

**ALARKO HOLDİNG A.Ş.
AND IT'S SUBSIDIARIES**

INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS FOR THE SIX MONTHS
PERIOD ENDED JUNE 30, 2024 TOGETHER WITH
INDEPENDENT AUDITORS' REVIEW REPORT

*(Convenience Translation of Condensed Consolidated
Financial Statements and Audit Report
Originally Issued in Turkish)*

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**CONVENIENCE TRANSLATION INTO ENGLISH OF
REVIEW REPORT ORIGINALLY ISSUED IN TURKISH**

**REPORT ON REVIEW OF INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS**

**To The General Assembly
Alarko Holding Anonim Şirketi;**

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Alarko Holding Anonim Şirketi (“the Company”) and Its Subsidiaries (together will be referred as “the Group”) as of 30 June 2024 and the related condensed consolidated statements of profit or loss and other comprehensive income, condensed consolidated changes in equity and condensed consolidated cash flows (“interim condensed consolidated financial information”) for the six-month period then ended. The Group management is responsible for the preparation and fair presentation of this condensed consolidated interim financial statements in accordance with Turkish Accounting Standards 34 “Interim Financial Reporting” (“TAS 34”). Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagements (ISRE) 2410, “Review of Interim Financial Statements Performed by the Independent Auditor of the Entity”. A review of interim condensed consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an independent audit conducted in accordance with Standards on Independent Auditing and the objective of which is to express an opinion on the financial statements. Consequently, a review on the interim financial statement does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with Turkish Accounting Standard 34 “Interim Financial Reporting”.

İstanbul,
26 September 2024

**BDO Denet Bağımsız Denetim
ve Danışmanlık A.Ş.**
Member, BDO International Network



Taceddin Yazar, SMMM
Partner in charge

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

ASSETS

		Current period	Prior period
		Reviewed	Audited
	Notes	30 June 2024	31 December 2023
Current assets		18.282.528.908	19.589.719.820
Cash and cash equivalents	5	3.898.836.050	4.083.644.722
Financial investments	6	6.101.026.942	8.048.953.718
Trade receivables		4.323.165.873	3.653.284.305
- Trade receivables from related parties	8, 28	86.371.850	31.504.541
- Trade receivables from third parties	8	4.236.794.023	3.621.779.764
Other receivables		26.880.455	25.006.937
- Other receivables from related parties	28	919.314	1.059.600
- Other receivables from third parties		25.961.141	23.947.337
Assets arising from customer contracts		246.856.543	457.704.931
-Contract assets from ongoing construction and contracting works and commitments	11	246.740.625	457.554.007
- Contract assets from sale of goods and service	11	115.918	150.924
Inventories	9	1.610.363.251	1.377.144.589
Prepaid expenses	10	994.079.274	1.023.825.975
Current income tax assets		122.142.334	100.184.315
Other current assets		945.093.936	800.503.773
Subtotal		18.268.444.658	19.570.253.265
Non-current assets held for sale	16	14.084.250	19.466.555
Non-current assets		58.298.913.498	54.451.357.783
Financial investments	6	4.066.809.232	2.190.195.997
Trade receivables		158.078	182.840
- Trade receivables from third parties	8	158.078	182.840
Other receivables		141.137.075	120.778.162
- Other receivables from related parties	28	135.573.449	116.677.588
- Other receivables from third parties		5.563.626	4.100.574
Investments accounted by equity method	14	34.339.305.827	35.689.749.199
Investment properties	15	3.578.412.723	3.614.982.470
Property, plant and equipment	17	10.642.336.244	8.209.113.767
Right of use assets	19	754.413.423	735.537.778
Intangible assets		1.287.726.747	1.180.074.201
-Goodwill	3	523.697.474	561.561.969
-Other intangible assets	18	764.029.273	618.512.232
Prepaid expenses	10	1.527.130.829	704.267.328
Deferred tax asset	26	1.843.244.329	1.846.780.623
Other non-current assets		118.238.991	159.695.418
Total assets		76.581.442.406	74.041.077.603

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

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

LIABILITIES

		Current Period	Prior period
		Reviewed	Audited
	Notes	30 June 2024	31 December 2023
Current Liabilities		17.342.909.954	16.421.850.235
Short term financial liabilities	7	6.986.668.929	6.183.906.154
Short term portion of long-term financial liabilities	7	518.855.630	197.546.494
Trade payables		1.918.600.963	2.424.950.154
-Trade payables to related parties	8, 28	12.623.490	3.786.654
-Trade payables to third parties	8	1.905.977.473	2.421.163.500
Payables related to employee benefits		103.693.190	105.223.536
Other payables		6.180.295.181	5.555.840.959
-Other payables to related parties	28	6.050.718.332	5.390.814.758
- Other payables to third parties		129.576.849	165.026.201
Liabilities arising from customer contracts		654.998.404	971.644.524
- Contract liabilities arising from ongoing construction and commitments	11	629.637.975	957.206.020
-Contract liabilities arising from sales of goods and services	11	25.360.429	14.438.504
Derivative financial instruments	12	7.721.341	6.614.916
Deferred income (Except for obligations arising from customer contracts)	13	827.037.814	743.118.735
Current income tax liabilities		66.547.694	176.500.418
Short-term provisions		78.485.792	56.497.320
-Other short-term provisions	20	78.485.792	56.497.320
Other current liabilities		5.016	7.025
Non-current liabilities		6.128.949.760	2.801.688.740
Long-term financial liabilities	7	4.113.820.486	713.181.463
Other payables		699.297.720	730.850.959
-Other payables to third parties		699.297.720	730.850.959
Liabilities arising from customer contracts		71.727	178.896.918
-Contract liabilities arising from ongoing construction and commitments	11	-	178.374.921
-Contract liabilities arising from sales of goods and services	11	71.727	521.997
Investments accounted by equity method liabilities	14	28.463.108	34.794.836
Deferred income (Except for obligations arising from customer contracts)	13	489.607.158	425.741.662
Long-term provisions		137.811.788	147.405.865
- Long-term provisions related to employee benefit obligations	22	137.811.788	147.405.865
Deferred tax liabilities	26	659.877.773	570.817.037
Equity		53.109.582.692	54.817.538.628
Attributable to equity holders of the parents		49.444.444.019	51.139.938.556
Paid-in share capital	23	435.000.000	435.000.000
Inflation adjustment on capital	23	4.896.877.437	4.896.877.437
Repurchased shares (-)	23	(793.074.246)	(750.773.075)
Cross shareholding adjustment (-)	23	(1.535.883)	(1.535.883)
Impact of business combinations under common control	3	(367.989.728)	-
Other comprehensive income / (expense) not to be reclassified to profit or loss		(82.714.509)	(94.917.057)
- Revaluation and measurement gain / (loss)		(82.714.509)	(94.917.057)
Actuarial gain / (loss) arising from defined benefit plans		(82.714.509)	(94.917.057)
Other comprehensive income / (expenses) to be reclassified to profit or loss		2.787.587.752	2.482.428.084
- Foreign currency translation differences		2.787.587.752	2.487.575.030
-Revaluation and reclassification gain / (loss)		-	(5.146.946)
Gains / (losses) from financial assets at fair value through other comprehensive income		-	(5.146.946)
Restricted reserves	23	1.077.867.128	987.876.031
Dividend advances paid (-)		-	(856.529.798)
Accumulated profit or loss	23	42.673.903.800	35.777.445.702
Net profit or loss for the period		(1.181.477.732)	8.264.067.115
Non-controlling interest	23	3.665.138.673	3.677.600.072
Total liabilities		76.581.442.406	74.041.077.603

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

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

	Notes	Reviewed 1 January 2024 30 June 2024	Unreviewed 1 April 2024 30 June 2024	Reviewed 1 January 2023 30 June 2023	Unreviewed 1 April 2023 30 June 2023
PROFIT OR LOSS					
Revenue	24	4.097.512.674	2.314.817.394	5.568.388.708	3.015.150.195
Cost of sales (-)	24	(3.674.626.199)	(1.894.135.781)	(5.083.828.494)	(2.923.234.154)
Gross profit		422.886.475	420.681.613	484.560.214	91.916.041
General administrative expenses (-)		(700.920.578)	(352.219.443)	(481.648.718)	(210.014.343)
Marketing expenses (-)		(72.164.009)	(43.785.118)	(37.549.923)	(25.065.490)
Research and development expenses (-)		(6.860.315)	(4.139.735)	-	-
Other income from operating activities	25	1.829.241.802	506.222.885	3.570.051.048	3.026.033.104
Other expenses from operating activities (-)		(1.119.948.555)	(520.278.904)	(856.671.507)	(524.011.891)
Operating profit / (loss)		352.234.820	6.481.298	2.678.741.114	2.358.857.421
Income from investing activities		1.246.330.225	796.554.600	584.351.798	343.337.599
Expenses from investing activities (-)		(35.751.141)	(32.719.542)	(17.864.503)	(13.916.099)
Income / (Expense) from Investments Valued by Equity Method	14	(882.275.331)	123.617.888	2.243.790.141	1.139.799.777
Operating profit / (loss) before financial income / (expense)		680.538.573	893.934.244	5.489.018.550	3.828.078.698
Financial income		6.475.193	(12.525.381)	39.295.749	28.094.333
Financial expenses (-)		(816.940.274)	(204.643.478)	(543.466.223)	(470.673.913)
Monetary (loss)/gain (Net)		(957.861.484)	(318.824.069)	(1.054.976.533)	(469.594.812)
Profit / (loss) before tax from continued operations		(1.087.787.992)	357.941.316	3.929.871.543	2.915.904.306
Tax (expense) / income from continued operations	26	(132.768.987)	(196.785.357)	(107.572.508)	165.210.765
- Tax (expense) / income for the period	26	(78.712.084)	(3.388.699)	(489.586.656)	(363.876.821)
- Deferred tax (expense) / income	26	(54.056.903)	(193.396.658)	382.014.148	529.087.586
Net profit / (loss) from continued operations		(1.220.556.979)	161.155.959	3.822.299.035	3.081.115.071
Profit / (loss) for the period		(1.220.556.979)	161.155.959	3.822.299.035	3.081.115.071
Distribution of profit / (loss) for the period					
- Non-controlling interest	23	(39.079.247)	(40.051.049)	101.272.744	165.505.366
- Parent company shares	27	(1.181.477.732)	201.207.008	3.721.026.291	2.915.609.705
Earnings per share / (loss)		(2,752)	0,468	8,641	6,768
- Earnings / (loss) per share	27	(2,752)	0,468	8,641	6,768
OTHER COMPREHENSIVE INCOME					
Items not to be reclassified to profit or loss		12.275.471	6.463.791	(38.135.646)	(17.725.098)
- Actuarial gain / (loss) arising from defined benefit plans		17.694.660	7.455.322	(33.374.718)	(19.723.435)
- Share of other comprehensive income of investments accounted by equity method not to be reclassified to profit / loss		(2.640.489)	79.071	(17.380.806)	(5.497.080)
- Tax of other comprehensive income not to be reclassified to profit or loss		(2.778.700)	(1.070.602)	12.619.878	7.495.417
- Deferred tax income / (expense)		(2.778.700)	(1.070.602)	12.619.878	7.495.417
Items to be reclassified to profit or loss in subsequent periods		337.659.525	72.984.829	770.952.052	629.589.004
- Currency translation differences relate to the translation of businesses abroad		451.764.515	421.705.626	151.484.094	122.344.336
- Other comprehensive income/(expense) related to financial assets whose fair value difference is reflected in other comprehensive income		5.142.267	4.668.310	(598.189)	92.561
- Share of other comprehensive income of investments accounted by equity method to be reclassified to profit or loss		(119.247.257)	(353.389.107)	620.066.147	507.152.107
Other comprehensive income / (expense)		349.934.996	79.448.620	732.816.406	611.863.906
Total comprehensive income / (expense)		(870.621.983)	240.604.579	4.555.115.441	3.692.978.977
Distribution of total comprehensive income / (expense)					
- Non-controlling interest		(3.964.189)	(20.371.119)	144.895.463	222.939.984
- Parent company shares		(866.657.794)	260.975.698	4.410.219.978	3.470.038.993

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

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

							Other comprehensive income/expenses not to be reclassified to profit or loss		Other comprehensive income/expenses to be reclassified to profit or loss			Accumulated profit				
	Notes	Paid-in share capital	Inflation adjustment on capital	Repurchased shares	Cross shareholding adjustment	Impact of business combinations under common control	Gain / (loss) on remeasurement of defined benefit plans	Currency translation differences	Gain / (loss) from financial assets at fair value through the statement of other comprehensive income)	Restricted reserves	Dividend advances paid	Retained earnings / (Accumulated losses)	Net profit/(loss) for the period	Attributable to equity holders of the parent	Non- controlling interest	Total equity
As of 1 January 2023	23	435.000.000	4.896.877.437	(360.578.385)	(1.535.883)	-	(129.982.431)	1.783.286.148	(4.780.033)	587.054.552	-	15.619.136.072	20.838.440.710	43.662.918.187	3.347.520.273	47.010.438.460
Transfers		-	-	-	-	-	-	-	-	11.991.350	-	20.826.449.360	(20.838.440.710)	-	-	-
Total comprehensive income / (expense)		-	-	-	-	-	(38.172.024)	727.964.439	(598.728)	-	-	-	3.721.026.291	4.410.219.978	144.895.463	4.555.115.441
Net profit/ (loss) for the period		-	-	-	-	-	-	-	-	-	-	-	3.721.026.291	3.721.026.291	101.272.744	3.822.299.035
Other comprehensive income / (expense)		-	-	-	-	-	(38.172.024)	727.964.439	(598.728)	-	-	-	-	689.193.687	43.622.719	732.816.406
Profit share advances paid during the period		-	-	-	-	-	-	-	-	-	(520.668.466)	-	-	(520.668.466)	-	(520.668.466)
Dividends		-	-	5.164.529	-	-	-	-	-	-	-	(251.812.493)	-	(246.647.964)	(94.530.596)	(341.178.560)
Increase (decrease) due to share buyback transactions		-	-	(395.359.219)	-	-	-	-	-	388.830.129	-	(388.830.129)	-	(395.359.219)	(6.223.575)	(401.582.794)
Acquisition or disposal of subsidiaries		-	-	-	-	-	-	-	-	-	-	-	-	-	22.697.870	22.697.870
Transactions with non-controlling shareholders		-	-	-	-	-	-	-	-	-	-	-	-	-	215.806	215.806
Balance as of 30 June 2023	23	435.000.000	4.896.877.437	(750.773.075)	(1.535.883)	-	(168.154.455)	2.511.250.587	(5.378.761)	987.876.031	(520.668.466)	35.804.942.810	3.721.026.291	46.910.462.516	3.414.575.241	50.325.037.757
As of 1 January 2024	23	435.000.000	4.896.877.437	(750.773.075)	(1.535.883)	-	(94.917.057)	2.487.575.030	(5.146.946)	987.876.031	(856.529.798)	35.777.445.702	8.264.067.115	51.139.938.556	3.677.600.072	54.817.538.628
Transfers		-	-	-	-	-	-	-	-	47.540.494	856.529.798	7.359.996.823	(8.264.067.115)	-	-	-
Total comprehensive income / (expense)		-	-	-	-	-	12.237.747	297.435.245	5.146.946	-	-	-	(1.181.477.732)	(866.657.794)	(3.964.189)	(870.621.983)
Net profit/ (loss) for the period		-	-	-	-	-	-	-	-	-	-	-	(1.181.477.732)	(1.181.477.732)	(39.079.247)	(1.220.556.979)
Other comprehensive income / (expense)		-	-	-	-	-	12.237.747	297.435.245	5.146.946	-	-	-	-	314.819.938	35.115.058	349.934.996
Impact of business combination under common control		-	-	-	(367.989.728)	-	-	-	-	-	-	-	-	(367.989.728)	-	(367.989.728)
Dividends		-	-	189.257	-	-	-	-	-	-	-	(424.743.999)	-	(424.554.742)	(4.742.820)	(429.297.562)
Increase (decrease) due to share buyback transactions		-	-	(42.450.603)	-	-	-	-	-	42.450.603	-	(42.450.603)	-	(42.450.603)	-	(42.450.603)
Increase/decrease in shareholding rate changes in subsidiaries that did not result in loss of control		-	-	(39.825)	-	-	(35.199)	2.577.477	-	-	-	3.655.877	-	6.158.330	(4.153.009)	2.005.321
Transactions with non-controlling shareholders		-	-	-	-	-	-	-	-	-	-	-	-	-	398.619	398.619
Balance as of 30 June 2024	23	435.000.000	4.896.877.437	(793.074.246)	(1.535.883)	(367.989.728)	(82.714.509)	2.787.587.752	-	1.077.867.128	-	42.673.903.800	(1.181.477.732)	49.444.444.019	3.665.138.673	53.109.582.692

