %
MZLZ-Zemaljske usluge d.o.o (“HAVAŞ MZLZ”)	Group Handling Services	Croatia	100.00	100.00	-	-
Paris Lounge Network SAS (“Paris Lounge Network”)	Lounge Services	France	51.00	51.00	-	-
Gestio I Servies Trade Center S.A. (“GIS Spain”)	Lounge Services	Spain	100.00	100.00	94.25	94.25
GIS Premium France SAS (“GIS France”)	Lounge Services	France	100.00	100.00	94.25	94.25
GIS Premium Deutschland GmbH (“GIS Germany”)	Lounge Services	Germany	100.00	100.00	94.25	94.25
GIS Premium Italy SRL (“GIS Italy”)	Lounge Services	Italy	100.00	100.00	94.25	94.25
GIS Premium Mexico SAdCV (“GIS Mexico”)	Lounge Services	Mexico	100.00	100.00	94.25	94.25

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 Six-Month Period Ended 30 June 2022

*(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) ("OCA"), 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 (General Directorate of State Airports Authority of Saudi Arabia) ("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, OCA, 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 through its holding companies.

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.

A tender was held on 3 May 2013 for construction of a new airport in İstanbul. It has been announced that the winning bid for the tender as per the tender specifications of İstanbul's New Airport Project to be undertaken by BOT model within the framework of the procedures and principles defined by DHMI as per the law no. 3996 and cabinet decree no. 2011/1807 was offered by a venture other than the Group. On 26 December 2019, The Group and DHMI agreed on the compensation payment related with the early closure of Atatürk Airport. As of 31 December 2019, the Group accrued a compensation income amounting to EUR 389,000 and fully reimbursed this amount in 2020 and 2021.

#### Covid-19 Impact and Impairment Analysis

The Covid-19 health crisis has had significant impacts on air traffic, which has largely stopped since March 2020. This sudden drop in traffic has impacts both in terms of aviation revenues and in terms of commercial revenues from investments in associates and joint ventures.

The health crisis had a significant impact on the market premium, and the betas of companies in the airport sector, both on the rise. This increase in discount rates has an unfavorable impact on the recoverable amount of the Group's assets, estimated on the basis of discounted cash flows.

Impairment tests are only performed at the end of the year unless there are signs of impairment due to the seasonality of the Group's operations, revenue and operational profits are generally higher in the second half of the year than in the first six months.

Impairment tests were carried as at 31 December 2021 on the main concession and service companies, as a result of the impairment testing performed on CGU basis no additional impairment has been identified.

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

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

### 1. REPORTING ENTITY (continued)

#### Covid-19 Impact and Impairment Analysis (continued)

As a result of the impairment testing performed on CGU basis, EUR 10,000 impairment loss is reversed (31 December 2020: EUR 20,000 impairment loss was recognised) for TAV Tunisia.

Sensitivity tests carried out show that slower traffic recovery scenarios could cause the recoverable amount of certain airport concessions to fall below their carrying amount.

The Group, applied significant savings in the Group's operational expenses to keep the negative impact of the Covid-19 health crisis on the financial statements at a minimum level. In addition, refinancing agreements have signed with lenders and for concession agreements, time extensions have obtained from the competent authorities of the relevant states.

Due to the significant increase in vaccination rates all over the world, travel restrictions have been partially removed. With this effect, passenger numbers reached approximately 78% of first half of 2019.

#### 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 18,254 in subsidiaries (average: 17,048) and 9,657 in joint ventures (average: 8,776) people as at 30 June 2022 (31 December 2021: 15,727 in subsidiaries (average: 16,342) and 7,999 in joint ventures (average: 8,009)).

TAV İstanbul employs 3 (average: 4) (31 December 2021: 12 (average: 27)) people as at 30 June 2022.

### 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 2021.

The interim condensed consolidated financial statements were authorized for issue by the Board of Directors on 27 July 2022. 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 2021.

#### 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.

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

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

### 2. BASIS OF PREPARATION

#### 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% starting from February 2022. Thus, The Group applied IAS 29 for the group companies which have TRL as their functional currency starting from February 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 in Groups financial statements is as shown below:

EBITDA: EUR 121  
Share of profit of equity-accounted investments: EUR 6.029  
Net income: EUR 12.638  
Equity: EUR 27.804

#### 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 six-month period ended 30 June 2022.

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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

#### The new standards, amendments and interpretations

##### *a) Amendments that are mandatorily effective from 2022*

Amendments to IFRS 3	Reference to the Conceptual Framework
Amendments to IAS 16	Property, Plant and Equipment – Proceeds before Intended Use
Amendments to IAS 37	Onerous Contracts – Cost of Fulfilling a Contract
Annual Improvements to IFRS Standards 2018-2020	Amendments to IFRS 1, IFRS 9 and IAS 41
Amendments to IFRS 16	COVID-19 Related Rent Concessions beyond 30 June 2021

##### *Amendments to IFRS 3 Reference to the Conceptual Framework*

The amendments update an outdated reference to the Conceptual Framework in IFRS 3 without significantly changing the requirements in the standard.

The amendments are effective for annual periods beginning on or after 1 January 2022. Early application is permitted if an entity also applies all other updated references (published together with the updated Conceptual Framework) at the same time or earlier.

##### *Amendments to IAS 16 Proceeds before Intended Use*

The amendments prohibit deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognizes the proceeds from selling such items, and the cost of producing those items, in profit or loss.

The amendments are effective for annual periods beginning on or after 1 January 2022. Early application is permitted.

##### *Amendments to IAS 37 Onerous Contracts – Cost of Fulfilling a Contract*

The amendments specify that the ‘cost of fulfilling’ a contract comprises the ‘costs that relate directly to the contract’. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract or an allocation of other costs that relate directly to fulfilling contracts.

The amendments published today are effective for annual periods beginning on or after 1 January 2022. Early application is permitted.

##### *Annual Improvements to IFRS Standards 2018-2020 Cycle*

Amendments to IFRS 1 First time adoption of International Financial Reporting Standards

The amendment permits a subsidiary that applies paragraph D16(a) of IFRS 1 to measure cumulative translation differences using the amounts reported by its parent, based on the parent’s date of transition to IFRSs.

##### Amendments to IFRS 9 Financial Instruments

The amendment clarifies which fees an entity includes in assessing whether to derecognize a financial liability. An entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other’s behalf.

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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 2022 (continued)*

###### Amendments to IAS 41 Agriculture

The amendment removes the requirement in paragraph 22 of IAS 41 for entities to exclude taxation cash flows when measuring the fair value of a biological asset using a present value technique. This will ensure consistency with the requirements in IFRS 13.

The amendments to IFRS 1, IFRS 9, and IAS 41 are all effective for annual periods beginning on or after 1 January 2022. Early application is permitted.

###### **Amendments to IFRS 16 COVID-19 Related Rent Concessions beyond 30 June 2021**

Public Oversight Accounting and Auditing Standards Authority (“POA”) has published Amendments to IFRS 16 *COVID-19 Related Rent Concessions beyond 30 June 2021* that extends, by one year, the June 2020 amendment that provides lessees with an exemption from assessing whether a COVID-19 related rent concession is a lease modification.

On issuance, the practical expedient was limited to rent concessions for which any reduction in lease payments affects only payments originally due on or before 30 June 2021. Since lessors continue to grant COVID-19 related rent concessions to lessees and since the effects of the COVID-19 pandemic are ongoing and significant, the POA decided to extend the time period over which the practical expedient is available for use.

The new amendment is effective for lessees for annual reporting periods beginning on or after 1 April 2021. Earlier application is permitted.

The Group assessed that the adoption of these amendments that are effective from 2022 do not have any effect on the Group’s consolidated financial statements.

##### *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:

IFRS 17	<i>Insurance Contracts</i>
Amendments to IAS 1	<i>Classification of Liabilities as Current or Non-Current</i>
Amendments to IFRS 4	<i>Extension of the Temporary Exemption from Applying IFRS 9</i>
Amendments to IAS 1	<i>Disclosure of Accounting Policies</i>
Amendments to IAS 8	<i>Definition of Accounting Estimates</i>
Amendments to IAS 12	<i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>
Amendments to IFRS 17	<i>Initial Application of IFRS 17 and IFRS 9 — Comparative Information (Amendment to IFRS 17)</i>

###### **IFRS 17 Insurance Contracts**

IFRS 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. IFRS 17 supersedes IFRS 4 *Insurance Contracts* as of 1 January 2023.



# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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 IAS 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 IAS 1 are effective for annual reporting periods beginning on or after 1 January 2023 and earlier application is permitted.

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

The amendment changes the fixed expiry date for the temporary exemption in IFRS 4 *Insurance Contracts* from applying IFRS 9, so that entities would be required to apply IFRS 9 for annual periods beginning on or after 1 January 2023 with the deferral of the effective date of IFRS 17.

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

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

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

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

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

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

Amendments have been made in IFRS 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 IFRS 17 and IFRS 9 at the same time to present comparative information about a financial asset as if the classification and measurement requirements of IFRS 9 had been applied to that financial asset before.

Amendments are effective with the first application of IFRS 17.

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

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements

### As at and for the Six-Month Period Ended 30 June 2022

(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

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.

##### *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. Market interest for financial leasing transactions is determined according to similar lease agreements. When measuring the fair value of a liability, an entity considers the effect of its own credit risk and other factors that may affect the probability of the obligation fulfilled or not.

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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)

#### 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.

30 June 2022	Level 1	Level 2	Level 3
Trade receivables	-	119,894	-
Financial assets	-	21,462	-
Interest rate swap	-	30,423	-
Loans and borrowings	-	(1,409,251)	-
Bank overdrafts	-	(284)	-
Other payables (*)	-	(828,261)	-
Forward	-	(103)	-
<b>31 December 2021</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Trade receivables	-	95,154	-
Loans and borrowings	-	(1,191,667)	-
Bank overdrafts	-	(424)	-
Other payables (*)	-	(804,713)	-
Interest rate swap	-	(24,521)	-

(\*) Other payables do not include advances received amounting to EUR 38,210 (31 December 2021: EUR 15,948).

### 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 and AIA 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, BTA France, Cakes & Bakes, BTA Tedarik, BTA Latvia, BTA Denizyolları, BTA Medinah, BTA Uluslararası Yiyecek, BTA MZLZ and ACS.

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

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

### 5. OPERATING SEGMENT (continued)

- **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 Macedonia, Havaş Georgia and HAVAŞ MZLZ. 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 New York, TAV İşletme Madagascar, TAV İşletme Bermuda, Paris Lounge Network, GIS Spain, GIS France, GIS Germany, GIS Italy, GIS Mexico, GIS Argentina, GIS Brazil, GIS Colombia TAV İşletme Saudi, 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.

While preparing the results of the reportable segments, joint ventures are included in the consolidation according to the proportional consolidation method.

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 Six-Month Period Ended 30 June 2022

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

### 5. OPERATING SEGMENT (continued)

	Six-month period ended 30 June											
	Terminal Operations		Catering Operations		Duty Free Operations		Ground Handling and Bus Operations		Other Operations		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Total external revenues	327,881	92,825	46,908	21,010	58,818	23,726	135,276	81,483	66,591	34,047	635,474	253,091
Inter-segment revenue	15,722	6,582	4,050	2,130	26	20	454	241	22,197	12,253	42,449	21,226
Construction revenue	-	3,246	-	-	-	-	-	-	-	-	-	3,246
Construction expenditure	-	(3,246)	-	-	-	-	-	-	-	-	-	(3,246)
Interest income	18,778	2,058	101	112	717	519	4,072	3,073	11,937	10,388	35,605	16,150
Interest expense	(33,416)	(61,825)	(1,469)	(1,539)	(676)	(623)	(2,952)	(3,894)	(33,793)	(9,552)	(72,306)	(77,433)
Depreciation and amortisation	(55,013)	(30,080)	(3,329)	(2,621)	(4,547)	(2,317)	(7,972)	(9,124)	(4,271)	(4,705)	(75,132)	(48,847)
Reportable segment operating profit / (loss)	97,694	(9,674)	1,828	(3,106)	4,215	(3,176)	25,052	6,267	5,540	(6,106)	134,329	(15,795)
Capital expenditure	97,233	9,795	2,508	198	735	1,190	2,223	3,687	3,431	2,752	106,130	17,622
	As at 30 June 2022 and 31 December 2021											
	Terminal Operations		Catering Operations		Duty Free Operations		Ground Handling and Bus Operations		Other Operations		Total	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021	30 June 2022	31 December 2021	30 June 2022	31 December 2021	30 June 2022	31 December 2021	30 June 2022	31 December 2021
Reportable segment assets	4,512,781	3,654,865	38,005	13,994	152,988	144,878	249,723	210,416	1,169,053	754,929	6,122,550	4,779,082
Reportable segment liabilities	3,607,565	2,834,585	87,305	71,479	105,815	99,298	144,585	143,754	663,159	254,962	4,608,429	3,404,078

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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 30 June											
	Terminal Operations		Catering Operations		Duty Free Operations		Ground Handling and Bus Operations		Other Operations		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Total external revenues	220,994	65,905	29,011	11,249	37,142	13,803	79,541	43,547	39,778	16,120	406,466	150,624
Inter-segment revenue	10,746	4,417	2,419	1,170	17	8	259	123	12,746	5,934	26,187	11,652
Construction revenue	-	3,246	-	-	-	-	-	-	-	-	-	3,246
Construction expenditure	-	(3,246)	-	-	-	-	-	-	-	-	-	(3,246)
Interest income	17,592	993	51	45	410	268	2,206	1,121	7,051	5,644	27,310	8,071
Interest expense	(19,146)	(19,841)	(779)	(888)	(371)	(312)	(1,491)	(2,316)	(25,851)	(5,475)	(47,638)	(28,832)
Depreciation and amortisation	(34,317)	(20,815)	(2,142)	(1,183)	(2,502)	(1,320)	(4,609)	(5,406)	(2,034)	(1,969)	(45,604)	(30,693)
Reportable segment operating profit / (loss)	85,752	2,766	2,213	313	3,918	(1,421)	19,622	5,972	4,159	(1,242)	115,664	6,388
Capital expenditure	77,322	8,049	1,439	54	577	385	1,309	1,612	1,652	2,073	82,299	12,173

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements

### As at and for the Six-Month Period Ended 30 June 2022

(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- 30 June 2022</b>	<b>1 April- 30 June 2022</b>	<b>1 January- 30 June 2021</b>	<b>1 April- 30 June 2021</b>
<b>Revenues</b>				
Total revenue for reportable segments	589,135	380,129	231,263	143,468
Other revenue	88,788	52,524	46,300	22,054
Elimination of inter-segment revenue	(42,449)	(26,187)	(21,226)	(11,652)
	<b>635,474</b>	<b>406,466</b>	<b>256,337</b>	<b>153,870</b>
Effect of using the equity method for joint ventures	(223,922)	(144,082)	(100,413)	(58,512)
<b>Consolidated revenue</b>	<b>411,552</b>	<b>262,384</b>	<b>155,924</b>	<b>95,358</b>
<b>Operating profit</b>	<b>1 January- 30 June 2022</b>	<b>1 April- 30 June 2022</b>	<b>1 January- 30 June 2021</b>	<b>1 April- 30 June 2021</b>
Segment operating profit / (loss)	128,789	111,505	(9,689)	7,630
Other operating profit / (loss)	5,540	4,159	(6,106)	(1,242)
	<b>134,329</b>	<b>115,664</b>	<b>(15,795)</b>	<b>6,388</b>
Effect of using the equity method for joint ventures	(33,179)	(24,219)	(19,477)	(8,389)
<b>Consolidated operating profit / (loss)</b>	<b>101,150</b>	<b>91,445</b>	<b>(35,272)</b>	<b>(2,001)</b>
Finance income	11,944	8,703	156,271	3,468
Finance expense	(71,556)	(43,801)	(79,196)	(36,970)
Net monetary position gains	11,993	11,993	-	-
<b>Consolidated profit / (loss) before tax from continuing operations</b>	<b>53,531</b>	<b>68,340</b>	<b>41,803</b>	<b>(35,503)</b>
<b>Assets</b>		<b>30 June 2022</b>	<b>31 December 2021</b>	
Total assets for reportable segments		4,953,497	4,024,153	
Other assets		1,169,053	754,929	
		<b>6,122,550</b>	<b>4,779,082</b>	
Effect of using the equity method for joint ventures		(2,021,309)	(1,334,353)	
<b>Consolidated total assets</b>		<b>4,101,241</b>	<b>3,444,729</b>	
<b>Liabilities</b>		<b>30 June 2022</b>	<b>31 December 2021</b>	
Total liabilities for reportable segments		3,945,270	3,149,116	
Other liabilities		663,159	254,962	
		<b>4,608,429</b>	<b>3,404,078</b>	
Effect of using the equity method for joint ventures		(1,656,498)	(970,002)	
<b>Consolidated total liabilities</b>		<b>2,951,931</b>	<b>2,434,076</b>	