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

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

	Current Period		Prior period
	Notes	Reviewed 1 January 2024 30 June 2024	Reviewed 1 January 2023 30 June 2023
A. Cash flows arising from principal activities		(358.551.410)	2.401.798.615
Profit/ (loss) for the period		(1.220.556.979)	3.822.299.035
Adjustments related to reconciliation of profit/ (loss) for the period		1.892.307.598	868.950.197
-Adjustments related to depreciation and amortization		309.887.072	256.027.060
-Adjustments related to provisions		38.309.743	13.515.761
-Adjustments related to interest (income) / expense		(414.626.693)	(162.601.592)
-Adjustment related to unrealized exchange losses		515.441.383	837.411.945
-Adjustments on losses/(gains) of fair value		1.106.425	13.113.285
-Cash flows from investments accounted by equity method		882.275.331	(2.243.790.141)
-Adjustments related to tax expense / (income)		132.768.987	107.572.508
-Adjustments related to (gain) / loss on sale of fixed assets		(80.690.835)	(4.862.271)
-Adjustments related to losses / (gains) on disposal of non-current assets held for sale or to be distributed to shareholders		(4.372.685)	(1.563.643)
-Other adjustments related to cash flows arising from investment and financing activities		(177.765.377)	(96.585.412)
- Adjustments related to monetary gain / (loss)		688.824.522	2.144.528.857
-Other adjustments for reconciliation of profit / (loss)		1.149.725	6.183.840
-Net working capital changes		(1.322.327.055)	(2.217.290.715)
-Adjustments in decrease / (increase) in trade receivables		(674.615.171)	(139.630.523)
-Adjustments in decrease / (increase) in other receivables related to operations		(22.232.431)	8.458.163
-Adjustments in decrease / (increase) in assets arising from customer contract		210.848.388	(72.489.636)
-Adjustments in decrease / (increase) in inventories		(233.218.662)	(85.113.619)
-Adjustments in decrease / (increase) in prepaid expense		(793.116.800)	(275.923.089)
-Adjustments in increase / (decrease) in trade payables		(503.101.666)	67.448.266
-Adjustments in increase / (decrease) in employee benefit payables		(1.530.346)	18.045.907
-Adjustments in increase / (decrease) in liabilities arising from customer contracts		(495.471.311)	(446.051.773)
-Adjustments in increase / (decrease) in other payables related to operations		592.900.983	(1.111.066.844)
-Adjustments in increase / (decrease) in deferred income (except for obligations arising from customer contracts)		147.784.575	718.470.557
-Adjustments in other increase / (decrease) in working capital		449.425.386	(899.438.124)
Cash flows arising from principal activities		(650.576.436)	2.473.958.517
Interest received		488.549.407	144.938.517
Cash outflows arising from capital increase of associates and/or joint ventures		-	(32.284.280)
Long term provisions related to employee benefit obligations payments		(6.810.959)	(40.355.969)
Payments for other provisions		(1,048,614)	(491.253)
Tax returns / (payments)		(188.664.808)	(143.966.917)
B. Cash flows from investing activities		(2.795.990.351)	(7.863.828.058)
Cash outflows related to additional share purchases in subsidiaries		(970.261.439)	(313.174.383)
Cash outflows from share purchases or capital increases of associates or joint ventures		(461.756.681)	-
Cash inflows from the sale of shares or debt instruments of other business or funds		810.785.932	-
Cash disbursements for acquisition of other enterprises' or funds' shares or debt instruments	6	(477.816.294)	(8.466.175.467)
Cash proceeds from sale of property, plant and equipment		138.250.991	69.005.082
Cash disbursements from purchase of property, plant and equipment and intangible assets		(3,036,755,378)	(1.265.673.508)
Cash proceeds from sale of non-current assets held for sale		6,292,791	2,567,574
Dividends received		1,195,269,727	2,109,622,644
C. Cash flows arising from financing activities		3,327,746,154	(700,012,325)
Cash outflows related to the acquisition of the entity's own shares and other equity instruments		(42,450,603)	(401,582,794)
Cash inflows arising from borrowing		4,692,863,794	649,740,151
Cash outflows related to debt payments		(789,703,686)	(48,580,006)
Cash outflows from debt payments arising from rental contracts		(14,240,380)	(22,665,992)
Dividend paid		(429,297,562)	(861,847,026)
Interest paid		(89,425,409)	(15,076,658)
Net increase / (decrease) on cash and cash equivalents before the currency translation differences		173,204,393	(6,162,041,768)
D. Effect of currency translation differences on cash and cash equivalents		451,764,515	151,484,094
Increase / (decrease) in cash and cash equivalents		624,968,908	(6,010,557,674)
Cash and cash equivalents at the beginning of the period	5	4,083,644,722	10,459,319,395
Monetary gain (loss) on cash and cash equivalents		(809,777,580)	(1,726,775,524)
Cash and cash equivalents at the end of the period	5	3,898,836,050	2,721,986,197

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

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

1. ORGANIZATION AND PRINCIPLE ACTIVITIES

Alarko Holding A.Ş. (Alarko Holding or the Parent Company) was established in 1972, It's subsidiaries, affiliates, joint operations and jointly controlled entities comprise of companies which operate in various fields, namely, contracting, construction, land development, industry, trade, tourism agriculture, energy, aviation and information technologies. In the following sections, Alarko Holding A.Ş. and its subsidiaries, affiliates and jointly controlled entities whose financial statements are subject to consolidation will be referred to as "Alarko Group/the Group",

Business activities, and in which country they operate, direct and indirect shareholdings of the subsidiaries, affiliates and jointly controlled entities included in the consolidation consist of the following:

Company Name	Principle Activities	Shareholding of the Group (%)	
		30 June 2024	31 December 2023
Subsidiaries (*) :			
Alsim Alarko San. Tes. ve Tic. A.Ş. (Turkey)	Contracting and Construction	99,99	99,91
Aldem Alarko Konut İnşaat ve Tic. A.Ş. (Turkey)	Residence, Construction	100,00	100,00
Ataş Alarko Turistik Tesisler A.Ş. (Turkey)	Tourism Facility Management	99,99	99,91
Alarko Fenni Malzeme Satış ve İmalat A.Ş. (Turkey)	Marketing of Industrial Products and After Sales Services	100,00	99,99
Alen Alarko Enerji Tic. A.Ş. (Turkey)	Electrical Power Purchase and Sale Marketing of Industrial Products	99,94	99,94
Alarko Gayrimenkul Yatırım Ort. A.Ş. (Turkey) (**)	Gayrimenkul Purchase and Sales of Real Estates and Market Tools Related to Real Estates	51,23	51,20
Alsim – TCDD (Turkey)	TCDD Ankara- Eskişehir High Speed Railway Project	99,99	99,91
Astana Su- Taldykol Göl Arıtma Projesi (Kazakhstan)	Supply of Water and Cleaning of Lake Projects	99,99	99,91
Alarko Tarım Sanayi ve Ticaret A.Ş. (Turkey)	Agriculture and Food Production Processing and Trading Service	100,00	100,00
Alarko Enerji A.Ş. (Turkey)	Power Generation	99,93	99,93
Garanti Koza – Alsim Ortak Girişimi (Turkey)	Metro Subway Construction Project	99,99	99,91
Altek Alarko Elektrik Sant. Tes. İşl. ve Tic. A.Ş. (Turkey)	Production of Electrical Energy	99,94	99,94
Bozshakol Bakır Tesisi Projesi (Kazakhstan)	Copper Facility Project	99,99	99,91
AO Mosalarko (Russia)	Russia-Real Estate Project, Construction and Utilization	51,23	51,20
Aktau Manasha Yol Projesi (Kazakhstan)	Highway Construction Project	99,99	99,91
Aktogay Bakır Konsantr Tesisi Projesi (Kazakhstan)	Copper Processing Plant Project	99,99	99,91
Alarko Konut Projeleri Geliştirme A.Ş. (Turkey)	Purchase and Sales of Real Estates and Market Tools Related to Real Estates	99,99	99,91
Alsim Alarko Sanayi Tes. ve Tic. A.Ş. Astana No: 2 Şubesi (Kazakhstan)	Construction and Montage Work	99,99	99,91
Tüm Tesisat ve İnşaat A.Ş. (Turkey)	Construction and Installation Works	71,88	50,15
Alsim Alarko S.R.L. (Romania)	Construction	99,99	99,91
Saret KZ (Kazakhstan)	Construction Works	100,00	100,00
Alsim Almaty Şubesi (Kazakhstan)	Construction Works	99,99	99,91
Alsim Alarko San. Tes. ve Ticaret Bükreş Şubesi (Romania)	Highway Construction Project	99,99	99,91
Alyat Teknoloji Yatırımları Holding A.Ş. (Turkey)	Financial Holding	99,50	99,50

(*) Included in the consolidation by full consolidation method.

(**) It is a public company which is listed on Borsa İstanbul A.Ş. (BIST).

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

1. ORGANIZATION AND PRINCIPLE ACTIVITIES (CONTINUED)

Business activities, and in which country they operate, direct and indirect shareholdings of the subsidiaries, affiliates and jointly controlled entities included in the consolidation consist of the following (continued):

Company Name	Principle Activities	Shareholding of the Group (%)	
		30 June 2024	31 December 2023
Subsidiaries (*) :			
Alsera Jeotermal Tarım Gıda San.ve Tic. A.Ş. (Turkey)	Greenhouse Based on Geothermal Energy	100,00	100,00
Alser Alarko Sermaye Yatırımları Holding A.Ş. (Turkey)	Financial Holding	99,97	99,97
Palmira Agro Gübre Sanayi ve Ticaret A.Ş. (Turkey)	Micro Granular Fertilizer Production	80,00	80,00
Antsan Tarım Sanayi ve Ticaret A.Ş. (Turkey) (****)	Greenhouse Based on Geothermal Energy	-	100,00
Alarko Gübre Fabrikaları Sanayi ve Ticaret A.Ş. (Turkey)	Manure Production and Marketing	100,00	100,00
Alarko Gıda Sanayi ve Ticaret A.Ş. (Turkey)	Food, Food Management	100,00	100,00
Alarko Havacılık Endüstri Yatırımları A.Ş. (Turkey)	Aviation and Aircraft Technical Maintenance	100,00	100,00
Alden Jeotermal Tarım Gıda Sanayi ve Ticaret A.Ş. (Turkey) (****)	Agriculture, Food, Food Business and Geothermal Energy Activities	-	100,00
Gürlük Jeotermal Enerji Tarım Seracılık Gıda Sanayi ve Ticaret A.Ş. (Turkey) (****)	Agriculture, Food, Food Business and Geothermal Energy Activities	-	100,00
Alpark Jeotermal Sağlık Turizm ve Depoculuk A.Ş. (Turkey) (****)	Geothermal Energy Activities	-	100,00
Alurla Jeotermal Sağlık Turizm A.Ş. (Turkey) (****)	Geothermal Energy Activities	-	100,00
Albi Bitkisel İlaç Ham Maddeleri Üretim Sanayi ve Ticaret A.Ş. (Turkey)	Herbal Medicine Raw Materials	100,00	100,00
Hak Gayrimenkul Tarım Sanayi ve Ticaret A.Ş. (Turkey) (****)	Geothermal Energy Activities	-	100,00
Altes Seracılık Tarım Gıda Sanayi ve Ticaret A.Ş. (Turkey) (****)	Greenhouse Cultivation	-	100,00
Alziraat Jeotermal Tarım Gıda Sanayi ve Ticaret A.Ş. (Turkey) (****)	Agriculture, Greenhouse	-	100,00
Genseed Tohum Islah ve Üretim A.Ş. (Turkey)	Seed Breeding and Production	80,00	80,00
Alarko Dijital Teknoloji Çözümleri A.Ş. (Turkey) (***)	Information Technology	100,00	-
Beybur Tarım ve Hayvancılık A.Ş. (Turkey) (****)	Agriculture	100,00	-
Nata Tarım Üretim ve Ticaret A.Ş. (Turkey) (****)	Greenhouse Based on Geothermal Energy	100,00	-
Samdi Tarım Üretim ve Ticaret A.Ş. (Turkey) (****)	Greenhouse Based on Geothermal Energy	100,00	-
Jedi Tarım Üretim ve Ticaret A.Ş. (Turkey) (****)	Greenhouse Based on Geothermal Energy	100,00	-
Mekredi Tarım Üretim ve Ticaret A.Ş. (Turkey) (****)	Greenhouse Based on Geothermal Energy	100,00	-

(*) Included in the consolidation by full consolidation method.

(**) It is a public company which is listed on Borsa Istanbul A.Ş. (BIST).

(***) Included in the consolidation as of 31 March 2024.

(****) As of June 30, 2024, it was transferred to Alsera Jeotermal Tarım Gıda San.ve Tic.

A.Ş.

(*****) Included in the consolidation as of 30 June 2024.

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

1. ORGANIZATION AND PRINCIPLE ACTIVITIES (CONTINUED)

Business activities, and in which country they operate, direct and indirect shareholdings of the subsidiaries, affiliates and jointly controlled entities included in the consolidation consist of the following (continued):

Company Name	Principle Activities	Shareholding of the Group (%)	
		30 June 2024	31 December 2023
Jointly Controlled Entities(*) :			
Alarko Carrier Sanayi ve Ticaret A.Ş. (Turkey) (***)	Heating, Cooling , Air Conditioning Equipment Manufacturing	42,03	42,03
Obrascon Huarte Lain SA – Alsım Alarko San.Tes.ve Ticaret A.Ş. (Spain)	TCDD Ankara – Eskişehir High Speed Railway Project	45,00	44,96
Alarko – Makyol Adi Ortaklığı (Turkey)	Subway Construction Project	49,99	49,95
Alcen Enerji Dağıtım ve Perakende Satış Hiz.A.Ş. (Turkey)	Establishing, Transferring or Operating Electrical Power Distribution Facility	49,96	49,96
Meram Elektrik Dağıtım A.Ş. (Turkey)	Electrical Power Distribution	49,96	49,96
Meram Elektrik Enerjisi Toptan Satış A.Ş. (Turkey)	Electrical Power Sale	49,96	49,96
Cenal Elektrik Üretim A.Ş. (Turkey)	Constructing and Administrating Electricity Power Generation	49,96	49,96
Meram Elektrik Perakende Satış A.Ş. (Turkey)	Electrical Power Sale	49,96	49,96
Utilitek Bilgi Teknolojileri A.Ş. (Turkey)	Computer Programming Activities	49,96	49,96
Obrascon Huarte Lain SA - Alsım Alarko San.Tes.ve Ticaret A.Ş. (Turkey)	TCDD Ankara-Eskişehir High Speed Train Project	45,00	45,00
Bakad Investment & Operation LLP (Kazakhstan)	Construction Works	33,30	33,27
Bakad International B.V. (Holland)	Non-Financial Holding	33,30	33,27
Barr Operation and Maintenance LLP (Kazakhstan)	Highway Maintenance and Operation	25,00	24,98
Sanrose Tarım Sanayi ve Ticaret A.Ş. (Turkey) (****)	Flower Greenhouse Production, Trading and Marketing	25,00	-
İpeks Jeotermal Enerji Tarım Sanayi Ticaret A.Ş. (Turkey) (*****)	Greenhouse Based on Geothermal Energy	49,00	-
Müşterek Faaliyetler (**):			
Alarko Cengiz Metro Ortak Girişimi (Turkey)	Subway Construction Project	49,99	49,95
Bükreş Uluslararası Havalimanı Demiryolu Bağlantısı 6. Metro Kesimi (Romania)	Subway Construction Project	49,99	49,95
(*) Included in the consolidation by equity method.			
(**) It has been included in consolidation by proportional consolidation method			
(****) Public company listed in the Borsa İstanbul A.Ş.			
(*****) Included in the consolidation as of 31 March 2024.			
(*****) Included in the consolidation as of 30 June 2024.			

Company Name	Principle Activities	Shareholding of the Group (%)	
		30 June 2024	31 December 2023
Affiliates(*) :			
Al-Riva Projesi Arazi Değ. Konut İnş. ve Tic. A.Ş (Turkey) (**)	Residence, Construction	12,14	12,13
Al-Riva Arazi Değ. Konut İnş. ve Tic. A.Ş. (Turkey) (**)	Residence, Construction	2,63	2,63
Al-Riva Arazi Değ. Konut İnş., Tur. Tes. Golf İşl. ve Tic. A.Ş. (Turkey) (**)	Residence, Construction and Tourism Facility Management	2,28	2,28

(*) Included in the consolidation by equity method.