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements

### As at and for the Six-Month Period Ended 30 June 2022

(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- 30 June 2022</b>	<b>1 April- 30 June 2022</b>	<b>1 January- 30 June 2021</b>	<b>1 April- 30 June 2021</b>
<b>Interest income</b>				
Total interest income for reportable segments	23,668	20,259	5,762	2,427
Other interest income	11,937	7,051	10,388	5,644
Elimination of inter-segment interest income	(24,623)	(21,119)	(7,135)	(3,939)
	<b>10,982</b>	<b>6,191</b>	<b>9,015</b>	<b>4,132</b>
Effect of using the equity method for joint ventures	(1,188)	517	(2,214)	(1,673)
<b>Consolidated interest income</b>	<b>9,794</b>	<b>6,708</b>	<b>6,801</b>	<b>2,459</b>
<b>Interest expense</b>				
Total interest expense for reportable segments	(38,513)	(21,787)	(67,881)	(23,357)
Other interest expense	(33,793)	(25,851)	(9,552)	(5,475)
Elimination of inter-segment interest expense	23,126	19,617	7,136	3,939
	<b>(49,180)</b>	<b>(28,021)</b>	<b>(70,297)</b>	<b>(24,893)</b>
Effect of using the equity method for joint ventures	10,485	4,500	11,686	6,084
<b>Consolidated interest expense</b>	<b>(38,695)</b>	<b>(23,521)</b>	<b>(58,611)</b>	<b>(18,809)</b>

#### Geographical information

The main geographical segments of the Group and its joint ventures are comprised of Turkey, Kazakhstan, 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- 30 June 2022</b>	<b>1 April- 30 June 2022</b>	<b>1 January- 30 June 2021</b>	<b>1 April- 30 June 2021</b>
<b>Revenue</b>				
Turkey	147,949	92,893	89,066	48,195
Kazakhstan	141,894	96,134	19,414	19,414
Georgia	37,836	21,082	15,176	11,207
Macedonia	15,690	9,266	7,798	4,452
Tunisia	8,438	6,108	3,083	2,047
Oman	8,259	4,427	3,914	1,725
Latvia	8,257	4,979	3,405	2,189
Spain	4,997	2,792	1,673	912
Saudi Arabia	4,898	2,841	5,930	2,928
Other	33,334	21,862	6,465	2,289
<b>Consolidated revenue</b>	<b>411,552</b>	<b>262,384</b>	<b>155,924</b>	<b>95,358</b>



# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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	30 June 2022	31 December 2021
Turkey	2,293,093	1,892,942
Kazakhstan	475,990	364,415
Tunisia	437,129	431,389
Macedonia	100,900	95,050
Georgia	83,950	74,331
Oman	12,221	12,273
Spain	4,906	5,158
Latvia	1,705	906
Saudi Arabia	870	865
Other	58,115	120,159
<b>Consolidated non-current assets</b>	<b>3,468,879</b>	<b>2,997,488</b>

### 6. OPERATING REVENUE

An analysis of the Group's operating revenue for the period ended 30 June are as follows:

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
Aviation income	176,418	119,702	36,794	28,677
Ground handling income	84,811	53,534	46,002	28,001
Catering services income	42,562	26,530	18,559	10,163
Income from lounge services and prime class	18,086	11,001	4,479	2,730
Commission from sales of duty free goods	16,216	11,652	5,909	4,433
Area allocation income	13,170	7,238	5,771	3,451
Income from car parking operations and valet service income	6,784	3,797	3,765	1,903
Security services income	5,234	2,890	4,616	2,193
Software sales income	3,935	2,337	9,298	4,674
Bus services income	2,860	1,750	2,444	1,262
Operating financial revenue	2,120	982	2,475	1,011
Utility and general participation income	1,846	954	1,245	634
Hotel and reservation income	1,637	947	1,001	518
Advertising income	1,559	825	878	503
Rent income from sublease	1,521	997	497	265
Loyalty card income	230	136	324	152
Other operating revenue	32,563	17,112	11,867	4,788
<b>Total operating revenue</b>	<b>411,552</b>	<b>262,384</b>	<b>155,924</b>	<b>95,358</b>

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements

### As at and for the Six-Month Period Ended 30 June 2022

(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 six-month periods ended 30 June 2022 and 2021 are as follows:

##### Tax recognised in profit or loss

	<u>2022</u>	<u>2021</u>
<b><u>Current tax expense</u></b>		
Current year tax expense	15,726	1,226
Adjustments for prior periods	2,731	-
	<u>18,457</u>	<u>1,226</u>
<b><u>Deferred tax expense</u></b>		
Origination and reversal of temporary differences	2,959	16,944
Change in previously recognised investment incentives	(3,561)	(886)
Recognition of current period tax losses	1,079	(667)
	<u>477</u>	<u>15,391</u>
<b>Total tax expense</b>	<b><u>18,934</u></b>	<b><u>16,617</u></b>

The reported tax expenses for the periods ended 30 June 2022 and 2021 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:

	<u>%</u>	<u>2022</u>	<u>%</u>	<u>2021</u>
Profit before tax from continuing operations		53,531		41,803
Loss before tax from discontinued operations		(442)		(91)
<b>Profit before tax</b>		<b>53,089</b>		<b>41,712</b>
Tax using the Company's domestic tax rate	23	12,210	25	10,428
Tax effects of:				
- non-deductible expenses	3	1,705	18	7,388
- translation of non-monetary items according to IAS 21	9	4,746	10	3,996
- change in previously recognised investment incentives	(7)	(3,561)	(2)	(886)
- tax exempt income	(5)	(2,487)	(34)	(14,385)
- used tax loss carry forwards which no deferred tax asset is recognised	(1)	(278)	(6)	(2,568)
- current year losses for which no deferred tax asset is recognised	11	5,830	19	8,082
- effect of different tax rates for foreign jurisdictions	(4)	(2,010)	(8)	(3,155)
- under / (over) provided in prior years	5	2,731	-	-
- adjustment for equity accounted investees	(2)	(1,278)	18	7,695
- effect of different tax rates	(1)	(630)	(8)	(3,436)
- adjustments related to tax legislation of subsidiaries which is foreign countries	(1)	(656)	(3)	(1,048)
- other consolidation adjustments	5	2,692	13	5,530
<b>Tax expense</b>	<b>35</b>	<b>19,014</b>	<b>42</b>	<b>17,641</b>
<b>Total tax expense from continuing operations</b>		<b>18,934</b>		<b>16,617</b>
<b>Total tax expense from discontinued operations</b>		<b>80</b>		<b>1,024</b>

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements

### As at and for the Six-Month Period Ended 30 June 2022

(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>30 June 2022</u>	<u>31 December 2021</u>
Corporate tax provision from continuing operations	15,726	11,328
Corporate tax provision from discontinued operations	91	1,022
Corporate tax provision	<u>15,817</u>	<u>12,350</u>
Adjustments for prior periods	2,731	-
Add: taxes payable from previous year	3,296	3,024
Less: corporation taxes paid during the year	<u>(11,978)</u>	<u>(12,078)</u>
<b>Current tax liabilities</b>	<b><u>9,866</u></b>	<b><u>3,296</u></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 30 June are as follows:

	<u>1 January- 30 June 2022</u>	<u>1 April- 30 June 2022</u>	<u>1 January- 30 June 2021</u>	<u>1 April- 30 June 2021</u>
Interest income on bank deposits and intercompany loans	9,794	6,708	6,801	2,459
Discount income (*)	1,368	1,368	145,023	437
Foreign exchange gain, net	-	-	3,801	-
Other finance income	<u>782</u>	<u>740</u>	<u>646</u>	<u>572</u>
<b>Finance income</b>	<b><u>11,944</u></b>	<b><u>8,816</u></b>	<b><u>156,271</u></b>	<b><u>3,468</u></b>
	<u>1 January- 30 June 2022</u>	<u>1 April- 30 June 2022</u>	<u>1 January- 30 June 2021</u>	<u>1 April- 30 June 2021</u>
Interest expense on financial liabilities and intercompany loans	(38,695)	(23,521)	(58,611)	(18,809)
Discount expense (**)	(19,234)	(9,641)	(13,228)	(9,135)
Commission expense	(1,605)	(880)	(888)	(449)
Interest expense provision on employee benefit obligation	(819)	(535)	(830)	(449)
Foreign exchange loss, net	(369)	(482)	-	(6,844)
Fair value of derivatives	(103)	5	-	-
Other finance costs (***)	<u>(10,731)</u>	<u>(8,860)</u>	<u>(5,639)</u>	<u>(1,284)</u>
<b>Finance cost</b>	<b><u>(71,556)</u></b>	<b><u>(43,914)</u></b>	<b><u>(79,196)</u></b>	<b><u>(36,970)</u></b>
<b>Net finance (costs) / income</b>	<b><u>(59,612)</u></b>	<b><u>(35,098)</u></b>	<b><u>77,075</u></b>	<b><u>(33,502)</u></b>

(\*) EUR 144,866 of the discount income was related with the amortised loan liabilities and fair value adjustment of participation rights for TAV Tunisia loan restructuring process as of 30 June 2021.

(\*\*) Discount expense is related with the unwinding of discount on concession payables amounting to EUR 19,234 as of 30 June 2022 (30 June 2021: EUR 13,228).

(\*\*\*) Other finance costs include bank charges and consultancy expenses charged in accordance with the requirements of project financing facilities.

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements

### As at and for the Six-Month Period Ended 30 June 2022

(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

	<b>1 January- 30 June 2022</b>	<b>1 April- 30 June 2022</b>	<b>1 January- 30 June 2021</b>	<b>1 April- 30 June 2021</b>
Effective portion of changes in fair value of cash flow hedges	59,163	32,042	72,203	12,803
Foreign currency translation differences for foreign operations	47,222	42,286	8,174	5,638
Tax on cash flow hedge reserves	(10,569)	(5,238)	(1,403)	(753)
Portion of cash flow hedges charged to profit or loss	(5,013)	(5,013)	(31,999)	(4,332)
Effect of IAS 29	27,804	27,804	-	-
<b>Finance costs recognised in other comprehensive income, net of tax</b>	<b>118,607</b>	<b>91,881</b>	<b>46,975</b>	<b>13,356</b>

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

### Notes to the Interim Condensed Consolidated Financial Statements

#### As at and for the Six-Month Period Ended 30 June 2022

(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 2021</b>	<b>779,834</b>	<b>83,380</b>	<b>595,488</b>	<b>48,198</b>	<b>132,077</b>	<b>493,401</b>	<b>-</b>	<b>2,132,378</b>
Effect of movements in exchange rates	-	5,914	-	-	-	-	986	6,900
Effect of acquisitions of a subsidiary (*)	-	-	-	-	-	-	77,165	77,165
Transfers (**)	28,873	-	-	-	(33)	28,303	-	57,143
<b>Balance at 30 June 2021</b>	<b>808,707</b>	<b>89,294</b>	<b>595,488</b>	<b>48,198</b>	<b>132,044</b>	<b>521,704</b>	<b>78,151</b>	<b>2,273,586</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>
Additions	414	-	-	-	-	112	-	526
Effect of movements in exchange rates	-	14,232	-	-	-	-	7,272	21,504
<b>Balance at 30 June 2022</b>	<b>809,202</b>	<b>109,806</b>	<b>595,488</b>	<b>48,198</b>	<b>132,077</b>	<b>522,200</b>	<b>89,049</b>	<b>2,306,020</b>

(\*) Effect of acquisitions of a subsidiary is related with acquisition of AIA. Some portion of the provisional goodwill which is accounted in the consolidated financial statements of the Group as at 30 June 2021, is converted into airport operation right after the completion of PPA (Purchase Price Allocation) work in the 31 December 2021 consolidated financial statements..

(\*\*) Transfer amounting to EUR 57,176 is related to 2 year extension on İzmir Adnan Menderes International Airport and Milas-Bodrum Airport as of 30 June 2021

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

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(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)

	<u>İzmir Adnan Menderes International Airport</u>	<u>Tbilisi International Airport</u>	<u>Enfidha International Airport</u>	<u>Alanya Gazipaşa Airport</u>	<u>Skopje International Airport</u>	<u>Milas-Bodrum Airport</u>	<u>Almaty Airport</u>	<u>Total</u>
<b><u>Accumulated amortization</u></b>								
<b>Balance at 1 January 2021</b>	<b>232,528</b>	<b>40,471</b>	<b>156,335</b>	<b>11,872</b>	<b>38,370</b>	<b>83,664</b>	<b>-</b>	<b>563,240</b>
Effect of movements in exchange rates	-	2,901	-	-	-	-	-	2,901
Amortisation for the period	4,664	755	378	185	615	1,489	-	8,086
<b>Balance at 30 June 2021</b>	<b>237,192</b>	<b>44,127</b>	<b>156,713</b>	<b>12,057</b>	<b>38,985</b>	<b>85,153</b>	<b>-</b>	<b>574,227</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>
Effect of movements in exchange rates	-	7,627	-	-	-	-	67	7,694
Amortisation for the period	9,723	2,539	1,367	357	2,706	3,319	358	20,369
Impairment reversals	-	-	(10,000)	-	-	-	-	(10,000)
<b>Balance at 30 June 2022</b>	<b>258,349</b>	<b>60,095</b>	<b>149,256</b>	<b>12,968</b>	<b>45,347</b>	<b>94,150</b>	<b>987</b>	<b>621,152</b>
<b><u>Carrying amounts</u></b>								
<b>At 30 June 2021</b>	<b>571,515</b>	<b>45,167</b>	<b>438,775</b>	<b>36,141</b>	<b>93,059</b>	<b>436,551</b>	<b>-</b>	<b>1,621,208</b>
<b>At 31 December 2021</b>	<b>560,162</b>	<b>45,645</b>	<b>437,599</b>	<b>35,587</b>	<b>89,436</b>	<b>431,257</b>	<b>81,215</b>	<b>1,680,901</b>
<b>At 30 June 2022</b>	<b>550,853</b>	<b>49,711</b>	<b>446,232</b>	<b>35,230</b>	<b>86,730</b>	<b>428,050</b>	<b>88,062</b>	<b>1,684,868</b>

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

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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 30 June 2022 and 31 December 2021, other receivables and current assets comprised the following:

<b><u>Other receivables and current assets</u></b>	<b><u>30 June 2022</u></b>	<b><u>31 December 2021</u></b>
Advances to suppliers	94,449	58,034
VAT deductible	17,767	16,593
Other prepaid expense	14,174	19,912
Prepaid taxes and funds	10,200	8,865
Income accruals	2,915	16,073
Prepaid insurance	2,466	789
Advances given to personnel	1,291	863
Deposits and guarantees given	818	1,138
Other receivables	6,641	9,172
	<b><u>150,721</u></b>	<b><u>131,439</u></b>

  

<b><u>Other non-current assets</u></b>	<b><u>30 June 2022</u></b>	<b><u>31 December 2021</u></b>
Financial assets (*)	72,096	86,243
Other non-current receivables	32,435	23,846
	<b><u>104,531</u></b>	<b><u>110,089</u></b>

(\*) 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 30 June 2022 and 31 December 2021, trade receivables comprised the following:

<b><u>Trade receivables:</u></b>	<b><u>30 June 2022</u></b>	<b><u>31 December 2021</u></b>
Trade receivables	91,608	59,401
Guaranteed passenger fee receivable from DHMİ (*)	22,272	24,664
Doubtful receivables	47,090	45,778
Allowance for doubtful receivables (-)	(47,090)	(45,778)
Notes receivables	936	1,406
	<b><u>114,816</u></b>	<b><u>85,471</u></b>

(\*) 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.

<b><u>Non-current trade receivables:</u></b>	<b><u>30 June 2022</u></b>	<b><u>31 December 2021</u></b>
Guaranteed passenger fee receivable from DHMİ (*)	5,078	9,683
	<b><u>5,078</u></b>	<b><u>9,683</u></b>

(\*) 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 Six-Month Period Ended 30 June 2022

(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 30 June 2022 and 31 December 2021, cash and cash equivalents comprised the following:

	<u>30 June 2022</u>	<u>31 December 2021</u>
Cash on hand	1,004	430
Cash at banks		
- Demand deposits	199,305	66,014
- Time deposits	14,881	26,207
Other liquid assets	372	288
<b>Cash and cash equivalents</b>	<b>215,562</b>	<b>92,939</b>
Bank overdrafts used for cash management purposes	(284)	(424)
<b>Cash and cash equivalents in the statement of cash flows</b>	<b>215,278</b>	<b>92,515</b>

The details of the Group's time deposits, maturities and interest rates as at 30 June 2022 and 31 December 2021 are as follows:

#### 30 June 2022

<u>Original Currency</u>	<u>Maturity</u>	<u>Interest rate %</u>	<u>Balance</u>
USD	July 2022	0.01 – 3.00	6,502
TRL	August 2022	5.00 – 18.25	5,483
EUR	July 2022	0.01 – 0.90	2,896
			<b>14,881</b>

#### 31 December 2021

<u>Original Currency</u>	<u>Maturity</u>	<u>Interest rate %</u>	<u>Balance</u>
EUR	January – February 2022	0.01 – 0.30	15,529
USD	January – March 2022	0.01 – 1.00	9,405
TRL	January 2022	5.00 – 15.00	1,265
Other	February 2022	0.06	8
			<b>26,207</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 30 June 2022 and 31 December 2021.



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

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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 30 June 2022 and 31 December 2021, restricted bank balances comprised the following:

	<b>30 June 2022</b>	<b>31 December 2021</b>
Project reserve and funding accounts (*)	68,678	82,211
	<b>68,678</b>	<b>82,211</b>

(\*) TAV Esenboğa, TAV Tunisia, TAV Macedonia, TAV Kazakhstan, TAV Milas Bodrum, TAV Ege and TAV Holding (“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 2021: TAV Esenboğa, TAV Tunisia, TAV Macedonia, TAV Milas Bodrum, TAV Ege and TAV Holding) 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 Esenboğa, 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.

#### 30 June 2022

<u>Original Currency</u>	<u>Interest rate %</u>	<u>Balance</u>
EUR	0.65	62,490
TRL	17.00	5,002
USD	1.50	1,157
Other		29
		<b>68,678</b>

#### 31 December 2021

<u>Original Currency</u>	<u>Interest rate %</u>	<u>Balance</u>
EUR	0.10	81,356
USD	0.45	202
TRL	14.50	578
Other		75
		<b>82,211</b>

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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 30 June 2022 and 31 December 2021, the shareholding structure of the Company was as follows:

<u>Shareholders</u>	(%)	<b>30 June 2022</b>
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 30 June 2022		20,914
Effect of non-cash increases and exchange rates		141,470
<b>Paid in capital EUR</b>		<b>162,384</b>
<u>Shareholders</u>	(%)	<b>31 December 2021</b>
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 2021		24,080
Effect of non-cash increases and exchange rates		138,304
<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

Group’s buyback transactions have reached 2,047,331 shares in 2022 (2021: 2,047,331). With buyback of own shares, the Group has recognized a reserve of EUR 4,282 under equity as treasury shares reserve (31 December 2021:EUR 4,282).

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

### Notes to the Interim Condensed Consolidated Financial Statements

#### As at and for the Six-Month Period Ended 30 June 2022

(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 30 June 2022 was based on the profit attributable to ordinary shareholders of EUR 30,819 (30 June 2021: profit attributable to ordinary shareholders of EUR 23,241) and a weighted average number of ordinary shares outstanding of 363,281,250 (30 June 2021: 363,281,250) as follows:

	<u>1 January- 30 June 2022</u>	<u>1 April- 30 June 2022</u>	<u>1 January- 30 June 2021</u>	<u>1 April- 30 June 2021</u>
Numerator:				
Profit / (loss) for the period attributable to owners of the Company from continued operations	31,341	52,268	24,356	(38,523)
(Loss) / Profit for the period attributable to owners of the Company from discontinued operations	(522)	21	(1,115)	(412)
Denominator:				
Weighted average number of shares	363,281,250	363,281,250	363,281,250	363,281,250
<b>Basic and diluted profit / (loss) per share for continued operations (full EUR)</b>	<b>0.09</b>	<b>0.14</b>	<b>0.07</b>	<b>(0.11)</b>
<b>Basic and diluted profit / (loss) per share for discontinued operations (full EUR)</b>	<b>(0.00)</b>	<b>0.00</b>	<b>(0.00)</b>	<b>(0.00)</b>
		<u>1 January- 30 June 2022</u>		<u>1 January- 30 June 2021</u>
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 Six-Month Period Ended 30 June 2022

(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.

	<u>30 June 2022</u>	<u>31 December 2021</u>
<b>Non-current liabilities</b>		
Secured bank loans (*)	828,761	566,772
Unsecured bank loans	24,572	202,570
Lease liabilities	53,728	54,502
Financial liabilities at fair value through profit or loss (**)	23,232	23,756
	<u><b>930,293</b></u>	<u><b>847,600</b></u>
<b>Current liabilities</b>		
Short term secured bank loans (*)	43,014	40,806
Current portion of long term secured bank loans (*)	146,754	158,774
Short term unsecured bank loans	268,638	128,683
Current portion of long term unsecured bank loans	14,239	9,546
Current portion of long term lease liabilities	6,313	6,258
	<u><b>478,958</b></u>	<u><b>344,067</b></u>

(\*) 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 30 June 2022 and 31 December 2021 are as follows:

	<u>30 June 2022</u>	<u>31 December 2021</u>
Bank loans	1,325,978	1,107,151
Lease liabilities	60,041	60,760
Financial liabilities at fair value through profit or loss	23,232	23,756
	<u><b>1,409,251</b></u>	<u><b>1,191,667</b></u>

The Group's bank loans as at 30 June 2022 are as follows:

	<b>Presented as</b>		
	<u><b>Current liabilities</b></u>	<u><b>Non-current liabilities</b></u>	<u><b>Total</b></u>
TAV Kazakhstan	15,701	288,657	304,358
TAV Holding	256,267	-	256,267
TAV Tunisia	13,302	226,887	240,189
TAV Ege	38,671	172,469	211,140
TAV Milas Bodrum	19,888	102,503	122,391
HAVAŞ	50,909	15,593	66,502
BTA	23,521	23,342	46,863
TAV İşletme	18,036	5,713	23,749
TAV Esenboğa	19,605	-	19,605
Other	16,745	18,169	34,914
	<u><b>472,645</b></u>	<u><b>853,333</b></u>	<u><b>1,325,978</b></u>

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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 December 2021 are as follows:

	Presented as		<b>Total</b>
	<b>Current liabilities</b>	<b>Non-current liabilities</b>	
TAV Holding	123,054	174,277	297,331
TAV Tunisia (*)	12,699	227,527	240,226
TAV Ege	52,936	178,577	231,513
TAV Milas Bodrum	12,343	109,332	121,675
HAVAŞ	52,317	23,689	76,006
BTA	14,857	26,854	41,711
TAV Esenboğa	33,113	-	33,113
TAV İşletme	16,267	7,270	23,537
TAV Gazipaşa	12,112	-	12,112
Other	8,111	21,816	29,927
	<b>337,809</b>	<b>769,342</b>	<b>1,107,151</b>

(\*) As a consequence of the "Arab Spring" of 2011 and the attacks of 2015, expected passenger traffic in Tunisia could not be reached and TAV Tunisia stopped paying its agreed bank debt instalments. Since then, negotiations started with lenders and the Tunisian authorities (granting authority). Negotiation terms have been agreed in February 2021 leading to:

- TAV Tunisia's debt reduction which, after restructuring amounts to €234 million and;
- The issuance of TAV Tunisia's "titres participatifs" to the lenders benefit for a market value of EUR 23,232 (31 December 2021: EUR 23,756). These equity securities are qualified as financial instruments and do not confer any voting rights in the management bodies of TAV Tunisia. Holders of these securities benefit from a fixed remuneration, as well as a variable remuneration, according to TAV Tunisia's results until the end of the concession on May 2047.
- The impact of the restructuring is a net deferred tax income of EUR 109,333 as of 31 December 2021.