(**) The Parent Company has a ratio of 40% control and profit owning from affiliates.

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

1. ORGANIZATION AND PRINCIPLE ACTIVITIES (CONTINUED)

The address of the Parent Company's head office is as follows:

Muallim Naci Cad. No : 69 Ortaköy / ISTANBUL

As of 30 June 2024 and 31 December 2023, the shareholding structure is as follows:

Name	30 June 2024 Shareholding	31 December 2023 Shareholding
Alaton Family	%29,04	%31,54
Garih Family	%30,72	%31,72
Other (*)	%40,24	%36,74
Total	%100,00	%100,00

(*) It shows the total of shareholdings which is share is less than 10%.

The shares of Alarko Holding A.Ş. are traded in the Borsa Istanbul A.Ş. (BIST) since May 24, 1989, and, as of 30 June 2024, 37,12% of the Company shares are offered to public.

Alarko Carrier Sanayi ve Ticaret A.Ş., a jointly controlled entity, is registered at the Capital Markets Board (CMB) and 15,94% of its shares are offered to public. The shares are traded at the BIST since January 27, 1992.

Alarko Gayrimenkul Yatırım Ortaklığı A.Ş. (subsidiary) is registered at the Capital Markets Board (CMB) and 48,77% of its shares are offered to public. The shares are traded at the BIST since 1996.

The average number of employees during the period with respect to categories is as follows:

	30 June 2024	31 December 2023
Wage earners	1.791	1.813
Salary earners	3.606	3.402
Total	5.397	5.215

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

i. Basis of presentation

Statement of compliance to TFRS

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

The condensed consolidated financial statements and notes are presented in accordance with the formats in Examples of Financial Statements and Usage Guide announced by CMB and "TAS Taxonomy" which was published by POA on 15 April 2019 and updated on 3 July 2024.

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

i. Basis of presentation (continued)

Statement of compliance to TFRS (continued)

The Group prepared its condensed consolidated interim financial statements for the period ended 30 June 2024 in accordance with ("TAS") 34 "Interim Financial Reporting" in the framework of the Communiqué Serial II, No: 14.1, and its related announcement. Accompanying interim summary consolidated financial statements of the Group prepared as of 30 June 2024 do not cover all explanations and notes which are required to be included in year-end financial statements dated 31 December 2023. Therefore, aforementioned interim summary consolidated financial statements should be read with financial statements of the Group dated December 31, 2023.

Alarko Holding and its subsidiaries, jointly controlled entities and affiliates registered in Turkey maintain their books of account and prepare their statutory financial statements ("Statutory Financial Statements") in accordance with the Turkish Commercial Code ("TCC"), tax legislation and the Uniform Chart of Accounts ("UCA"), issued by the Ministry of Treasury and Finance. Foreign subsidiaries, joint ventures and associates maintain their books of account in accordance with the laws and regulations in force in the countries in which they are registered. These consolidated financial statements have been prepared under the historical cost conversion.

Restatement of Financial Statements in Hyperinflationary Periods

In accordance with the announcement made by the Public Oversight Accounting and Auditing Standards Authority (POA) on November 23, 2023, entities that apply TFRSs are required to apply inflation accounting in accordance with TAS 29 "Financial Reporting in Hyperinflationary Economies" (TAS 29) for the annual reporting period beginning on or after December 31, 2023. TAS 29 is applied to the financial statements of entities whose functional currency is the currency of a hyperinflationary economy.

The accompanying condensed consolidated financial statements are prepared under the historical cost convention, except for those measured at fair value. These condensed consolidated financial statements and all comparative amounts for prior period have been adjusted for the changes in the general purchasing power of the Turkish lira in accordance with TAS 29 and finally expressed in terms of the purchasing power of the Turkish lira at June 30, 2024.

In the application of TAS 29, the Group used the adjustment coefficients obtained according to the Consumer Price Indexes (CPI) published by the Turkish Statistical Institute in accordance with the guidance of the POA. The indexes and adjustment coefficients used in the restatement of the condensed consolidated financial statements as of June 30, 2024 are as follows:

Date	Index	Three-Year Cumulative Inflation Rate	Adjustment Coefficient
30 June 2024	2.319,29	324%	1,00000
31 December 2023	1.859,38	268%	1,24735
30 June 2023	1.351,59	190%	1,71597

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

i. Basis of presentation (continued)

Restatement of Financial Statements in Hyperinflationary Periods (continued)

In order to make the necessary adjustments to the financial statements in accordance with TAS 29, assets and liabilities are first separated into monetary and non-monetary, and non-monetary assets and liabilities are further separated into those measured at current value and those measured at cost.

Monetary items (except for those linked to an index) and non-monetary items measured at their current values at the end of the reporting period are not subject to inflation adjustment as they are currently expressed in terms of the measuring unit current at June 30, 2024. Non-monetary items that are not expressed in the measurement unit as of June 30, 2024 are subject to inflation adjustment using the relevant coefficient. In cases where the inflation-adjusted value of non-monetary items exceeds the recoverable amount or net realizable value, the carrying amount is reduced by applying the relevant TFRS. In addition, inflation adjustments have been made to all items in the statement of equity items and profit or loss and other comprehensive income. Non-monetary items acquired or assumed before January 1, 2005, when the Turkish lira ceased to be defined as the currency of a hyperinflationary economy, and equity capital established or put into operation before this date were restated according to the change in the CPI from January 1, 2005 to June 30, 2024.

Currency used

The functional currency of the Parent Company is Turkish Lira (TL) and the accompanying condensed consolidated financial statements and related notes are presented in Turkish Lira (TL). The functional currencies of the subsidiaries and jointly controlled entities of the Parent Company located in Spain, Russia, Ukraine, Kazakhstan, Romania and Holland are Euro, Ruble, Hryvnia, Tenge, Ron and USD respectively. In the items of statements of financial position, asset items are translated into TL with the buying rate at the reporting date, liability items are translated into TL with the selling rate at the reporting date, income and expenses translated into at the yearly average rate. Profits or losses arising from currency translation are stated in the "foreign currency translation differences" in the statement of consolidated profit or loss and other comprehensive income.

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

i. Basis of presentation (continued)

Approval of condensed consolidated financial statements

Interim condensed consolidated financial statements as of June 30, 2024 are approved on September 26, 2024 by the Company's Board of Directors. General Assembly and other regulatory organs reserve their right to modify and change these condensed consolidated financial statements.

Comparative information and amendment of prior period consolidated financial statements

The current period condensed consolidated financial statements of the Group include comparative financial statements to enable the determination of the financial position and performance.

Comparative figures are reclassified, where necessary, to conform to the changes in the presentation of the current period condensed consolidated financial statements.

Going concern

The condensed consolidated financial statements have been prepared under the assumption of company's and associates, joint ventures and subsidiaries that are included in the consolidation, will benefit from their assets and fulfill their obligations in the next year and natural flow of their activities according to going concern principals.

ii. Consolidation principles:

(a) The consolidated financial statements include the accounts of the parent company, Alarko Holding A.Ş. its Subsidiaries and its Associates on the basis set out in sections (b) to (f) below. The financial statements of the companies included in the scope of consolidation have been prepared as of the date of the consolidated financial statements with adjustments and reclassifications for the purpose of fair presentation in accordance with Turkish Accounting Standards published by the Public Oversight Accounting and Auditing Standards Authority of Turkey and the application of uniform accounting policies and presentation.

(b) Subsidiaries are companies over which Alarko Holding A.Ş. has the power to control directly and indirectly by themselves. Control is normally evidenced when the Company controls an investee if and only if the company has all the following; a) power over the investee b) exposure, or rights, to variable returns from its involvement with the investee and c) the ability to use its power over the investee to affect the amount of company's returns.

The statements of financial position and statements of profit or loss and other comprehensive income of the Subsidiaries are consolidated on a line-by-line basis and the carrying value of the investment held by Alarko Holding A.Ş. and its Subsidiaries is eliminated against the related equity. Intercompany transactions and balances between Alarko Holding A.Ş. and its Subsidiaries are eliminated during the consolidation. The nominal amount of the shares held by Alarko Holding A.Ş. in its Subsidiaries and the associated dividends are eliminated from equity and income for the period, respectively.

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

ii. Consolidation principles (continued)

Subsidiaries are consolidated from the date on which the control is transferred to the Group and are no longer consolidated from the date that the control ceases.

(c) Jointly controlled entities are companies in respect of which there are contractual arrangements through which an economic activity is undertaken subject to joint control by Alarko Holding A.Ş. and one or more other parties. Alarko Holding A.Ş. exercises such joint control through the power to exercise the voting rights relating to shares in the companies as a result of ownership interest directly and indirectly by itself. The Group's interest in jointly controlled entities is investments accounted by equity method, the Group's interest in joint operations is accounted by proportional consolidation method.

(d) Associates are accounted for using the equity method, The Group has power to participate in the financial and operating policy decisions but not control them. Unrealised gains or losses arising from transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates.

(e) Available-for-sale financial assets in which the Group does not exercise a significant influence or which are immaterial and do not have quoted market prices in active markets and whose fair values can not be reliably measured, are carried at cost, less any accumulated impairment loss.

(f) Shares of uncontrollable companies on all balances and transactions of/with the Subsidiaries in the notes to the consolidated financial statements are presented with the Total ownership interest of the Group in the non-controlling interest.

(g) Business Combinations under Common Control:

The merger transactions carried out within the Group, the details of which are given in Note 3, are mergers involving entities under common control and "TFRS 3 Business Combinations" standard has not been applied. Since there is no specific provision in TFRSs regarding the accounting for mergers of entities under common control, the POA issued a policy decision on October 17, 2018 in order to resolve the differences in accounting policies that may arise in practice with this issue. In accordance with the principle decision, the adjustments explained in Note 3 has been realized.

iii. Changes in accounting estimates and errors

Condensed consolidated financial position statements dated June 30, 2024 and December 31, 2023 and their notes and condensed consolidated profit and loss and other comprehensive income statements and condensed consolidated cash flow statements and condensed consolidated equity statements and their notes of the interim periods of six months ending on June 30, 2024 and June 30, 2023, are presented comparatively.

Alarko Group has applied its accounting policies consistently with the previous year. Significant changes in accounting policies and detected significant accounting errors are applied retrospectively and prior financial statements are rearranged. Amendments of accounting estimations are applied in current period that amendments are made, if the amendments are related to only one period, and if they are related to next periods, they are applied both in period that amendments are made and next period, prospectively.

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

iv. New and Revised Turkish Accounting Standards

The accounting policies used in the preparation of the condensed consolidated financial statements for the period ended 30 June 2024 have been applied consistently with those used in the previous year, except for the new and amended TFRS standards and TFRIC interpretations valid as of 1 January 2024, which are summarized below. The effects of these standards and interpretations on the financial position and performance of the Group are explained in the relevant paragraphs.

a) New and revised standards effective from 1 January 2024

Amendments to TAS 1 - Classification of liabilities as current and non-current

In March 2020 and January 2023, POA issued amendments to TAS 1 to clarify the principles for classifying liabilities as current and non-current. According to the amendments made in January 2023, if an entity's right to defer settlement of a liability depends on its ability to comply with the terms of a loan agreement at a date subsequent to the reporting period, the entity has the right to defer settlement of that liability at the end of the reporting period (even if it does not comply with those terms at the end of the reporting period). When a liability under a loan agreement is classified as non-current and the entity's right to defer payment depends on the entity's ability to comply with the terms of the loan agreement within 12 months, the January 2023 amendments require entities to make various disclosures. These disclosures should include information about the loan contract terms and related obligations. The amendments also clarify that the right to defer payment for a long-term classification must exist at the end of the reporting period, regardless of whether compliance with the contractual terms will be tested at the reporting date or at a later date. The amendments clarify that the possibility that an entity will not exercise its right to defer payment until at least twelve months after the reporting period does not affect the classification of a liability. The amendments are applied retrospectively in accordance with TAS 8. The amendments did not have a significant impact on the condensed consolidated financial position or performance of the Group.

Amendments to TAS 7 and TFRS 7 - Disclosures: Supplier Financing Arrangements;

The amendments, issued by POA in September 2023, provide clarifications that improve existing requirements to help users of financial statements understand the effects of supplier financing arrangements on an entity's liabilities, cash flows and liquidity risks. Supplier financing arrangements are defined as arrangements in which one or more financing providers undertake to pay an entity's supplier and the entity agrees to pay the supplier on or after the day on which the supplier is paid. The amendments require disclosures about the terms and conditions of such arrangements, quantitative information about the liabilities arising from them at the beginning and end of the reporting period, and the nature and effects of non-cash changes in the carrying amount of those liabilities. In addition, within the scope of quantitative disclosures about liquidity risk required by TFRS 7, supplier financing arrangements are cited as examples of other factors that may need to be disclosed. The amendment did not have a significant impact on the condensed consolidated financial position or performance of the Group.

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

iv. New and Revised Turkish Accounting Standards (continued)

a) New and revised standards effective from 1 January 2024 (continued)

Amendments to TFRS 16 - Lease liabilities in sale and leaseback transactions;

In January 2023, POA issued amendments to TFRS 16. The amendments clarify the requirements for the measurement of a lease liability arising from a sale and leaseback by a seller-lessee, so that no gain or loss is recognized in respect of the retained right of use. In this context, the seller-lessee will determine "lease payments" or "revised lease payments" so as not to recognize any gain or loss on the retained right of use when applying the provisions of TFRS 16 under the heading "Subsequent measurement of a lease liability" after the commencement date of the sale and leaseback transaction. The amendments do not include a specific provision for the measurement of lease liabilities arising from leaseback. The initial measurement of such a lease liability may result in payments other than those included in the definition of lease payments in TFRS 16 being identified as lease payments. The seller-lessee will need to develop and apply an accounting policy that provides reliable and relevant information in accordance with IAS 8. The seller-lessee applies the amendments retrospectively in accordance with TAS 8 to sale and leaseback transactions entered into after the date of initial application of TFRS 16. The amendments did not have a significant impact on the condensed consolidated financial position or performance of the Group.

b) Standards issued but not yet effective and not early adopted as of June 30, 2024

Amendments to TFRS 10 and TAS 28: Sale or Contribution of Assets by an Investor Entity to an Associate or Joint Venture;

In December 2017, POA postponed indefinitely the effective date of the amendments to TFRS 10 and TAS 28, which will be modified depending on the outcomes of the ongoing research project on the equity method. However, early adoption is still permitted. The Group is in the process of assessing the impact of the amendments on condensed consolidated financial position or performance of the Group.

Amendments to TAS 21 - Lack of exchangeability;

In May 2024, POA issued amendments to TAS 21. The amendments specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. When an entity estimates a spot exchange rate because a currency is not exchangeable into another currency, it discloses information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flows. The amendments will be effective for annual reporting periods beginning on or after 1 January 2025. Early adoption is permitted but will need to be disclosed. When applying the amendments, an entity cannot restate comparative information. The Group will evaluate the impact of these changes once the standards have been finalized.

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

iv. New and Revised Turkish Accounting Standards (continued)

b) Standards issued but not yet effective and not early adopted as of June 30, 2024 (continued) :

IFRS 17 - New Insurance Contracts Standard;

POA issued IFRS 17 in February 2019, a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. IFRS 17 model combines a current balance sheet measurement of insurance contract liabilities with the recognition of profit over the period that services are provided. The mandatory effective date of the Standard for the following entities has been postponed to accounting periods beginning on or after January 1, 2025 with the announcement made by the POA. The standard is not applicable for the Group.

c) The amendments which are effective immediately upon issuance:

Amendments to TAS 12 - International Tax Reform – Pillar Two Model Rules

In September 2023, POA issued amendments to TAS 12, which introduce a mandatory exception in TAS 12 from recognizing and disclosing deferred tax assets and liabilities related to Pillar Two income taxes. The amendments clarify that TAS 12 applies to income taxes arising from tax laws enacted or substantively enacted to implement the Pillar Two Model Rules published by the Organization for Economic Cooperation and Development (OECD). The amendments also introduced targeted disclosure requirements for entities affected by the tax laws. The temporary exception from recognition and disclosure of information about deferred taxes and the requirement to disclose the application of the exception apply immediately and retrospectively upon issue of the amendments. The amendments did not have a significant impact on the condensed consolidated financial position or performance of the Group.

d) Amendments issued by the International Accounting Standards Board (IASB) but not issued by POA:

The following amendments to IFRS 9 and IFRS 7, IFRS 18 and IFRS 19 are issued by the IASB but not yet adapted/issued by POA. Therefore, they do not constitute part of IFRS. The Group will make the necessary changes to its consolidated financial statements and disclosures after the new standards and amendments are issued and become effective under IFRS.

Amendments to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments;

In May 2024, IASB issued amendments to the classification and measurement of financial instruments (amendments to IFRS 9 and IFRS 7). The amendment clarifies that a financial liability is derecognised on the 'settlement date'. It also introduces an accounting policy option to derecognise financial liabilities that are settled through an electronic payment system before settlement date if certain conditions are met. The amendment also clarified how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features as well as the treatment of non-recourse assets and contractually linked instruments. Additional disclosures in IFRS 7 for financial assets and liabilities with contractual terms that reference a contingent event (including those that are ESG-linked), and equity instruments classified at fair value through other comprehensive income are added with the amendment. The Group is in the process of assessing the impact of the amendment on consolidated financial position or performance of the Group.

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

2. BASIS OF PRESENTATION OF THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

iv. New and Revised Turkish Accounting Standards (continued)

d) Amendments issued by the International Accounting Standards Board (IASB) but not issued by POA (continued):

IFRS 18 - Presentation and Disclosures in New Financial Statements;

April 2024, IASB issued IFRS 18 which replaces IAS 1. IFRS 18 introduces new requirements on presentation within the statement of profit or loss, including specified totals and subtotals. IFRS 18 requires an entity to classify all income and expenses within its statement of profit or loss into one of five categories: operating; investing; financing; income taxes; and discontinued operations. It also requires disclosure of management-defined performance measures and includes new requirements for aggregation and disaggregation of financial information based on the identified 'roles' of the primary financial statements and the notes. In addition, there are consequential amendments to other accounting standards, such as IAS 7, IAS 8 and IAS 34. The Group is in the process of assessing the impact of the amendments on consolidated financial position or performance of the Group.

IFRS 19 Subsidiaries without Public Accountability: Disclosures;

In May 2024, IASB issued IFRS 19, which allows eligible entities to elect to apply reduced disclosure requirements while still applying the recognition, measurement and presentation requirements in other IFRS accounting standards. Unless otherwise specified, eligible entities that elect to apply IFRS 19 will not need to apply the disclosure requirements in other IFRS accounting standards. An entity that is a subsidiary, does not have public accountability and has a parent (either ultimate or intermediate) which prepares consolidated financial statements, available for public use, which comply with IFRS accounting standards may elect to apply IFRS 19. The Group is in the process of assessing the impact of the amendments on consolidated financial position or performance of the Group.

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS

Goodwill amounts as of 30 June 2024 and 31 December 2023 are as follows (TL):

	30 June 2024	31 December 2023
Opening balance	561.561.969	35.594.602
Additions (*)	330.125.233	525.967.367
Transfer to effect of combinations involving entities or businesses under common control (**)	(367.989.728)	-
Closing balance	523.697.474	561.561.969

(*) On January 15, 2024 amounted TL 136.793.693 from the acquisition of 25% shares of the Sanrose Tarım Sanayi Ticaret A.Ş. ; on April 8, 2024 TL 8.382.203 from acquisition of 100% share of Beybur Tarım ve Hayvancılık A.Ş. ; on May 7, 2024 TL 177.276.628 from acquisition of 100% shares of the Nata Tarım Üretim ve Ticaret A.Ş.; on May 27, 2024 TL 7.672.709 from the acquisition of 49% of İpeks Jeotermal Enerji Tarım Sanayi Ticaret A.Ş. goodwill was calculated. (December 31, 2023 - on March 16, 2023 TL 12.073.499 from acquisition of 100% of Alsera Jeotermal Tarım Gıda Sanayi ve Ticaret A.Ş.; on May 8, 2023 TL 16.783.550 from acquisition of 80% of Palmira Agro Gübre Sanayi ve Ticaret A.Ş. ; on May 16, 2023 TL 48.019.798 from acquisition of 100% of Antsan Tarım Sanayi ve Ticaret A.Ş. ; on July 10, 2023 TL 75.000.473 from acquisition of 100% of Gürlük Jeotermal Enerji Tarım Seracılık Gıda Sanayi ve Ticaret A.Ş.; on August 4, 2023 TL 139.813.200 from acquisition of 100% Alden Jeotermal Tarım Gıda Sanayi ve Ticaret A.Ş. which was established through the partial demerger of Halil Pekdemir Çiftliği Gıda ve İhtiyaç Maddeleri Ticaret ve Sanayi Limited Şirketi A.Ş.; on August 31, 2023 TL 1.650.106 from from acquisition of 100% of Ereğli Agrosan Doğal Ürünler ve Türevleri Tarım Üretim ve Ticaret A.Ş.; on October 12, 2023 TL 82.988.150 from acquisition of 100% of Altes Seracılık Tarım Gıda Sanayi ve Ticaret A.Ş.; on October 13, 2023 TL 54.414.087 from acquisition of 100% of Alziraat Jeotermal Tarım Gıda Sanayi ve Ticaret A.Ş.; on October 27, 2023 TL 95.224.504 from acquisition of 80% of Genseed Tohum Islah ve Üretim A.Ş. goodwill was calculated.)

(**) Antsan Tarım Sanayi ve Ticaret Anonim Şirketi, Gürlük Jeotermal Enerji Tarım Seracılık Gıda Sanayi ve Ticaret Anonim Şirketi, Hak Gayrimenkul Tarım Sanayi ve Ticaret Anonim Şirketi, Alurla Jeotermal Sağlık ve Turizm Anonim Şirketi, Alpark Jeotermal Sağlık Turizm ve Depoculuk Anonim Şirketi, Altes Seracılık Tarım Gıda Sanayi ve Ticaret Anonim Şirketi, Alziraat Jeotermal Tarım Gıda Sanayi ve Ticaret Anonim Şirketi and Alden Jeotermal Tarım Gıda Sanayi ve Ticaret Anonim Şirketi together with all its assets and liabilities merged with the Alsera Jeotermal Tarım Gıda Sanayi ve Ticaret Anonim Şirketi, and the merger transaction has been announced in the Turkish Trade Registry Gazette dated April 17, 2024 and numbered 11064. As a result of the merger transaction, Alarko Holding A.Ş.'s control power over the merged companies has not changed and this merger transactions have been evaluated within the scope of the principle decision titled "Accounting for Business Combinations Subject to Common Control" published by POA. Business combinations under common control should be accounted for using the pooling of interest method and goodwill should not be recognized in the consolidated financial statements. Therefore, the goodwill arising from all of the acquisitions given above has been accounted for as TL 367.989.728 in the Group's equity within the scope of the business combination under common control.

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

For the period January 1 - June 30, 2024, business combinations are as follows:

It was announced to the public on March 26, 2024 by the our subsidiary Alarko Tarım Sanayi ve Ticaret Anonim Şirketi that Beybur Tarım ve Hayvancılık Anonim Şirketi ("Beybur Tarım"), operating in the field of agriculture , has decided to increase its capital from TL 50.000 to TL 300.000.000 and that it will participate in the said capital increase, that the TL 299.950.000 capital amount committed within this scope will be covered from Alarko Tarım's cash receivables from Beybur Tarım and that 299.950.000 shares with a nominal value of TL 299.950.000, corresponding to 99,98% of the company's total capital, to be issued with the capital increase, will be acquired by Alarko Tarım. In accordance with the new decision of Alarko Tarım Board of Directors dated April 8, 2024 regarding the acquisition of the financial asset in question, before participating in the capital increase, it has been decided to acquire 50.000 shares corresponding to 100% of Beybur Tarım's current capital of TL 50.000 for TL 50.000; to participate in the capital increase planned to increase Beybur Tarım's capital from TL 50.000 to TL 300.000.000 after the share transfer is completed; to cover the capital of TL 299.950.000 committed within this scope from Alarko Tarım's cash receivables from Beybur Tarım and to acquire 299.950.000 shares with a nominal value of TL 299.950.000 to be issued with the capital increase by Alarko Tarım.

Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 30 June 2024. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill.

	Fair value (TL)
Cash and cash equivalents	5.278.940
Other current assets	1.322.024
Property, plant and equipment	322.145.052
Deferred tax assets	(943.772)
Trade payables	(18.098.286)
Other payables	(13.162.128)
Fair value of net assets	296.541.830
Purchase price	300.000.000
Monetary gain/(loss)	4.924.033
Less : Fair value of net assets acquired	(296.541.830)
Goodwill, 30 June 2024	8.382.203

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

It was announced to the public on December 14, 2023, that a preliminary protocol was signed by Alarko Tarım Sanayi ve Ticaret Anonim Şirketi, one of the subsidiaries, for the acquisition of a company operating in the agriculture and greenhouse sector. Considering the financing need of Jeotermal Enerji Tarım Sanayi Ticaret Anonim Şirketi'nin ("İpeks Jeotermal") , which is the subject of the Preliminary Protocol, due to its planned greenhouse construction investment of approximately 182.000 m2 surface area; it was decided to participate in the capital increase with emission premium by which İpeks Geothermal planned to increase its capital from TL 1.500.000 to TL 3.000.000, to acquire 1.470 shares with a nominal value of TL 1.470.000, which will be issued with the capital increase and correspond to 49% of the total capital of İpeks Geothermal, for a total price of TL 298.470.000, including an emission premium of TL 297.000.000, to terminate the Preliminary Protocol and to establish Alarko Tarım Sanayi ve Ticaret A.Ş.. And it was decided to sign a participation agreement and shareholders' agreement on this matter between the Company and the current shareholder Lokman Aydemir on 27 May 2024.

Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 30 June 2024. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill.

	Fair value (TL)
Cash and cash equivalents	305.317.848
Other receivables	322.202
Prepaid expenses	426.264
Other current assets	171.439
Property, plant and equipment	515.440.000
Intangible assets	103.464
Deferred tax assets	(124.877.472)
Trade payables	(625.398)
Other payables	(102.814.487)
Fair value of net assets	593.463.860
Purchase price	298.470.000
Ownership rate	49%
Less : Fair value of net assets acquired	(290.797.291)
Goodwill, 30 June 2024	7.672.709

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

As of May 7, 2024, Alarko Tarım Sanayi ve Ticaret Anonim Şirketi, a subsidiary, acquired 15.050.000 shares (100%) with a nominal value of TL 15.050.000 of Nata Tarım Üretim ve Ticaret Anonim Şirketi in return for USD 20.285.000 which is equivalent to Turkish Lira.

Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 30 June 2024. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill.

	Fair value (TL)
Cash and cash equivalents	6.062.847
Trade receivables	6.315.955
Other receivables	99.788
Inventories	23.938.302
Prepaid expenses	29.323.941
Other current assets	12.431.642
Property, plant and equipment	505.144.174
Intangible assets	168.070.144
Short-term liabilities	(180.414)
Trade payables	(130.610.183)
Other payables	(2.128.960)
Long-term liabilities	(92.457.541)
Deferred tax liabilities	(37.948.917)
Fair value of net assets	488.060.778
Purchase price	654.596.950
Monetary gain/(loss)	10.740.456
Less : Fair value of net assets acquired	(488.060.778)
Goodwill, 30 June 2024	177.276.628

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

It was announced to the public on January 8, 2024 that the share transfer agreement was signed by Alarko Tarım Sanayi ve Ticaret Anonim Şirketi, one of the subsidiaries, for the purchase of 600 shares with a nominal value of TL 15.000, corresponding to 25% of the total capital of Sanrose Tarım Sanayi Ticaret Anonim Şirketi, whose main activity is agriculture and greenhouse farming, for a price equivalent to USD 5.000.000, provided that the specified closing conditions are met, and that the share transfer price will be subject to certain adjustments on the closing date, and that the final transfer price will be announced when it is finalized. As a result of the adjustments made in accordance with the share transfer agreement, it was decided that the final transfer price would be determined as the equivalent of USD 4.645.180 in TL and that the amount of USD 1.500.000 in TL paid as advance would be offset from the final transfer price. Accordingly, 600 shares with a nominal value of TL 15.000, corresponding to 25% of the total capital of Sanrose Tarım Sanayi Ticaret Anonim Şirketi, were taken over as of January 15, 2024.

Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 30 June 2024. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill.

	Fair value (TL)
Cash and cash equivalents	1.203.268
Trade receivables	2.745.656
Other receivables	8.813.233
Inventories	5.748.038
Prepaid expenses	177.354
Other current assets	2.086.815
Property, plant and equipment	124.183.209
Intangible assets	10.458
Short-term liabilities	(1.800.318)
Trade payables	(3.963.112)
Other payables	(12.409.560)
Long-term liabilities	(3.774.718)
Deferred tax liabilities	(17.048.372)
Fair value of net assets	105.971.951
Purchase price	139.682.421
Monetary gain/(loss)	23.604.260
Ownership rate	25%
Less : Fair value of net assets acquired	(26.492.988)
Goodwill, 30 June 2024	136.793.693

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

The business combinations realized within the accounting period of 1 January – 31 December 2023 are as follows;

Alarko Tarım Sanayi ve Ticaret Anonim Şirketi, a subsidiary, acquired 17.425.000 shares with a nominal value of TL 17.425.000 (100%) of Alsera Jeotermal Tarım Gıda Sanayi ve Ticaret Anonim Şirketi, whose field of activity is greenhouses based on geothermal energy, for TL 76.406.800 as of March 16, 2023. Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 31 December 2023. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill.

	Fair value (TL)
Cash and cash equivalents	4.464
Other receivables	275.996
Prepaid expenses	362.310
Property, plant and equipment	149.346.220
Intangible assets	1.824.594
Deferred tax liabilities	(24.324.549)
Fair value of net assets	127.489.035
Purchase price	76.406.800
Monetary gain/(loss)	63.155.734
Less : Fair value of net assets acquired	(127.489.035)
Goodwill, 31 December 2023	12.073.499

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

In the meeting of the Board of Directors of the subsidiary Alarko Tarım Sanayi ve Ticaret A.Ş. dated May 8, 2023; it was decided to participate in the capital increase with emission premium by which the capital of Palmira Agro Gübre Sanayi ve Ticaret A.Ş., which operates in the field of micro granular fertilizer production and has 1.500.000 shares with a nominal value of 1 TL each, will be increased from TL 1.500.000 to TL 7.500.000, and to acquire 6.000.000 shares with a nominal value of TL 6.000.000, corresponding to 80% of the total capital of the company, to be issued with the capital increase, for a total price of TL 60.000.000, including an emission premium of TL 54.000.000, and to sign a participation agreement and shareholders' agreement in this regard. Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 31 December 2023. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill.

	Fair value (TL)
Cash and cash equivalents	4.521.477
Trade receivables	30.786.960
Inventories	14.822.514
Prepaid expenses	89.678.898
Other current assets	1.016.569
Property, plant and equipment	2.832.877
Intangible assets	17.823
Deferred tax assets	321.278
Short term liabilities	(9.900.717)
Trade payables	(18.530.063)
Other payables	(108.322)
Current income tax liability	(2.106.640)
Long-term liabilities	(5.634.224)
Fair value of net assets	107.718.430
Purchase price	60.000.000
Monetary gain/(loss)	42.958.294
Ownership rate	%80
Less : Fair value of net assets acquired	(86.174.744)
Goodwill, 31 December 2023	16.783.550

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

Alarko Tarım Sanayi ve Ticaret Anonim Şirketi, one of the subsidiary, decided to purchase all of the 20 shares (100%) of Antsan Tarım Sanayi ve Ticaret Anonim Şirketi with a nominal value of 1.000.000 TL, whose the field of activity of which is greenhouse farming based on geothermal energy, in return for 1.780.000 USD equivalent to Turkish Lira as of 16 May 2023. Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 31 December 2023. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill.

	Fair value (TL)
Cash and cash equivalents	13.665
Trade receivables	7.004.607
Other receivables	372.418
Inventories	2.364.763
Prepaid expenses	9.261.924
Other current assets	3.849.596
Property, plant and equipment	95.469.425
Short-term liabilities	(5.393.052)
Trade payables	(59.412.382)
Other payables	(567.127)
Long-term liabilities	(32.358.323)
Deferred tax liabilities	(4.521.427)
Fair value of net assets	16.084.087
Purchase price	37.357.196
Monetary gain/(loss)	26.746.689
Less : Fair value of net assets acquired	(16.084.087)
Goodwill, 31 December 2023	48.019.798

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

It was announced to the public on March 3, 2023 that Alarko Tarım Sanayi ve Ticaret Anonim Şirketi, a subsidiary, has decided to purchase 400.000 shares with a nominal value of TL 400.000 corresponding to 40% of the shares of Gürlük Jeotermal Enerji Tarım Seracılık Gıda Sanayi ve Ticaret Anonim Şirketi for TL 75.468.000. In the meeting of the Board of Directors dated July 10, 2023, it was decided to purchase all (100%) of the shares of Gürlük Jeotermal Enerji Tarım Seracılık Gıda Sanayi ve Ticaret Anonim Şirketi for USD 9.830.000 equivalent of Turkish Lira and to offset the advance payment of TL 75.468.000, which was previously paid for the purchase of 400.000 shares with a nominal value of TL 400.000, from the determined share purchase price and the share transfer transaction was realized on the same date. Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 31 December 2023. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill.