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

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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 30 June 2022 and 31 December 2021 are as follows:

	<b>30 June 2022</b>	<b>31 December 2021</b>
On demand or within one year	472,645	337,809
Between one and five years	399,241	520,264
After five years	454,092	249,078
	<b>1,325,978</b>	<b>1,107,151</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 30 June 2022 are between 1.50% - 5.50%, USD denominated loans as at 30 June 2022 are between 0.90% - 4.50% (31 December 2021: Spreads for EUR and USD denominated loans are between 0.75% - 5.50% and 0.90% - 3.00%, respectively).

Interest payments of 88%, 100%, 100%, 100%, 90%, 70% and 61% of floating bank loans for TAV Ege, TAV Macedonia, TAV İşletme, 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 Esenboğa, 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 Esenboğa, TAV Milas Bodrum, TAV Ege, TAV Tunisia and TAV Macedonia have covenants.

The Group provided waiver letters from lenders and there is no breach of financial agreements as at 30 June 2022.

#### 17. OTHER PAYABLES

At 30 June 2022 and 31 December 2021, other payables comprised the following:

	<b>30 June 2022</b>	<b>31 December 2021</b>
<b>Other short term payables</b>		
Concession payable (*)	70,657	44,501
Advances received	38,210	15,948
Taxes and duties payable	9,791	10,820
Expense accruals	8,148	9,320
Due to personnel	6,374	5,333
Social security premiums payable	2,054	2,634
Other accruals and liabilities	1,378	16
	<b>136,612</b>	<b>88,572</b>
<b>Other long term payables</b>		
Concession payable (*)	641,621	654,848
Deferred payment liability	85,943	76,088
Other accruals and liabilities	2,295	1,153
	<b>729,859</b>	<b>732,089</b>

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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 294,211 as of 30 June 2022 (31 December 2021: EUR 286,100). 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 Izmir Adnan Menderes Airport is presented in financials EUR 279,146 as of 30 June 2022 (31 December: 2021: EUR 271,450).

### 18. FINANCIAL ASSETS

At 30 June 2022 and 31 December 2021, financial assets comprised the following:

	<u>30 June 2022</u>	<u>31 December 2021</u>
Other financial assets (*)	21,462	-
	<u>21,462</u>	<u>-</u>

(\*) Other financial assets consist of exchange rate protected deposits with 6 months maturity.

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

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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 30 June 2022 and 31 December 2021, derivative financial instruments comprised the following:

	30 June 2022		
	Assets	Liabilities	Net Amount
Interest rate swap	33,425	(3,002)	30,423
Forward	-	(103)	(103)
	<b>33,425</b>	<b>(3,105)</b>	<b>30,320</b>

  

	31 December 2021		
	Assets	Liabilities	Net Amount
Interest rate swap	-	(24,521)	(24,521)
	-	<b>(24,521)</b>	<b>(24,521)</b>

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

TAV Ege uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 30 June 2022, 88% 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 2021: 92%).

TAV Milas Bodrum uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 30 June 2022, 90% of total loan is hedged through IRS contract (31 December 2021: 94%).

TAV Macedonia uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 30 June 2022, 100% of total loan is hedged through IRS contract (31 December 2021: 100%).

TAV İşletme uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 30 June 2022, 100% of total loan is hedged through IRS contract (31 December 2021: 100%).

TAV İşletme America uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 30 June 2022, 100% of total loan is hedged through IRS contract (31 December 2021: 100%).

TAV Kazakhstan uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 30 June 2022, 70% of total loan is hedged through IRS contract (31 December 2021: 100%).

AIA uses interest rate swap to manage its exposure to interest rate fluctuations on its bank borrowings. As at 30 June 2022, 61% of total loan is hedged through IRS contract (31 December 2021: 100%).

The fair value of derivatives at 30 June is estimated at profit of EUR 30,320. This amount is based on market values of equivalent instruments at the reporting date. Since the Group applied hedge accounting as at 30 June 2022, changes in the fair value of these interest rate swaps are reflected to other comprehensive income resulting to an income of EUR 43,615 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 Six-Month Period Ended 30 June 2022

(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:

##### 30 June 2022

Foreign currency denominated financial assets	USD	EUR (*)	TRL	Other	Total
Other non-current assets	76,824	-	11,643	408	88,875
Trade receivables	7,050	4,050	4,256	12,283	27,639
Due from related parties	13,112	1,644	623	1,153	16,532
Other receivables and current assets	6,389	3,040	27,351	49,691	86,471
Restricted bank balances	1,092	-	5,400	229	6,721
Cash and cash equivalents	35,419	10,094	3,473	12,009	60,995
	<b>139,886</b>	<b>18,828</b>	<b>52,746</b>	<b>75,773</b>	<b>287,233</b>
<b>Foreign currency denominated financial liabilities</b>					
Loans and borrowings	(10,768)	(50,274)	(10,101)	(2,010)	(73,153)
Trade payables	(3,023)	(1,125)	(4,720)	(26,597)	(35,465)
Due to related parties	1	(1)	(8)	(41)	(49)
Other payables	(72,178)	(153)	(3,846)	(41,590)	(117,767)
	<b>(85,968)</b>	<b>(51,553)</b>	<b>(18,675)</b>	<b>(70,238)</b>	<b>(226,434)</b>
<b>Net exposure</b>	<b>53,918</b>	<b>(32,725)</b>	<b>34,071</b>	<b>5,535</b>	<b>60,799</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 Six-Month Period Ended 30 June 2022

(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 2021

<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	89,103	-	11,859	510	101,472
Trade receivables	7,179	1,629	3,934	9,980	22,722
Due from related parties	12,152	324	284	950	13,710
Other receivables and current assets	23,792	3,166	4,231	26,712	57,901
Restricted bank balances	202	-	580	75	857
Cash and cash equivalents	11,861	2,012	721	6,932	21,526
	<b>144,289</b>	<b>7,131</b>	<b>21,609</b>	<b>45,159</b>	<b>218,188</b>
<b>Foreign currency denominated financial liabilities</b>					
Loans and borrowings	(25,894)	(42,620)	(11,134)	(3,660)	(83,308)
Trade payables	(2,371)	(970)	(3,753)	(17,741)	(24,835)
Due to related parties	(60)	(87)	(8)	(32)	(187)
Other payables	(67,382)	(1,510)	(3,473)	(46,308)	(118,673)
	<b>(95,707)</b>	<b>(45,187)</b>	<b>(18,368)</b>	<b>(67,741)</b>	<b>(227,003)</b>
<b>Net exposure</b>	<b>48,582</b>	<b>(38,056)</b>	<b>3,241</b>	<b>(22,582)</b>	<b>(8,815)</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 Six-Month Period Ended 30 June 2022

(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 30 June 2022 and 31 December 2021 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>30 June 2022</b>				
USD	-	-	(5,392)	5,392
TRL	-	-	(3,407)	3,407
Other	-	-	(554)	554
<b>Total</b>	-	-	<b>(9,353)</b>	<b>9,353</b>
<b>31 December 2021</b>				
USD	-	-	(4,858)	4,858
TRL	-	-	(324)	324
Other	-	-	2,258	(2,258)
<b>Total</b>	-	-	<b>(2,924)</b>	<b>2,924</b>

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

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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	30 June 2022		31 December 2021	
		Carrying Amount	Fair Value	Carrying Amount	Fair Value
<b>Financial assets</b>					
Financial assets	18	21,462	21,462	-	-
Trade receivables - non current	11	5,078	5,293	9,683	10,323
Trade receivables - current	11	114,816	115,424	85,471	86,612
Due from related parties	22	177,433	177,433	238,706	238,706
Restricted bank balances	13	68,678	68,678	82,211	82,211
Cash and cash equivalents	12	215,562	215,562	92,939	92,939
Derivative financial instruments	19	33,425	33,425	-	-
<b>Financial liabilities</b>					
Bank overdraft	12	(284)	(284)	(424)	(424)
Loans and borrowings	16	(1,409,251)	(1,410,676)	(1,191,667)	(1,193,092)
Trade payables (**)		(59,812)	(59,812)	(41,931)	(41,931)
Due to related parties	22	(455,664)	(455,664)	(154,213)	(154,213)
Derivative financial instruments	19	(3,105)	(3,105)	(24,521)	(24,521)
Other payables (**)		(828,261)	(844,821)	(804,713)	(822,418)
		<b>(2,119,923)</b>	<b>(2,137,085)</b>	<b>(1,708,459)</b>	<b>(1,725,808)</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

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(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

	<b>30 June 2022</b>	<b>31 December 2021</b>
Letters of guarantee given to third parties	799,662	300,714
Letters of guarantee given to DHMİ	84,081	160,451
Letters of guarantee given to Tunisian Government	18,433	17,869
Letters of guarantee given to Saudi Arabian Government	12,750	11,715
Letters of guarantee given to Macedonian Government	250	250
	<b>915,176</b>	<b>490,999</b>

The Group is obliged to give a letter of guarantee at an amount equivalent of USD 13,292 (EUR 12,750) (31 December 2021: USD 13,260 (EUR 11,715)) 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 30 June 2022 (31 December 2021: USD 162,883 (EUR 143,906)) to National Commercial Bank which was included in letters of guarantee given to third parties. This letter of guarantee was 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 and is no longer valid.

The Group is obliged to give a letter of guarantee at an amount equivalent of EUR 9,210 (31 December 2021: EUR 9,157) to the Ministry of State Property and Land Affairs and EUR 9,223 (31 December 2021: 8,713) 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 give a letter of guarantee for TAV Antalya Yatırım at an amount equivalent of EUR 76,525 to DHMİ as at 31 December 2021. As at 30 June 2022, this commitment has been undertaken by TAV Antalya Yatırım.

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 612,500.

##### Almaty

SPA Claim Guarantee: This guarantee is related with any financial claims raised for the period before the terminal handover to the Group. The Group guarantee that if there are any financial claims such as tax penalty, court claim etc, the Group is obliged to cover this loss. On the other hand, in case of such claims, the Group received a performance guarantee from the Seller amounting to USD 35,200 to cover such losses.

# TAV Havalimanları Holding A.Ş. and its Subsidiaries

## Notes to the Interim Condensed Consolidated Financial Statements

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#### 21. COMMITMENTS, CONTINGENCIES AND CONTRACTUAL OBLIGATIONS (continued)

##### Almaty (continued)

ENS Exist Guarantee: In case of any environmental or social breach, there is 12 months cure period to solve such issues. If the issues remain unsolved, the Group is obliged to refinance the loan from another bank group. It must be noted that this is a very unlikely situation, considering all lenders are DFIs such as IFC and EBRD, also government is committed to follow all environmental and social policies of Lenders in the dead under the government support agreement.

EPC Completion Guarantee: This guarantee is triggered in case of EPC cost overrun. It must be noted that EPC cost is fixed under EPC contract as USD 196,500. This amount is not included in Group's commitments. On the other hand, the Group received 10% (USD 19,650) performance bond which covers the obligations of constructor under EPC Contract. Additionally, the Group received (USD 18,403) advance bond from the constructor.

#### 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- 30 June 2022</b>	<b>1 April- 30 June 2022</b>	<b>1 January- 30 June 2021</b>	<b>1 April- 30 June 2021</b>
Short-term benefits (salaries, bonuses etc.)	5,523	1,286	3,966	2,030
	<b>5,523</b>	<b>1,286</b>	<b>3,966</b>	<b>2,030</b>

As at 30 June 2022 and 31 December 2021, 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>30 June 2022</b>	<b>31 December 2021</b>
Current loan to related parties	15,116	11,400
Due from related parties	28,474	23,041
	<b>43,590</b>	<b>34,441</b>
	<b>30 June 2022</b>	<b>31 December 2021</b>
Non-current loan to related parties	133,843	204,265
	<b>133,843</b>	<b>204,265</b>

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

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(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>Due from related parties</b>	<b>30 June 2022</b>	<b>31 December 2021</b>
ATU (1) (*)	9,154	6,744
Tibah Operation (1)	5,287	3,772
BTA Medinah (1)	196	176
TGS (1)	123	62
Aéroports de Paris SA	-	7
Other related parties	356	639
	<b>15,116</b>	<b>11,400</b>

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

(1) Joint venture

<b>Current loan to related parties</b>	<b>30 June 2022</b>	<b>31 December 2021</b>
Tibah Development (1)	14,599	10,394
BTA Medinah (1)	4,474	4,171
Medinah Hotel (1)	2,186	2,610
Saudi Havaş (1)	2,111	2,099
ZAIC-A (1)	1,934	1,253
TAV İşletme Paris (1)	1,302	-
TAV İşletme Saudi (1)	558	1,208
Other related parties	1,310	1,306
	<b>28,474</b>	<b>23,041</b>

<b>Non-current loan to related parties</b>	<b>30 June 2022</b>	<b>31 December 2021</b>
Tibah Development (1) (*)	130,264	201,405
Saudi HAVAŞ (1)	3,146	2,860
Other related parties	433	-
	<b>133,843</b>	<b>204,265</b>

(\*) The Group has provided a shareholder loan of 228 million US dollars ("201 million EUR") 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.

<b>Non-current loan from related parties</b>	<b>30 June 2022</b>	<b>31 December 2021</b>
Non-current loan from related parties	455,026	153,623
Due to related parties	638	530
Current loan from related parties	-	60
	<b>455,664</b>	<b>154,213</b>

(1) Joint venture

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

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

(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>30 June 2022</b>	<b>31 December 2021</b>
<b>Due to related parties</b>		
Aéroports de Paris SA	35	226
Other related parties	603	304
	<b>638</b>	<b>530</b>
<b>Current loan from related parties</b>		
Other related parties	-	60
	<b>-</b>	<b>60</b>

(\*) 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 investees”, 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.

	<b>30 June 2022</b>	<b>31 December 2021</b>
<b>Non-current loan from related parties</b>		
Tank ÖWA alpha GmbH (1) (*)	455,026	153,623
	<b>455,026</b>	<b>153,623</b>
<b>Short term deferred income from related parties</b>		
ATU (2) (**)	990	990
	<b>990</b>	<b>990</b>
<b>Long term deferred income from related parties</b>		
ATU (2) (**)	12,383	12,874
	<b>12,383</b>	<b>12,874</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.

(1) Shareholder

(2) Joint venture



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#### 22. RELATED PARTIES (continued)

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
<b>Services rendered to related parties</b>				
ATU (1) (*)	20,894	14,102	7,575	5,324
TAV Antalya (1)	955	549	796	412
TGS (1)	819	485	770	466
Tibah Development (1)	-	-	1,916	1,916
Other related parties	4,022	2,288	3,519	2,255
	<b>26,690</b>	<b>17,424</b>	<b>14,576</b>	<b>10,373</b>

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

(1) Joint venture

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
<b>Services rendered by related parties</b>				
Other related parties	1,008	807	532	403
	<b>1,008</b>	<b>807</b>	<b>532</b>	<b>403</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.

Group signed an EPC contract with a joint venture formed by TAV Construction and Sera related to additional investments for the capacity increase of Antalya Airport.

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
<b>Interest (expense) / income from related parties (net)</b>				
Tank ÖWA alpha GmbH (1)	(7,103)	(5,056)	(4,030)	(1,811)
Other related parties	3,070	3,038	53	27
	<b>(4,033)</b>	<b>(2,018)</b>	<b>(3,977)</b>	<b>(1,784)</b>

The average interest rate used within the Group is 3.77% per annum (31 December 2021: 3.46%). 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 2022, the Group did not distribute any dividend to the shareholders in accordance with its dividend policy (2021: None). Dividend per share is none (2021: None).

(1) Shareholder

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

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#### 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>30 June 2022</b>		
	<b>TAV Tbilisi</b>	<b>Other immaterial subsidiaries</b>	<b>Total</b>
<b>NCI Percentage</b>	<b>20.00%</b>		
Non-current assets	59,189		
Current assets	23,208		
Non-current liabilities	8,931		
Current liabilities	8,507		
<b>Net assets</b>	<b>64,959</b>		
Carrying amount of NCI	12,992	4,700	17,692
	<b>1 January – 30 June 2022</b>		
	<b>TAV Tbilisi</b>	<b>Other immaterial subsidiaries</b>	<b>Total</b>
Revenue	31,643		
Profit	15,097		
<b>Total comprehensive income</b>	<b>21,781</b>		
Profit allocated to NCI	3,019	237	3,256
	<b>1 April – 30 June 2022</b>		
	<b>TAV Tbilisi</b>	<b>Other immaterial subsidiaries</b>	<b>Total</b>
Revenue	17,078		
Profit	8,500		
<b>Total comprehensive income</b>	<b>14,450</b>		
Profit allocated to NCI	1,700	210	1,910

In 2022 the Company distributed dividends to non-controlling shareholders amounting to EUR 2.857.