	Fair value (TL)
Cash and cash equivalents	11.540.619
Trade receivables	7.046.841
Other receivables	2.312.097
Prepaid expenses	79.620.953
Other current assets	5.697.501
Property, plant and equipment	411.882.249
Intangible assets	7.247
Trade payables	(146.406.509)
Other payables	(12.310.990)
Deferred tax liabilities	(82.712.212)
Fair value of net assets	276.677.796
Purchase price	256.415.550
Monetary gain/(loss)	95.262.719
Less : Fair value of net assets acquired	(276.677.796)
Goodwill, 31 December 2023	75.000.473

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

It was previously announced to the public that a preliminary protocol was signed on July 14, 2023 between Alarko Tarım Sanayi ve Ticaret Anonim Şirketi, a subsidiary, and Halil Pekdemir Çiftliği Gıda ve İhtiyaç Maddeleri Ticaret ve Sanayi Limited Şirketi in order to transfer the shares of the new company to be established by partial demerger of Halil Pekdemir Çiftliği Gıda ve İhtiyaç Maddeleri Ticaret ve Sanayi Limited Şirketi ("Pekdemir") to Alarko Tarım Sanayi ve Ticaret A.Ş.. The Share Transfer Agreement regarding the purchase of all (100%) of the shares of Alden Jeotermal Tarım Gıda Sanayi ve Ticaret Anonim Şirketi, which was established through the partial demerger of Pekdemir, at a price of Turkish Lira equivalent to USD 12.269.500 and the offsetting of the Turkish Lira equivalent of USD 2.000.000 previously paid in advance against the determined share purchase price was signed on August 4, 2023 and the share transfer transaction was realized on the same date. Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 31 December 2023. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill.

	Fair value (TL)
Cash and cash equivalents	106.102
Trade receivables	1.912.856
Other receivables	68.575
Inventories	21.919.314
Prepaid expenses	80.341.978
Other current assets	1.434.298
Property, plant and equipment	410.899.616
Trade payables	(103.635.473)
Other payables	(2.762.635)
Deferred tax liabilities	(95.370.222)
Fair value of net assets	314.914.409
Purchase price	331.550.854
Monetary gain/(loss)	123.176.755
Less : Fair value of net assets acquired	(314.914.409)
Goodwill, 31 December 2023	139.813.200

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

Alarko Tarım Sanayi ve Ticaret Anonim Şirketi, a subsidiary, acquired 62.124.000 shares of Ereğli Agrosan Doğal Ürünler ve Türevleri Tarım Üretim ve Ticaret Anonim Şirketi with a nominal value of TL 62.124.000 (100%) for a consideration of TL 36.401.331 as of August 31, 2023. Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 31 December 2023. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill. As of December 18, 2023, the company name of Ereğli Agrosan Doğal Ürünler ve Türevleri Tarım Üretim ve Ticaret A.Ş. has been registered as Alarko Gıda Sanayi ve Ticaret A.Ş..

	Fair value (TL)
Cash and cash equivalents	881.910
Trade receivables	4.878.471
Other receivables	51.630
Inventories	30.628.888
Prepaid expenses	17.210.421
Other current assets	8.125.852
Property, plant and equipment	42.913.647
Intangible assets	392.190
Deferred tax assets	874.535
Short-term liabilities	(2.856.859)
Trade payables	(50.372.196)
Other payables	(1.187.191)
Long-term liabilities	(3.266.365)
Fair value of net assets	48.274.933
Purchase price	36.401.331
Monetary gain/(loss)	13.523.708
Less : Fair value of net assets acquired	(48.274.933)
Goodwill, 31 December 2023	1.650.106

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

Alarko Tarım Sanayi ve Ticaret A.Ş., a subsidiary, acquired 50.000.000 shares (100%) of Altes Seracılık Tarım Gıda Sanayi ve Ticaret Anonim Şirketi with a nominal value of TL 50.000.000 with a consideration of TL 50.000.000 as of 12 October 2023. Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 31 December 2023. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill.

	Fair value (TL)
Cash and cash equivalents	534.457
Trade receivables	4.968.169
Other receivables	1.536.034
Inventories	47.757
Prepaid expenses	92.500.175
Other current assets	9.430.537
Property, plant and equipment	133.805.183
Deferred tax assets	30.164.080
Trade payables	(288.948.074)
Other payables	(727.322)
Fair value of net assets	(16.689.004)
Purchase price	50.000.000
Monetary gain/(loss)	16.299.146
Less : Fair value of net assets acquired	16.689.004
Goodwill, 31 December 2023	82.988.150

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

Alarko Tarım Sanayi ve Ticaret Anonim Şirketi, a subsidiary, acquired 77.711.864 shares (100%) of Alziraat Jeotermal Tarım Gıda Sanayi ve Ticaret Anonim Şirketi with a nominal value of TL 777.119 for a consideration of TL 69.416.000 as of October 13, 2023. Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 31 December 2023. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill.

	Fair value (TL)
Cash and cash equivalents	40.435
Prepaid expenses	1.325.982
Other current assets	1.480.504
Property, plant and equipment	108.323.268
Trade payables	(63.691.413)
Other payables	(589)
Deferred tax liabilities	(9.846.737)
Fair value of net assets	37.631.450
Purchase price	69.416.000
Monetary gain/(loss)	22.629.537
Less : Fair value of net assets acquired	(37.631.450)
Goodwill, 31 December 2023	54.414.087

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

3. BUSINESS COMBINATIONS (CONTINUED)

It was previously announced to the public that Alarko Tarım Sanayi ve Ticaret Anonim Şirketi, a subsidiary, signed a share transfer agreement on September 13, 2023 for the purchase of 80.000 shares with a nominal value of TL 80.000, which corresponds to 80% of the total capital of Genseed Tohum Islah ve Üretim Anonim Şirketi, for a consideration of TL equivalent of USD 3.720.241, provided that the specified closing conditions are fulfilled, and that, in accordance with the share transfer agreement, the share transfer price will be subject to certain adjustments on the closing date and the final transfer price will be announced when finalized. As a result of the negotiations between the parties and the adjustments made, it has been decided that the final transfer price will be determined as TL equivalent of USD 4.277.725 and TL equivalent of USD 1.000.000 paid in advance will be deducted from the final transfer price. Accordingly, 80.000 shares with a nominal value of TL 80.000, corresponding to 80% of the total capital of Genseed Tohum Islah ve Üretim Anonim Şirketi, were taken over as of October 27, 2023. Due to the ongoing studies to determine the fair values of the identifiable assets and liabilities taken over in relation to this acquisition, the acquisition has been provisionally accounted for as of 31 December 2023. Pursuant to TFRS 3 "Business Combinations", the acquisition accounted for temporarily must be adjusted within 12 months following the merger date. As a result of the final accounting of the acquisition, it is possible that there will be adjustments in the recorded fair values of the identifiable assets and liabilities acquired accordingly, the recorded amount of goodwill.

	Fair value (TL)
Cash and cash equivalents	221.250
Other receivables	106.578
Inventories	583.895
Other current assets	1.009.457
Property, plant and equipment	125.154.945
Trade payables	(27.177.816)
Other payables	(351.213)
Long-term liabilities	(18.398.352)
Deferred tax liabilities	(928.825)
Fair value of net assets	80.219.919
Purchase price	120.213.037
Monetary gain/(loss)	39.187.402
Ownership rate	80%
Less : Fair value of net assets acquired	(64.175.935)
Goodwill, 31 December 2023	95.224.504

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

4. SEGMENT REPORTING

The Group, its subsidiaries, joint ventures and associates include companies operating in the fields of contracting, construction, land development, industry, trade, agriculture, tourism, energy, aviation and information technologies. Alyat Teknoloji Yatırımları Holding A.Ş., Alser Alarko Sermaye Yatırımları Holding A.Ş., Alarko Havacılık Endüstri Yatırımları A.Ş. and Alarko Dijital Teknoloji Çözümleri A.Ş. are included in the Holding segment. These areas of activity are taken as basis when preparing segment reporting. As of 30 June 2024, segment reporting is as follows (TL):

Assets	Holding	Tourism	Industry and merchandising	Energy	Contracting and land development	Agriculture	Elimination and classification	Total
Current assets								
Cash and cash equivalents	251.265.398	625.134.823	47.186.340	125.229.912	2.062.967.019	787.052.558	-	3.898.836.050
Financial investments	1.326.384.897	16.467.187	-	4.017.897.963	740.276.895	-	-	6.101.026.942
Trade receivables	120.990.509	41.795.325	-	1.860.749.033	8.979.855.851	1.630.797.985	(8.311.022.830)	4.323.165.873
Other receivables	27.476.565	10.694	-	3.458.058.800	303.401.354	25.494.960	(3.787.561.918)	26.880.455
Assets arising from customer contracts	-	115.918	-	-	246.740.625	-	-	246.856.543
Inventories	132.922	48.133.128	1.662.471	33.500.804	1.063.567.139	464.713.924	(1.347.137)	1.610.363.251
Prepaid expenses	92.893.526	51.795.500	121.194	5.023.344	535.451.849	308.793.861	-	994.079.274
Current income tax assets	18.210.112	2.870.604	1.766.250	24.605.584	72.503.012	2.186.772	-	122.142.334
Other current assets	135.854.723	39.131.478	885.451	216.437.556	315.300.748	237.483.980	-	945.093.936
Non-current assets held for sale	-	152.231	-	-	28.596.293	353.272	(15.017.546)	14.084.250
Non-current assets								
Financial investments	10.527.740.486	601.453	4.449.136	3.978.356.787	3.736.104.411	3.878.053.824	(18.058.496.865)	4.066.809.232
Trade receivables	-	-	-	-	158.078	-	-	158.078
Other receivables	473.200	853.248	-	9.547	136.194.455	3.606.625	-	141.137.075
Investments accounted for by equity method	6.621.538.391	-	681.542.224	32.389.961.288	3.948.096.923	461.756.682	(9.763.589.681)	34.339.305.827
Investment properties	685.803.243	-	8.082.801	304.682.944	13.077.037.710	-	(10.497.193.975)	3.578.412.723
Property, plant and equipment	25.261.263	657.899.952	-	1.831.604.029	768.628.160	3.376.946.857	3.981.995.983	10.642.336.244
Right of use assets	11.219.598	2.020.765.858	-	51.198.226	78.601.732	8.541.774	(1.415.913.765)	754.413.423
Intangible assets	1.243.713	4.310.493	-	471.920.420	69.572.658	84.166.874	656.512.589	1.287.726.747
Prepaid expenses	203.913	2.581.598	-	111.186	34.290.417	1.489.943.715	-	1.527.130.829
Deferred tax asset	9.179.760	27.187.395	-	370.003.996	1.352.312.560	116.783.810	(32.223.192)	1.843.244.329
Other non-current assets	33	565.805	-	-	117.673.153	-	-	118.238.991
Total assets	19.855.872.252	3.540.372.690	745.695.867	49.139.351.419	37.667.331.042	12.876.677.473	(47.243.858.337)	76.581.442.406

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

4. SEGMENT REPORTING (CONTINUED)

As of 30 June 2024, segment reporting is as follows (TL):

Liabilities	Holding	Tourism	Industry and merchandising	Energy	Contracting and land development	Agriculture	Elimination and classification	Total
Current liabilities								
Short-term financial liabilities	6.415.209	43.347.557	-	12.173.196	4.535.359.578	2.430.501.420	(41.128.031)	6.986.668.929
Short-term portion of long-term financial liabilities	-	-	-	-	461.970.109	56.885.521	-	518.855.630
Trade payables	9.306.368	161.590.391	848.962	10.194.550	6.597.724.197	3.658.803.191	(8.519.866.696)	1.918.600.963
Payables related to employee benefits	8.003.170	37.307.546	71.824	1.987.488	21.981.970	34.341.192	-	103.693.190
Other payables	2.620.597.594	4.994.016	125.376	6.063.492.813	983.297.022	86.582.298	(3.578.793.938)	6.180.295.181
Liabilities arising from customer contracts	-	25.360.429	-	-	629.637.975	-	-	654.998.404
Derivative financial instruments	-	-	-	7.721.341	-	-	-	7.721.341
Deferred income (Except for obligations arising from customer contracts)	-	533.929.840	24.592	-	293.055.812	27.570	-	827.037.814
Current income tax liabilities	-	-	-	-	53.321.102	13.226.592	-	66.547.694
Short-term provisions	-	-	-	32.781.068	45.704.724	-	-	78.485.792
Other current liabilities	97.839.688	44.212	-	5.016	306	11.706.221	(109.590.427)	5.016
Non-current liabilities								
Long-term financial liabilities	2.769.501	2.153.246.804	-	19.872.795	1.242.102.918	2.807.191.631	(2.111.363.163)	4.113.820.486
Other payables	-	-	-	-	699.297.720	-	-	699.297.720
Liabilities arising from customer contracts	-	71.727	-	-	-	-	-	71.727
Investments accounted for by equity method liabilities	-	-	-	-	28.463.108	-	-	28.463.108
Deferred income (excluding obligations arising from customer contracts)	-	-	-	-	489.607.158	-	-	489.607.158
Long-term provisions	17.900.260	64.987.519	-	6.223.569	46.170.774	2.529.666	-	137.811.788
Deferred tax liabilities	188.075.937	-	1.161.324	84.933.317	176.416.513	14.394.612	194.896.070	659.877.773
Equity								
Paid-in share capital	1.563.430.000	21.500.000	230.000	578.975.276	407.320.733	1.930.797.800	(4.067.253.809)	435.000.000
Inflation adjustment on capital	5.537.628.849	227.894.316	-	2.279.632.915	3.863.486.224	1.012.941.043	(8.024.705.910)	4.896.877.437
Capital advance	72.377.710	-	-	-	-	206.995	(72.584.705)	-
Repurchased shares (-)	(720.275.529)	-	-	-	(142.113.356)	-	69.314.639	(793.074.246)
Cross shareholding adjustment	-	-	-	-	-	-	(1.535.883)	(1.535.883)
Premiums/discounts on shares	-	-	-	-	-	96.295.295	(96.295.295)	-
Impact of Business Combinations Under Common Control	-	-	-	-	-	-	(367.989.728)	(367.989.728)
Actuarial gain / (loss) arising from defined benefit plans	(3.473.445)	(23.696.714)	(23.735.052)	(22.758.663)	(9.410.667)	(58.287)	418.319	(82.714.509)
Foreign currency translation differences	-	-	-	-	2.956.128.493	-	(168.540.741)	2.787.587.752
Gains / (losses) from financial assets at fair value through other comprehensive income	6.982.555.398	-	1.610.795	6.494	1.949.989.914	-	(8.934.162.601)	-
Restricted reserves	1.079.375.500	59.699.062	5.475.130	513.035.205	450.668.844	7.321.789	(1.037.708.402)	1.077.867.128
Dividend advances paid (-)	-	-	-	(109.556.563)	-	-	109.556.563	-
Retained earnings or accumulated losses	709.164.393	179.483.082	858.720.292	34.739.892.311	11.665.865.634	460.653.355	(5.939.875.267)	42.673.903.800
Net profit or loss for the period	1.684.181.649	50.612.903	(98.837.376)	4.920.739.291	221.284.237	252.329.569	(8.211.788.005)	(1.181.477.732)
Non-controlling interest	-	-	-	-	-	-	3.665.138.673	3.665.138.673
Total liabilities	19.855.872.252	3.540.372.690	745.695.867	49.139.351.419	37.667.331.042	12.876.677.473	(47.243.858.337)	76.581.442.406

ALARKO HOLDING A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

4. SEGMENT REPORTING (CONTINUED)

As of 30 June 2024, segment reporting is as follows (TL):

	Holding	Tourism	Industry and merchandising	Energy	Contracting and land development	Agriculture	Elimination and classification	Total
Revenue (Outside the Group) (net)	77.044.725	546.627.840	2.052.129	298.701.356	2.869.604.392	309.787.102	(6.304.870)	4.097.512.674
Revenue (Within the Group)	103.691.956	-	-	4.438.815	53.210.933	26.774.654	(188.116.358)	-
Cost of sales (Outside the Group) (-)	(109.572.487)	(439.074.686)	(1.689.870)	(164.503.899)	(2.662.050.369)	(276.884.789)	(20.850.099)	(3.674.626.199)
Cost of sales (Within the Group) (-)	(111.720.827)	(34.716.710)	-	(4.851.778)	(12.575.277)	(25.524.654)	189.389.246	-
Gross profit / (loss)	(40.556.633)	72.836.444	362.259	133.784.494	248.189.679	34.152.313	(25.882.081)	422.886.475
General administrative expenses (-)	(57.961.143)	(141.973.584)	(258.131)	(41.736.396)	(291.760.128)	(170.067.227)	2.836.031	(700.920.578)
Marketing expenses (-)	-	(54.025.391)	(1.026.297)	-	-	(21.852.436)	4.740.115	(72.164.009)
Research and development expenses (-)	-	-	-	-	-	(6.860.315)	-	(6.860.315)
Other income from operating activities	151.035.423	99.943.254	10.078.726	1.700.140.172	711.910.465	285.117.556	(1.128.983.794)	1.829.241.802
Other expenses from operating activities (-)	(623.727.788)	(25.232.521)	(505.659)	(1.527.427.675)	(465.262.625)	(335.008.410)	1.857.216.123	(1.119.948.555)
Operating profit / (loss)	(571.210.141)	(48.451.798)	8.650.898	264.760.595	203.077.391	(214.518.519)	709.926.394	352.234.820
Income from investing activities	1.975.995.137	5.234.309	2.649.170	4.874.660.058	301.838.250	144.386.958	(6.058.433.657)	1.246.330.225
Expenses from investing activities (-)	-	(1.053.107)	(7.776.355)	(118.838)	(34.097.523)	(490.705)	7.785.387	(35.751.141)
Share of profits/ (losses) of investments accounted by equity method	-	-	(103.574.585)	(168.010.709)	133.055.366	366.945	(744.112.348)	(882.275.331)
Operating profit/ (loss) before financial income / (expense)	1.404.784.996	(44.270.596)	(100.050.872)	4.971.291.106	603.873.484	(70.255.321)	(6.084.834.224)	680.538.573
Finance income	-	-	-	6.475.193	-	-	-	6.475.193
Finance expenses (-)	(920.692)	(254.276.096)	(28.295)	(11.315.831)	(269.718.730)	(545.191.468)	264.510.838	(816.940.274)
Monetary (loss)/gain (Net)	276.030.634	422.927.732	1.288.278	162.338.042	(160.508.561)	862.637.692	(2.522.575.301)	(957.861.484)
Profit / (loss) before tax from continued operations	1.679.894.938	124.381.040	(98.790.889)	5.128.788.510	173.646.193	247.190.903	(8.342.898.687)	(1.087.787.992)
Tax (expense) / income for the period	(52.525)	-	-	(26.932.136)	(51.607.643)	(13.281.907)	13.162.127	(78.712.084)
Deferred tax (expense) / income	4.339.236	(73.768.137)	(46.487)	(181.117.083)	99.245.687	18.420.573	78.869.308	(54.056.903)
Tax (expense) / income from continued operations	4.286.711	(73.768.137)	(46.487)	(208.049.219)	47.638.044	5.138.666	92.031.435	(132.768.987)
Net profit / (loss) from continued operations	1.684.181.649	50.612.903	(98.837.376)	4.920.739.291	221.284.237	252.329.569	(8.250.867.252)	(1.220.556.979)
Net income / (loss) for the period	1.684.181.649	50.612.903	(98.837.376)	4.920.739.291	221.284.237	252.329.569	(8.250.867.252)	(1.220.556.979)
Other comprehensive income not to be reclassified to profit or loss								
Actuarial gain / (loss) arising from defined benefit plans	610.478	9.039.372	-	(787.024)	8.909.673	(77.839)	-	17.694.660
Share of other comprehensive income of investments accounted by equity method not to be reclassified to profit or loss	-	-	4.058.072	(6.698.217)	(344)	-	-	(2.640.489)
Deferred tax income for other comprehensive income not to be reclassified to profit or loss	(116.724)	(2.135.847)	(715.906)	2.201.412	(2.031.095)	19.460	-	(2.778.700)
Other comprehensive income to be reclassified to profit or loss								
Foreign currency translation differences	-	-	-	-	451.764.515	-	-	451.764.515
Other comprehensive income/(expense) for financial assets at fair value difference is through other comprehensive income	-	-	-	-	5.142.267	-	-	5.142.267
Share of other comprehensive income of investments accounted by equity method to be reclassified to profit or loss	-	-	-	-	(119.247.257)	-	-	(119.247.257)
Total comprehensive income/ (expense)	1.684.675.403	57.516.428	(95.495.210)	4.915.455.462	565.821.996	252.271.190	(8.250.867.252)	(870.621.983)
Distribution of profit / (loss) for the period								
Non-controlling interest	-	-	-	-	-	-	(39.079.247)	(39.079.247)
Parent company shares	1.684.181.649	50.612.903	(98.837.376)	4.920.739.291	221.284.237	252.329.569	(8.211.788.005)	(1.181.477.732)
Distribution of total comprehensive income/ (expense)								
Non-controlling interest	-	-	-	-	-	-	(3.964.189)	(3.964.189)
Parent company shares	1.684.675.403	57.516.428	(95.495.210)	4.915.455.462	565.821.996	252.271.190	(8.246.903.063)	(866.657.794)

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

4. SEGMENT REPORTING (CONTINUED)

As of 31 December 2023, segment reporting is as follows (TL):

Assets	Holding	Tourism	Industry and merchandising	Energy	Contracting and land development	Agriculture	Elimination and classification	Total
Current assets								
Cash and cash equivalents	152.236.757	710.877.735	111.785.732	2.222.735.524	780.354.174	105.654.800	-	4.083.644.722
Financial investments	1.510.092.800	123.492.503	-	5.119.871.721	1.295.496.694	-	-	8.048.953.718
Trade receivables	77.426.983	9.760.066	329.748	301.225.441	8.788.081.721	1.375.313.126	(6.898.852.780)	3.653.284.305
Other receivables	29.756.442	10.650	-	2.594.768.569	297.814.437	10.820.592	(2.908.163.753)	25.006.937
Assets arising from customer contracts	-	150.924	-	-	457.554.007	-	-	457.704.931
Derivative financial instruments	110.471	18.188.150	2.270.726	33.544.592	1.166.172.707	158.375.692	(1.517.749)	1.377.144.589
Inventories	5.727.987	24.229.235	9.118	5.357.810	764.032.706	224.469.119	-	1.023.825.975
Prepaid expenses	22.376.972	1.512.408	-	26.192	74.471.976	1.796.767	-	100.184.315
Current income tax assets	58.651.444	50.067.613	878.925	110.383.729	471.871.914	108.650.148	-	800.503.773
Other current assets	-	152.231	-	-	34.331.872	-	(15.017.548)	19.466.555
Non-current assets								
Financial investments	9.579.424.682	601.453	11.400.834	2.630.065.838	3.915.788.293	2.880.157.068	(16.827.242.171)	2.190.195.997
Trade receivables	-	-	-	-	182.840	-	-	182.840
Other receivables	141.780	867.786	-	11.908	116.824.883	2.931.805	-	120.778.162
Investments accounted for by equity method	5.998.423.839	-	781.774.641	33.757.958.294	4.101.527.838	-	(8.949.935.413)	35.689.749.199
Investment properties	685.803.244	-	8.082.801	304.682.944	12.310.900.362	-	(9.694.486.881)	3.614.982.470
Property, plant and equipment	18.219.753	572.967.530	-	1.929.146.116	869.692.526	1.775.685.015	3.043.402.827	8.209.113.767
Right of use assets	9.169.433	2.025.933.840	-	46.766.830	77.199.849	16.242.361	(1.439.774.535)	735.537.778
Intangible assets	884.407	4.338.858	-	478.097.371	98.775.071	36.593.078	561.385.416	1.180.074.201
Prepaid expenses	325.314	2.982.924	-	91.026	35.129.565	665.738.499	-	704.267.328
Deferred tax asset	19.755.278	101.234.054	-	470.531.445	1.256.914.466	85.140.831	(86.795.451)	1.846.780.623
Other non-current assets	32	697.190	-	-	158.998.196	-	-	159.695.418
Total assets	18.168.527.618	3.648.065.150	916.532.525	50.005.265.350	37.072.116.097	7.447.568.901	(43.216.998.038)	74.041.077.603

ALARKO HOLDING A.Ş. AND ITS SUBSIDIARIES

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

4. SEGMENT REPORTING (CONTINUED)

As of 31 December 2023, segment reporting is as follows (TL):

Liabilities	Holding	Tourism	Industry and merchandising	Energy	Contracting and land development	Agriculture	Elimination and classification	Total
Current liabilities								
Short-term financial liabilities	5.673.025	1.720.934	-	6.539.675	3.836.246.947	2.333.725.573	-	6.183.906.154
Short-term portion of long-term financial liabilities	-	-	-	-	197.546.494	-	-	197.546.494
Trade payables	12.241.980	397.968.037	1.347.218	28.844.132	7.332.819.476	1.737.412.056	(7.085.682.745)	2.424.950.154
Payables related to employee benefits	7.921.173	17.072.664	89.556	3.359.744	53.963.575	22.816.824	-	105.223.536
Other payables	2.213.900.261	2.270.046	22.909	5.391.551.046	600.749.014	69.218.202	(2.721.870.519)	5.555.840.959
Liabilities arising from customer contracts	-	14.438.504	-	-	957.206.020	-	-	971.644.524
Deferred income (Except for obligations arising from customer contracts)	-	-	-	6.614.916	-	-	-	6.614.916
Current income tax liabilities	-	91.401.685	30.675	-	649.246.701	2.439.674	-	743.118.735
Short-term provisions	284.134	-	2.761.329	98.099.365	74.303.711	1.051.879	-	176.500.418
Other current liabilities	-	-	-	35.255.156	21.242.164	-	-	56.497.320
Short-term financial liabilities	1.060.246.362	111.059	-	4.454.710.840	3.073.997	125.639.934	(5.643.775.167)	7.025
Non-current liabilities								
Long-term financial liabilities	848.420	2.450.478.042	-	22.877.723	612.274.687	49.258.477	(2.422.555.886)	713.181.463
Other payables	-	-	-	-	730.850.959	-	-	730.850.959
Liabilities arising from customer contracts	-	521.997	-	-	178.374.921	-	-	178.896.918
Investments accounted for by equity method liabilities	-	-	-	-	34.794.836	-	-	34.794.836
Deferred income (excluding obligations arising from customer contracts)	-	-	-	-	425.741.662	-	-	425.741.662
Long-term provisions	11.948.165	61.763.018	-	5.201.894	68.077.639	415.149	-	147.405.865
Deferred tax liabilities	203.088.334	-	1.114.838	4.649.896	180.334.434	1.329.101	180.300.434	570.817.037
Equity								
Paid-in share capital	1.218.500.000	21.500.000	230.000	578.975.276	402.261.733	1.582.693.565	(3.369.160.574)	435.000.000
Inflation adjustment on capital	5.504.966.798	227.894.316	81.128.871	2.279.632.915	3.863.542.197	898.184.622	(7.958.472.282)	4.896.877.437
Capital advance	-	-	-	-	-	48.845.464	(48.845.464)	-
Repurchased shares (-)	(677.824.921)	-	-	-	(142.482.812)	-	69.534.658	(750.773.075)
Cross shareholding adjustment	-	-	-	-	-	-	(1.535.883)	(1.535.883)
Premiums/discounts on shares	-	-	-	-	-	96.295.295	(96.295.295)	-
Actuarial gain / (loss) arising from defined benefit plans	(3.967.199)	(30.600.240)	(27.077.219)	(17.474.836)	(16.288.898)	94	491.241	(94.917.057)
Foreign currency translation differences	-	-	-	-	2.654.044.225	-	(166.469.195)	2.487.575.030
Gains / (losses) from financial assets at fair value through other comprehensive income	6.402.896.445	-	1.696.568	5.737	2.096.988.766	-	(8.506.734.462)	(5.146.946)
Restricted reserves	479.851.684	12.725.661	15.805	204.547.585	118.311.189	1.152.960	171.271.147	987.876.031
Dividend advances paid (-)	(869.701.958)	-	-	(1.175.843.080)	-	-	1.189.015.240	(856.529.798)
Retained earnings or accumulated losses	108.979.034	56.443.537	1.002.578.134	29.142.793.063	10.906.796.664	150.420.825	(5.590.565.555)	35.777.445.702
Net profit or loss for the period	2.488.675.881	322.355.890	(147.406.159)	8.934.924.303	1.232.095.796	326.669.207	(4.893.247.803)	8.264.067.115
Non-controlling interest	-	-	-	-	-	-	3.677.600.072	3.677.600.072
Total liabilities	18.168.527.618	3.648.065.150	916.532.525	50.005.265.350	37.072.116.097	7.447.568.901	(43.216.998.038)	74.041.077.603

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

4. SEGMENT REPORTING (CONTINUED)

As of 30 June 2023, segment reporting is as follows (TL):

	Holding	Tourism	Industry and merchandising	Energy	Contracting and land development	Agriculture	Elimination and classification	Total
Revenue (Outside the Group) (net)	73.826.572	553.406.132	226.659.924	421.149.862	4.251.675.385	56.508.663	(14.837.830)	5.568.388.708
Revenue (Within the Group)	116.322.900	-	-	5.942.125	74.179.638	1.367.813	(197.812.476)	-
Cost of sales (Outside the Group) (-)	(45.884.180)	(362.016.224)	(135.104.244)	(241.264.244)	(4.232.956.462)	(51.474.126)	(15.129.014)	(5.083.828.494)
Cost of sales (Within the Group) (-)	(124.524.825)	(42.902.019)	(1.522.745)	(6.975.627)	(12.830.066)	(1.367.813)	190.123.095	-
Gross profit / (loss)	19.740.467	148.487.889	90.032.935	178.852.116	80.068.495	5.034.537	(37.656.225)	484.560.214
General administrative expenses (-)	(34.766.304)	(112.397.601)	(255.649)	(33.584.106)	(269.700.681)	(24.828.967)	(6.115.410)	(481.648.718)
Marketing expenses (-)	-	(34.804.339)	(1.486.213)	-	-	(1.308.300)	48.929	(37.549.923)
Other income from operating activities	653.227.832	122.411.685	54.199.844	2.006.658.624	1.070.208.456	35.281.944	(371.937.337)	3.570.051.048
Other expenses from operating activities (-)	(206.766.810)	(114.343.519)	(15.403.311)	(511.558.598)	(502.588.065)	(50.733.403)	544.722.199	(856.671.507)
Operating profit / (loss)	431.435.185	9.354.115	127.087.606	1.640.368.036	377.988.205	(36.554.189)	129.062.156	2.678.741.114
Income from investing activities	1.770.991.116	106.070.071	4.725.659	875.274.190	336.420.037	176.199.637	(2.685.328.912)	584.351.798
Expenses from investing activities (-)	-	(49.741)	-	-	(17.814.762)	-	-	(17.864.503)
Share of profits/ (losses) of investments accounted by equity method	-	-	(148.009.891)	2.702.345.928	(105.519.755)	-	(205.026.141)	2.243.790.141
Operating profit/ (loss) before financial income / (expense)	2.202.426.301	115.374.445	(16.196.626)	5.217.988.154	591.073.725	139.645.448	(2.761.292.897)	5.489.018.550
Finance income	-	-	-	-	39.295.749	-	-	39.295.749
Finance expenses (-)	(95.959)	(849.432.154)	(2.537.591)	(14.664.696)	(514.405.584)	(11.876.636)	849.546.397	(543.466.223)
Monetary (loss)/gain (Net)	262.077.361	396.159.620	(9.528.002)	(520.921.026)	(303.997.520)	50.201.194	(928.968.160)	(1.054.976.533)
Profit / (loss) before tax from continued operations	2.464.407.703	(337.898.089)	(28.262.219)	4.682.402.432	(188.033.630)	177.970.006	(2.840.714.660)	3.929.871.543
Tax (expense) / income for the period	(84.802.185)	(13.893)	(24.290.514)	(342.331.350)	(37.727.385)	(2.106.640)	1.685.311	(489.586.656)
Deferred tax (expense) / income	(60.218.938)	117.569.217	(204.861)	108.116.712	359.116.398	(18.675.802)	(123.688.578)	382.014.148
Tax (expense) / income from continued operations	(145.021.123)	117.555.324	(24.495.375)	(234.214.638)	321.389.013	(20.782.442)	(122.003.267)	(107.572.508)
Net profit / (loss) from continued operations	2.319.386.580	(220.342.765)	(52.757.594)	4.448.187.794	133.355.383	157.187.564	(2.962.717.927)	3.822.299.035
Net income / (loss) for the period	2.319.386.580	(220.342.765)	(52.757.594)	4.448.187.794	133.355.383	157.187.564	(2.962.717.927)	3.822.299.035
Other comprehensive income not to be reclassified to profit or loss								
Actuarial gain / (loss) arising from defined benefit plans	(1.889.520)	(24.842.934)	(1.613)	(730.069)	(5.910.671)	89	-	(33.374.718)
Share of other comprehensive income of investments accounted by equity method not to be reclassified to profit or loss	-	-	(5.357.443)	(12.028.113)	4.750	-	-	(17.380.806)
Deferred tax income for other comprehensive income not to be reclassified to profit or loss	472.642	6.380.835	1.339.463	3.222.236	1.204.724	(22)	-	12.619.878
Other comprehensive income to be reclassified to profit or loss	472.642	6.380.835	1.339.463	3.222.236	1.204.724	(22)	-	12.619.878
Foreign currency translation differences	-	-	-	-	151.484.094	-	-	151.484.094
Other comprehensive income/(expense) for financial assets at fair value difference is through other comprehensive income	-	-	-	-	(598.189)	-	-	(598.189)
Share of other comprehensive income of investments accounted by equity method to be reclassified to profit or loss	-	-	-	-	620.066.147	-	-	620.066.147
Total comprehensive income/ (expense)	2.317.969.702	(238.804.864)	(56.777.187)	4.438.651.848	899.606.238	157.187.631	(2.962.717.927)	4.555.115.441
Distribution of profit / (loss) for the period								
Non-controlling interest	-	-	-	-	-	-	101.272.744	101.272.744
Parent company shares	2.319.386.580	(220.342.765)	(52.757.594)	4.448.187.794	133.355.383	157.187.564	(3.063.990.671)	3.721.026.291
Distribution of total comprehensive income/ (expense)								
Non-controlling interest	-	-	-	-	-	-	144.895.463	144.895.463
Parent company shares	2.317.969.702	(238.804.864)	(56.777.187)	4.438.651.848	899.606.238	157.187.631	(3.107.613.390)	4.410.219.978