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

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

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

	<b>31 December 2021</b>		
	<b>TAV Tbilisi</b>	<b>Other immaterial subsidiaries</b>	<b>Total</b>
<b>NCI Percentage</b>	<b>20.00%</b>		
Non-current assets	53,033		
Current assets	13,605		
Non-current liabilities	7,697		
Current liabilities	4,222		
<b>Net assets</b>	<b>54,719</b>		
Carrying amount of NCI	10,944	4,007	14,951
	<b>1 January – 30 June 2021</b>		
	<b>TAV Tbilisi</b>	<b>Other immaterial subsidiaries</b>	<b>Total</b>
Revenue	12,926		
Profit	4,594		
<b>Total comprehensive income</b>	<b>7,499</b>		
Profit / (loss) allocated to NCI	919	(89)	830
	<b>1 April – 30 June 2021</b>		
	<b>TAV Tbilisi</b>	<b>Other immaterial subsidiaries</b>	<b>Total</b>
Revenue	9,029		
Profit	3,635		
<b>Total comprehensive income</b>	<b>6,547</b>		
Profit allocated to NCI	727	658	1,385
		<b>30 June 2022</b>	<b>31 December 2021</b>
Joint ventures		726,046	318,268
Associates		1,014	929
		<b>727,060</b>	<b>319,197</b>

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

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

	<b>1 January- 30 June 2022</b>	<b>1 April- 30 June 2022</b>	<b>1 January- 30 June 2021</b>	<b>1 April- 30 June 2021</b>
Joint ventures	5,471	11,147	(29,701)	(11,490)
Associates	86	40	(1,080)	36
	<b><u>5,557</u></b>	<b><u>11,187</u></b>	<b><u>(30,781)</u></b>	<b><u>(11,454)</u></b>

#### Joint Ventures

Carrying amounts of the Group's joint ventures in the statement of financial position as at 30 June 2022 and 31 December 2021 are as follows:

	<b>30 June 2022</b>	<b>31 December 2021</b>
TAV Antalya Invest	368,085	-
TAV Antalya	272,189	272,053
TGS	59,731	19,572
ATU	25,167	23,317
Tibah Operation	155	3,205
Other (*)	719	121
	<b><u>726,046</u></b>	<b><u>318,268</u></b>

(\*) The share of companies with negative net assets in the Group's net assets is reclassified to liabilities from investments accounted by the equity method.

Group's share of profit / (loss) of the Group's joint ventures in the statement of comprehensive income for the period ended 30 June are as follows:

	<b>1 January- 30 June 2022</b>	<b>1 April- 30 June 2022</b>	<b>1 January- 30 June 2021</b>	<b>1 April- 30 June 2021</b>
TGS	11,098	8,484	(483)	974
ATU	2,010	1,543	(3,643)	(2,232)
Tibah Operation	527	272	406	228
TAV Antalya	136	5,755	(6,412)	(186)
Tibah Development (*)	-	-	(16,830)	(8,690)
TAV Antalya Invest	(7,191)	(4,375)	-	-
Other	(1,109)	(532)	(2,739)	(1,584)
	<b><u>5,471</u></b>	<b><u>11,147</u></b>	<b><u>(29,701)</u></b>	<b><u>(11,490)</u></b>

(\*) Due to application of 38<sup>th</sup> and 39<sup>th</sup> paragraphs of IAS 28, the Group will no longer account loss or gain of Tibah Development under "Share of profit of equity-accounted investees, net of tax" in consolidated statement of profit or loss. 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

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

##### Associates

Carrying amount of the Group's associate in the statement of financial position as at 30 June 2022 and 31 December 2021 are as follows:

	<b>30 June 2022</b>	<b>31 December 2021</b>
Other	1,014	929
	<b>1,014</b>	<b>929</b>

#### 24. DISCONTINUED OPERATIONS

As of 6 April 2019 02:00 AM, all commercial flights have been transferred to the new İstanbul Airport and operations of TAV İstanbul have ended. Due to this reason, the Group has decided to classify TAV İstanbul operations as discontinued operations. Operations of Group's other subsidiaries which were also operating in İstanbul Atatürk Airport, are not classified as discontinued, since these subsidiaries are still operating in the other airports and new İstanbul Airport as well.

As explained in Note 1, TAV Holding and TAV İstanbul received a formal letter issued by DHMİ dated 22 January 2013, stating that DHMİ will fully reimburse the Group for potential loss of profit over the remaining period of its existing rent period that may be incurred in case that another airport is opened for operation on the European side of İstanbul before the end of the rent period of TAV İstanbul; i.e. 3 January 2021.

On 26 December 2019, The Group and DHMI agreed on the compensation payment related with the early closure of Atatürk Airport. The Group write off the carrying value of leasehold improvements and prepaid rent amounting to EUR 46,273 and EUR 8,738, respectively, and accrued a compensation income amounting to EUR 389,000.

	<b>1 January- 30 June 2022</b>	<b>1 April- 30 June 2022</b>	<b>1 January- 30 June 2021</b>	<b>1 April- 30 June 2021</b>
Revenue	2	2	1,275	741
Operating (loss) / profit	(413)	(111)	53	240
Net finance (costs) / income	(29)	129	(144)	(233)
(Loss) / Profit before tax	(442)	18	(91)	7
Tax expense	(80)	3	(1,024)	(419)
<b>(Loss) / Profit for the period</b>	<b>(522)</b>	<b>21</b>	<b>(1,115)</b>	<b>(412)</b>

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

### Notes to the Interim Condensed Consolidated Financial Statements As at and for the Six-Month Period Ended 30 June 2022

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

#### 24. DISCONTINUED OPERATIONS (continued)

	<u>2022</u>	<u>2021</u>
Net cash provided from operating activities	1,232	194,015
Net cash provided from investing activities	3	45
Net cash used in financing activities	(1,841)	(178,840)
	<u>2022</u>	<u>2021</u>
Weighted average number of shares	180,000,000	180,000,000
<b>Loss for the period attributable to owners of the Company</b>	<b>(522)</b>	<b>(1,115)</b>
<b>Basic and diluted loss per share (full EUR)</b>	<b>(0.00)</b>	<b>(0.01)</b>

#### 25. ACQUISITIONS OF SUBSIDIARY

Almaty Airport Investment Holding BV, a consortium led by the Group, signed on May 7, 2020 an agreement to buy 100% stake in the Almaty Airport; and fuel related businesses carried on by Venus Trading LLP for an amount USD 417,074 composed by;

- USD 365,010 paid on April 29, 2021
- USD 6,639 paid in July 2021 as an adjustment to take into account the net indebtedness, working capital requirement and cash of acquired companies on the acquisition date;
- and USD 45,425 payable no later than 2030 or earlier depending on traffic levels.

Closing took place on April 29, 2021, since then the Group has ownership of 85% of shares of Venus Trading LLP, Almaty International Airport JSC and its subsidiaries Almaty Catering Services LLP and Almaty FBO LLP, 100% subsidiary of Almaty International Airport JSC. The consortium partner KIF Warehouses Coöperatief U.A. (investment fund owned by VPE Capital and Kazina Capital Management) holds the remaining 15%. The latter has a put option on the shares it holds and the Group benefits from a call option that can be exercised in the event of disagreement. At closing date, the debt relating to the put option was estimated at EUR 37,945. As the Group has the capacity to impose its decisions on relevant activities, the companies acquired are fully consolidated.

According to IFRS 3 "Business Combinations", the acquisition price has been provisionally allocated between the various identifiable assets and liabilities of the companies acquired. This work to identify and measure assets and liabilities at fair value on April 29, 2021 was carried out with the help of a consulting firm and resulted in the recognition of a partial goodwill for an amount of USD 87,332 (EUR 72,049).

#### 26. SUBSEQUENT EVENTS

None.