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

4. SEGMENT REPORTING (CONTINUED)

Distribution of depreciation and retirement pay liability expenses stated by segment in the consolidated statement of profit or loss and other comprehensive income for the six months period ended 30 June 2024 is as follows (TL):

	Holding	Tourism	Industry and merchandising	Energy	Contracting and land development	Agriculture	Elimination	Total
Right of use assets	4.251.280	24.450.320	-	1.786.363	20.428.419	966.990	(22.490.781)	29.392.591
Property, plant and equipment	3.043.012	30.951.244	-	104.396.342	52.117.051	59.661.707	-	250.169.356
Intangible assets	154.745	801.585	-	6.184.844	16.725.394	6.458.557	-	30.325.125
Current period depreciation expenses	7.449.037	56.203.149	-	112.367.549	89.270.864	67.087.254	(22.490.781)	309.887.072
Provision no longer required for termination indemnity	-	(4.795.097)	-	(161.094)	(10.097.968)	(2.522)	-	(15.056.681)
Current period termination indemnity expense	2.688.285	24.074.002	-	1.504.988	18.504.577	2.093.962	-	48.865.814
Total termination indemnity expense for the period	2.688.285	19.278.905	-	1.343.894	8.406.609	2.091.440	-	33.809.133

Distribution of depreciation and retirement pay liability expenses stated by segment in the consolidated statement of profit or loss and other comprehensive income for the six months period ended 30 June 2023 is as follows (TL):

	Holding	Tourism	Industry and merchandising	Energy	Contracting and land development	Agriculture	Elimination	Total
Right of use assets	1.779.646	22.782.542	-	950.529	19.831.592	258.985	(22.794.731)	22.808.563
Property, plant and equipment	2.117.327	27.357.613	-	107.600.319	75.498.153	10.971.927	-	223.545.339
Intangible assets	101.980	890.754	-	6.150.905	2.372.768	156.751	-	9.673.158
Current period depreciation expenses	3.998.953	51.030.909	-	114.701.753	97.702.513	11.387.663	(22.794.731)	256.027.060
Provision no longer required for termination indemnity	(2.264.137)	(19.601.054)	-	(1.667.178)	(18.021.979)	-	-	(41.554.348)
Current period termination indemnity expense	1.117.484	12.188.642	21.387	1.653.755	11.353.487	6.291	-	26.341.046
Total termination indemnity expense for the period	(1.146.653)	(7.412.412)	21.387	(13.423)	(6.668.492)	6.291	-	(15.213.302)

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of the following (TL) :

	30 June 2024	31 December 2023
Cash	753.848	240.038
Checks received	7.437.004	19.403.837
Banks	3.721.652.789	3.793.845.393
- TL demand deposits	57.441.391	8.246.087
- foreign currency demand deposits	1.139.604.036	86.988.732
- TL time deposit	928.931.837	1.305.193.248
- foreign currency time deposit	1.595.675.525	2.393.417.326
Other liquid assets	50	62
Investment funds	168.992.359	270.155.392
Total	3.898.836.050	4.083.644.722

As of June 30, 2024, interest rates applied to time deposits are 42,00% - 57,00% for TL deposits (December 31, 2023 - 19,00% - 45,00%); 0,20% - 2,50% for Euro deposits (December 31, 2023 - 2,25% - 3,00%); US Dollars deposits between 0,75% - 4,00% (December 31, 2023 - 3,00% - 4,75%); GBP deposits between 0,01% - 2,00% (December 31, 2023 - 2,00% - 2,75%).

TL 12.475.914 blocked deposits consist of loan receivables and are classified as demand deposits since they are less than 3 months (December 31, 2023 - TL 976.150).

6. FINANCIAL INVESTMENTS

Short term financial investments consist of the following (TL) :

	30 June 2024	31 December 2023
Financial assets at fair value through profit / (loss)		
- Investment funds	1.156.281.766	1.037.202.928
- Value increase in marketable securities	711.624.597	364.067.383
- Public sector notes, promissory notes and bonds (*)	846.516.379	747.712.745
- Currency protected deposit account	1.621.257.350	2.315.406.924
- Foreign currency government debt securities (**)	1.765.346.850	2.967.583.425
Financial assets at amortized cost		
- Public sector notes, promissory notes and bonds (*)	-	616.980.313
Total	6.101.026.942	8.048.953.718

(*) As of June 30, 2024, interest rates of government bonds, notes and bills vary between 3,31% and 9,97%. (December 31, 2023 - 3,18%, 4,75%, 2,38% and 2,88%).

(**) As of June 30, 2024, interest rates of government bonds vary between 4,86% - 5,51%. (December 31, 2023 - 3,74%).

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

6. FINANCIAL INVESTMENTS (CONTINUED)

Long term financial assets consist of the following (TL):

	30 June 2024		31 December 2023	
	Participaon rate %	Participation amount	Participaon rate %	Participation amount
Financial assets at fair value through other comprehensive income				
-TSKB A.Ş.	-	-	< %1	3.786.634
Financial assets at fair value through profit / (loss)				
- Public sector notes, promissory notes and bonds (*)		2.702.305.364		1.443.757.906
- Investments in foreign companies		1.042.244.540		742.651.457
- Too Alsera KZ (**)		6.392.272		-
- Alfor Aviation and Technical Services Ltd (**)		315.867.056		-
Total		4.066.809.232		2.190.195.997

(*) As of June 30, 2024, interest rates of government bonds, notes and bills vary between 3,31% and 9,97%.
(December 31, 2023 - 3,18%, 4,75%, 2,38% and 2,88%).

(**) Not included in consolidation as it has no operations as of June 30, 2024.

7. FINANCIAL LIABILITIES

Short-term financial liabilities consist of the following (TL) :

	30 June 2024	31 December 2023
Short-term financial liabilities	6.957.917.564	6.159.364.247
Short-term lease obligations	28.751.365	24.541.907
Short-term parts of long term borrowings	518.855.630	197.546.494
Total	7.505.524.559	6.381.452.648

Long-term financial liabilities are as follows (TL) :

	30 June 2024	31 December 2023
Long-term financial liabilities	4.039.076.747	643.653.589
Long-term lease obligations	74.743.739	69.527.874
Total	4.113.820.486	713.181.463

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

7. FINANCIAL LIABILITIES (CONTINUED)

As of 30 June 2024 and 31 December 2023, the distribution of short and long term financial liabilities according to their maturities are as follows (TL):

	Bank loans 30 June 2024(TL)	Leases 30 June 2024(TL)	Bank loans 31 December 2023(TL)	Leases 31 December 2023(TL)
Within 1 year	7.476.773.194	28.751.365	6.356.910.741	24.541.907
Within 1 – 2 years	672.165.567	17.170.220	192.918.322	18.893.969
Within 2 – 3 years	1.185.913.932	11.100.901	141.689.910	10.055.297
Within 3 – 4 years	435.927.140	8.820.712	101.609.951	8.210.163
4 years and longer	1.745.070.108	37.651.906	207.435.406	32.368.445
Total	11.515.849.941	103.495.104	7.000.564.330	94.069.781

8. TRADE RECEIVABLES AND PAYABLES

Short term trade receivables consist of the following (TL) :

	30 June 2024	31 December 2023
Customers	2.974.743.266	3.252.924.703
Rediscount on receivables (-)	(9.106.681)	(5.874.289)
Other short term receivables	1.271.157.438	374.729.350
Doubtful trade receivables	19.335.898	23.669.995
Provision for doubtful trade receivables (-)	(19.335.898)	(23.669.995)
Total	4.236.794.023	3.621.779.764
Trade receivables from related parties	86.371.850	31.504.541
Total trade receivables from related parties (Note 28)	86.371.850	31.504.541
Grand Total	4.323.165.873	3.653.284.305

Long term trade receivables consist of the following (TL) :

	30 June 2024	31 December 2023
Customers	158.078	182.840
Total	158.078	182.840

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8. TRADE RECEIVABLES AND PAYABLES (CONTINUED)

Changes in provision for doubtful trade receivables are set out in the table below (TL):

	30 June 2024	31 December 2023
Opening balance	23.669.995	8.881.769
Expense for the current period	361.115	722.688
Collections / provisions no longer required	(1.505)	(19.807)
Currency translation difference	-	1.549.083
Monetary gain/(loss)	(4.693.707)	(1.466.330)
Closing balance	19.335.898	9.667.403

Short term trade payables consist of the following (TL) :

	30 June 2024	31 December 2023
Suppliers	1.881.871.594	2.362.847.355
Rediscount for payables (-)	(9.598.466)	(7.921.820)
Other trade payables	33.704.345	66.237.965
Total	1.905.977.473	2.421.163.500
Trade payables to related parties	12.623.490	3.786.654
Total trade payables to related parties (Note 28)	12.623.490	3.786.654
Grand Total	1.918.600.963	2.424.950.154

9. INVENTORIES

Inventories consist of the following (TL) :

	30 June 2024	31 December 2023
Raw materials and supplies	352.310.076	383.396.449
Semi-finished goods in production	126.270.909	19.063.509
Finished goods	50.213.622	42.800.597
Merchandise (*)	1.064.548.739	931.670.461
Other inventories	17.075.040	268.708
Inventory impairment provision (-)	(55.135)	(55.135)
Total	1.610.363.251	1.377.144.589

(*) TL 904.221.318 (December 31, 2023 - TL 904.221.318) part of merchandise balance, having a total amount of TL 1.064.548.739 (December 31, 2023 - TL 931.670.461) as of 30 June 2024, consists of real estates.

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

10. PREPAID EXPENSES

Short-term prepaid expenses consist of the following (TL):

	30 June 2024	31 December 2023
Advances given	336.761.782	399.234.695
Advances given to sub-contractors	376.822.160	484.216.108
Prepaid expenses	280.495.332	140.375.172
Total	994.079.274	1.023.825.975

Long-term prepaid expenses consist of the following (TL):

	30 June 2024	31 December 2023
Advances given	1.486.164.341	662.298.879
Prepaid expenses	40.966.488	41.968.449
Total	1.527.130.829	704.267.328

11. ASSETS AND LIABILITIES ARISING FROM CUSTOMER CONTRACTS

Costs and estimated earnings related to on-going constructions and commitments are as follows (TL):

	30 June 2024	31 December 2023
Costs related to on-going constructions		
Estimated earnings	20.977.146.364	27.340.492.468
	629.645.374	1.311.493.439
Less: Total invoiced progress payment for the end of period	(21.881.287.505)	(28.973.262.999)
Total	(274.495.767)	(321.277.092)

Net balance reclassified enclosed in the accompanying consolidated statements of financial position is as follows (TL):

	30 June 2024	31 December 2023
Receivables from on-going constructions	246.740.625	457.554.007
Progress payments from on-going constructions contracts	(521.236.392)	(778.831.099)
Total	(274.495.767)	(321.277.092)

Total amount of short and long term advances received by the subsidiaries of the Group related to on-going constructions contracts is TL 781.819.411 as of June 2024 (31 December 2023 – TL 1.074.695.859) and aforementioned amounts is recognized under deferred income account.

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

11. ASSETS AND LIABILITIES ARISING FROM CUSTOMER CONTRACTS (CONTINUED)

Assets arising from short-term customer contracts are as follows (TL):

	30 June 2024	31 December 2023
Contractual assets arising from ongoing construction and contracting works	246.740.625	457.554.007
Contract assets arising from sales of goods and services	115.918	150.924
Total	246.856.543	457.704.931

Liabilities arising from short-term customer contracts are as follows (TL):

	30 June 2024	31 December 2023
Progress payments for ongoing construction contracts	521.236.392	778.831.099
Payables arising from ongoing construction and contracting works	108.401.583	178.374.921
Contract liabilities arising from sales of goods and services	25.360.429	14.438.504
Total	654.998.404	971.644.524

Liabilities arising from long-term customer contracts are as follows (TL):

	30 June 2024	31 December 2023
Payables arising from ongoing construction and contracting works	-	178.374.921
Contract liabilities arising from sales of goods and services	71.727	521.997
Total	71.727	178.896.918

12. DERIVATIVE FINANCIAL INSTRUMENTS

As of 30 June 2024 and 31 December 2023, the details of short-term derivative liabilities are as follows;

				30 June 2024	31 December 2023
	Contract amount	Currency type	Maturity Date	Fair value asset amount (TL)	Fair value asset amount (TL)
Forward	207.250.000	US Dollar	31.12.2024	(7.721.341)	(3.435.237)
Forward	168.200.000	US Dollar	30.04.2024	-	(3.179.679)
Total				(7.721.341)	(6.614.916)

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13. DEFERRED INCOME (EXCLUDING LIABILITIES FROM CUSTOMER CONTRACTS)

Short-term deferred income consist of the following (TL):

	30 June 2024	31 December 2023
Advances received from commitment works	292.212.253	648.954.197
Advances received	533.982.002	93.872.035
Deferred income related to following months	843.559	292.503
Total	827.037.814	743.118.735

Long-term deferred income consist of the following (TL):

	30 June 2024	31 December 2023
Advances received from commitment works	489.607.158	425.741.662
Total	489.607.158	425.741.662

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14. INVESTMENTS ACCOUNTED BY USING EQUITY METHOD

Investments accounted by equity method assets consist of the following (TL):

	30 June 2024		31 December 2023	
	Partnership rate%	Partnership Amount	Partnership rate%	Partnership amount
Alarko Carrier Sanayi ve Ticaret A.Ş.	42,03	681.476.778	42,03	781.709.194
Bakad International B.V. (*)	33,30	2.121.649.900	33,27	2.289.023.290
Obrascon Huarte Lain SA – Alsim Alarko San. Tes.ve Ticaret A.Ş. (Spain)	45,00	62.849.084	44,96	74.168.450
Alcen Enerji Dağıtım ve Perakende Satış Hiz.A.Ş. (**)	49,96	30.928.794.134	49,96	32.296.791.899
Al-Riva Projesi Ar. Değ.Konut İnş. ve Tic. A.Ş. (***)	12,14	106.950.647	12,13	118.505.344
Al-Riva Arazi Değ. Konut İnş. Turistik Tes.Golf İşl. ve Tic. A.Ş. (***)	2,28	91.964.722	2,28	101.482.571
Al-Riva Arazi Ar. Değ. Konut İnş. ve Tic. A.Ş. (***)	2,63	24.682.225	2,63	28.068.451
Sanrose Tarım Sanayi ve Ticaret A.Ş.	25,00	26.859.932	-	-
Barr Operation and Maintenance LLP	25,00	3.281.113	-	-
İpeks Jeotermal Enerji Tarım Sanayi Ticaret A.Ş.	49,00	290.797.292	-	-
Total		34.339.305.827		35.689.749.199

Investments accounted by equity method liabilities consist of the following (TL):

	30 June 2024		31 December 2023	
	Partnership rate%	Partnership Amount	Partnership rate%	Partnership amount
Obrascon Huarte Lain SA – Alsim Alarko San. Tes.ve Ticaret A.Ş. (Turkey)	45,00	25.745.051	45,00	31.648.277
Alarko – Makyol Adi Ortaklığı	49,99	2.718.057	49,95	1.874.801
Barr Operation and Maintenance LLP	-	-	24,98	1.271.758
Total		28.463.108		34.794.836
Net		34.310.842.719		35.654.954.363

(*) Since Bakad International B.V. owns the %100 shares of Bakad Investment & Operation LLP these entities are included in the carried investment amount in consolidated financial statements.

(**) Since Alcen Enerji Dağıtım ve Perakende Satış Hiz. A.Ş., owns the 100% shares of Meram Elektrik Dağıtım A.Ş., Cenal Elektrik Üretim A.Ş., Algiz Enerji A.Ş., Panel Enerji A.Ş., Utilitek Bilgi Teknolojileri A.Ş. and 99,99% shares of Meram Elektrik Perakende Satış A.Ş., and 99,60% of Meram Elektrik Enerjisi Toptan Satış A.Ş., these entities are included in the carried investment amount in consolidated financial statements.

(***) The shareholding and controlling rate of the Parent Company in these affiliates is 40%

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14. INVESTMENTS ACCOUNTED BY USING EQUITY METHOD (CONTINUED)

Changes in investment accounted by using the equity method are as follows (TL):

	30 June 2024	30 June 2023
Opening balance	35.654.954.363	33.150.441.687
Net profit / (loss) for the period	(138.162.983)	2.448.816.282
Dividends received	(1.195.269.727)	(2.109.622.644)
Other comprehensive income	138.568.573	749.622.353
Capital increase	-	32.284.280
Rate change impact	1.825.638	-
Effect of companies included in consolidation	317.290.279	-
Monetary gain/(loss)	(468.363.424)	(371.866.715)
Closing balance	34.310.842.719	33.899.675.243

Shares of profit / loss of investments accounted by using equity method are as follows (TL) :

	30 June 2024 before Elimination	Elimination	30 June 2024	30 June 2023 before Elimination	Elimination	30 June 2023
Alarko Carrier Sanayi ve Ticaret A.Ş.	(103.574.585)	(29.946)	(103.604.531)	(148.009.891)	(1.630.001)	(149.639.892)
Obrascon Huarte Lain SA – Alsım Alarko San.Tes.ve Ticaret A.Ş. (Spain)	-	-	-	-	-	-
Obrascon Huarte Lain SA – Alsım Alarko San.Tes.ve Ticaret A.Ş. (Turkey)	5.903.227	-	5.903.227	(10.964)	-	(10.964)
Bakad International B.V. (*)	148.312.049	-	148.312.049	(56.261.369)	-	(56.261.369)
Barr Operation and Maintenance LLP	4.146.486	-	4.146.486	-	-	-
Sanrose Tarım Sanayi ve Ticaret A.Ş.	366.945	194.035	560.980	-	-	-
Alarko – Makyol Adi Ortaklığı	(841.748)	-	(841.748)	120.019	-	120.019
Alcen Enerji Dağıtım ve Perakende Satış Hiz.A.Ş. (**)	(168.010.709)	(758.354.369)	(926.365.078)	2.702.345.928	(207.155.358)	2.495.190.570
Al-Riva Projesi Ar. Değ.Konut İnş. ve Tic. A.Ş. (***)	(11.558.588)	12.179.556	620.968	(12.665.101)	3.179.979	(9.485.122)
Al-Riva Arazi Değ. Konut İnş.Turistik Tes.Golf İşl. ve Tic. A.Ş. (***)	(9.519.323)	365.911	(9.153.412)	(28.371.211)	110.195	(28.261.016)
Al-Riva Arazi Ar. Değ. Konut İnş. ve Tic. A.Ş. (***)	(3.386.737)	1.532.465	(1.854.272)	(8.331.129)	469.044	(7.862.085)
Total	(138.162.983)	(744.112.348)	(882.275.331)	2.448.816.282	(205.026.141)	2.243.790.141

(*) Since Bakad International B.V. owns the %100 shares of Bakad Investment & Operation LLP these entities are included in the carried investment amount in consolidated financial statements.

(**) Since Alcen Enerji Dağıtım ve Perakende Satış Hiz. A.Ş., owns the 100% shares of Meram Elektrik Dağıtım A.Ş., Cenal Elektrik Üretim A.Ş., Algiz Enerji A.Ş., Panel Enerji A.Ş., Utilitek Bilgi Teknolojileri A.Ş. and 99,99% shares of Meram Elektrik Perakende Satış A.Ş., and 99,60% of Meram Elektrik Enerjisi Toptan Satış A.Ş., these entities are included in the carried investment amount in consolidated financial statements.

(***) The shareholding and controlling rate of the Parent Company in these affiliates is 40%

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14. INVESTMENTS ACCOUNTED BY USING EQUITY METHOD (CONTINUED)

Investments accounted by using equity method financial statement summary consist of the following (TL):

	30 June 2024		31 December 2023	
	Total Assets	Total Liabilities	Total Assets	Total Liabilities
Alarko Carrier Sanayi ve Ticaret A.Ş.	4.659.522.377	3.038.079.346	4.816.903.389	2.956.976.579
Obrascon Huarte Lain SA – Alsim Alarko San.Tes.ve Ticaret A.Ş.(Spain)	1.599.193.936	568.217.235	1.849.692.025	657.222.969
Obrascon Huarte Lain SA – Alsim Alarko San.Tes.ve Ticaret A.Ş.(Turkey)	24.866	57.236.090	10.497	70.340.003
Alarko – Makyol Adi Ortaklığı	841.925	6.278.617	897.124	4.650.142
Alcen Enerji Dağıtım ve Perakende Satış Hiz.A.Ş.	78.462.269.071	16.560.159.966	85.991.664.628	21.351.590.825
Al-Riva Projesi Ar. Değ.Konut İnş. ve Tic. A.Ş.	998.818.356	116.585.795	1.010.685.981	99.554.822
Al-Riva Arazi Değ. Konut İnş.Turistik Tes.Golf İşl. ve Tic. A.Ş.	1.624.409.534	4.332.073	1.647.881.173	4.005.405
Al-Riva Arazi Ar. Değ. Konut İnş. ve Tic. A.Ş.	511.436.766	16.488.842	518.511.445	15.096.681
Bakad International B.V.	24.075.382.347	17.703.383.942	27.793.703.066	20.913.498.884
Barr Operation and Maintenance LLP	246.302.751	233.176.908	285.618.468	290.710.135
Sanrose Tarım Sanayi ve Ticaret A.Ş.	67.859.210	23.266.040	-	-
İpeks Jeotermal Enerji Tarım Sanayi Ticaret A.Ş.	322.979.624	1.551.178	-	-

Investments accounted by using equity method financial statement summary consist of the following (TL):

	1 January 2024- 30 June 2024		1 April 2024- 30 June 2024		1 January 2023- 30 June 2023		1 April 2023- 30 June 2023	
	Revenue	Net profit / loss	Revenue	Net profit / loss	Revenue	Net profit / loss	Revenue	Net profit / loss
Alarko Carrier Sanayi ve Ticaret A.Ş.	2.779.975.119	(246.435.819)	1.349.460.963	(129.247.362)	3.455.235.061	(343.279.004)	1.685.346.478	(184.102.685)
Obrascon Huarte Lain SA – Alsim Alarko San.Tes.ve Ticaret A.Ş.(Spain)	-	-	-	-	-	-	-	-
Obrascon Huarte Lain SA – Alsim Alarko San.Tes.ve Ticaret A.Ş.(Turkey)	-	13.118.282	-	4.805.053	-	(24.364)	-	(12.904.357)
Alarko – Makyol Adi Ortaklığı	7.227	(1.683.675)	-	(1.979.041)	-	240.257	-	(196.283)
Alcen Enerji Dağıtım ve Perakende Satış Hiz.A.Ş. (*)	23.100.077.154	(336.263.284)	12.546.657.715	831.188.522	33.951.121.150	5.408.581.707	16.114.435.035	2.721.393.813
Al-Riva Projesi Ar. Değ.Konut İnş. ve Tic. A.Ş.	700	(28.896.468)	700	(11.977.404)	-	(31.662.754)	-	(38.704.414)
Al-Riva Arazi Değ. Konut İnş.Turistik Tes.Golf İşl. ve Tic. A.Ş.	-	(23.798.308)	-	49.438.316	-	(70.928.027)	-	(67.941.185)
Al-Riva Arazi Ar. Değ. Konut İnş. ve Tic. A.Ş.	-	(8.466.840)	-	14.624.549	-	(20.827.824)	-	(21.009.440)
Bakad International B.V.	832.906.697	445.428.879	392.908.686	307.178.769	831.444.328	(169.106.933)	559.090.499	54.420.478
Barr Operation and Maintenance LLP	143.397.342	16.587.703	143.397.342	6.546.209	-	-	-	-
Sanrose Tarım Sanayi ve Ticaret A.Ş.	13.445.756	1.467.779	13.445.756	1.467.779	-	-	-	-

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15. INVESTMENT PROPERTIES

As of 30 June 2024 and 31 December 2023, investment properties are as follows (TL):

Fair value	Investments properties
As of 1 January 2023	3.227.190.868
Increase arising from change in fair value	562.928.948
Foreign currency translation difference	(175.137.346)
As of 31 December 2023	3.614.982.470
Foreign currency translation difference	(36.569.747)
As of 30 June 2024	3.578.412.723

As of 30 June 2024 and 31 December 2023, fair values of investment properties are as follows:

Name of Property	30 June 2024	31 December 2023
	Fair value (TL)	Fair value (TL)
Maslak Land	699.860.832	699.860.832
Eyüp Topçular – Factory	518.895.890	518.895.890
Ankara Çankaya Business Center	55.132.688	55.132.688
İstanbul Karaköy Business Center	135.711.233	135.711.233
Büyükçekmece Alkent 2000-Stores	84.869.414	84.869.414
Antalya Land	281.607.045	281.607.045
İstanbul Sarıyer Land	685.803.244	685.803.244
Etiler Alkent Sitesi Stores	440.063.630	440.063.630
İstanbul Büyükçekmece Land	8.432.058	8.432.058
Sanayi Mah. Stores	23.075.899	23.075.899
Adana Büro Building	8.082.801	8.082.801
Mosalarko Office Building	560.166.217	596.735.964
Tuzla Land	76.711.772	76.711.772
Total	3.578.412.723	3.614.982.470

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15. INVESTMENT PROPERTIES (CONTINUED)

As of 30 June 2024 the methods of the fair value of the investment properties calculation as follows:

Real Estate	Valuation Method Used	Valuation Method Based
Maslak Land	Equal Comparison	Equal Comparison
Eyüp Topçular – Factory	Equal Comparison, Cost Analysis	Cost Approach
Ankara Çankaya Business Center	Equal Comparison, Income Reduction	Equal Comparison
İstanbul Karaköy Business Center	Equal Comparison	Equal Comparison
Büyükçekmece Alkent 2000-Stores	Equal Comparison, Income Reduction	Income Reduction
Antalya Land	Equal Comparison	Equal Comparison
İstanbul Sarıyer Land	Equal Comparison	Equal Comparison
Etiler Alkent Sitesi Stores	Equal Comparison, Income Reduction	Income Reduction
İstanbul Büyükçekmece Land	Equal Comparison	Equal Comparison
Sanayi Mah. Stores	Equal Comparison, Income Reduction	Equal Comparison
Adana Office Building	Equal Comparison	Equal Comparison
Mosalarko Office Building	Equal Comparison, Income Reduction	Average
Tuzla Land	Equal Comparison	Equal Comparison

As of 31 December 2023 the methods of the fair value of the investment properties calculation as follows:

Real Estate	Valuation Method Used	Valuation Method Based
Maslak Land	Equal Comparison	Equal Comparison
Eyüp Topçular – Factory	Equal Comparison, Cost Analysis	Cost Approach
Ankara Çankaya Business Center	Equal Comparison, Income Reduction	Equal Comparison
İstanbul Karaköy Business Center	Equal Comparison	Equal Comparison
Büyükçekmece Alkent 2000-Stores	Equal Comparison, Income Reduction	Income Reduction
Antalya Land	Equal Comparison	Equal Comparison
İstanbul Sarıyer Land	Equal Comparison	Equal Comparison
Etiler Alkent Sitesi Stores	Equal Comparison, Income Reduction	Income Reduction
İstanbul Büyükçekmece Land	Equal Comparison	Equal Comparison
Sanayi Mah. Stores	Equal Comparison, Income Reduction	Equal Comparison
Adana Office Building	Equal Comparison	Equal Comparison
Mosalarko Office Building	Equal Comparison, Income Reduction	Average
Tuzla Land	Equal Comparison	Equal Comparison

2023 Mosalarko Office Building that is an investment property has been valued by Nexia Pacioli Consulting LLC. Other investment properties have been valued by Reel Gayrimenkul Değerleme Danışmanlık A.Ş.

16. NON-CURRENT ASSETS HELD FOR SALE

Non-current assets held for sale are as follows (TL) :

	30 June 2024	31 December 2023
Property, Plant and Equipment	14.084.250	19.466.555
Total	14.084.250	19.466.555

Property, plant and equipment with net carrying value of TL 14.084.250 is classified as non-current assets held for sale as of June 30, 2024 (December 31, 2023 - TL 19.466.555).

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17. PROPERTY, PLANT AND EQUIPMENT

As of June 30, 2024, the net book value of property, plant and equipment is TL 10.642.336.244. (December 31, 2023 - TL 8.209.113.767.) Six months depreciation expense is TL 250.169.356 (June 30, 2023 - TL 223.545.339.)

Property, plant and equipment acquired during the six-month interim period ended June 30, 2024 amounted to TL 2.792.001.262 (June 30, 2023 - TL 1.188.316.368).

The net book value of property, plant and equipment sold during the six-month interim period ended June 30, 2024 is TL 50.826.134 (June 30, 2023 - TL 50.004.108).

18. INTANGIBLE ASSETS

As of June 30, 2024, the net book value of intangible assets is TL 764.029.273. (December 31, 2023 - TL 618.512.232.) Six months amortization expense is TL 30.325.125. (June 30, 2023 - TL 9.673.158.)

Intangible assets acquired during the six-month period ended June 30, 2024 amounted to TL 188.773.090. (June 30, 2023 - TL 34.328.728.)

Intangible assets sold during the six-month interim period ended June 30, 2024 amounted to TL 427. (June 30, 2023 - None.)

19. RIGHT OF USE ASSETS

As of June 30, 2024, the net book value of right of use assets is TL 754.413.423. (December 31, 2023 - TL 735.537.778.) Six months depreciation expense is TL 29.392.591. (June 30, 2023 - TL 22.808.563.)

The amount of right of use assets acquired during the six-month interim period ended June 30, 2024 is TL 55.981.026. (June 30, 2023 - TL 43.028.412).

The amount of right of use assets sold during the six-month interim period ended June 30, 2024 is TL 6.733.595. (June 30, 2023 - TL 14.138.703).

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20. PROVISIONS, CONDITIONAL ASSETS AND LIABILITIES

Short term debt provisions consist of the following (TL) :

	30 June 2024	31 December 2023
Provisions for litigation	78.485.792	56.497.320
Total	78.485.792	56.497.320

Changes in provisions for litigation as of 30 June 2024 and 2023 are set out below (TL):

	30 June 2024	30 June 2023
Opening balance	56.497.320	80.606.239
Charge for the current period	33.191.764	3.153.314
Payments during the year	(1.048.614)	(491.253)
Provisions no longer required	-	(4.462)
Monetary gain/loss	(10.154.678)	(13.307.643)
Provision for litigation at the end of the period	78.485.792	69.956.195

Contingent assets and liabilities are as follows (TL) :

a) Mortgage on the assets:

As of 30 June 2024, there is a right of easement in relation to the stores in Etiler Alkent Sitesi in Beşiktaş District dated 14 October 1987 nr. 6430 to be utilized on behalf of the real estate of the Company on section 1411, parcel 1 and against that on section 1408, parcel 1 for benefiting from the central heating; and there is a right of easement for a period of 49 years at a fee of TL 7,72 to construct 1,5 m wide channels in some parts of the heating installations. Furthermore, there is a personal right of easement for the owners of the property on section 1410 parcel 1 to benefit from the unused parking lot as stated in the project against the same parcel by voucher dated 26 February 1992 nr 784.

b) As of 30 June 2024, guarantees received for short term trade receivables amount to TL 2.220 (31 December 2023 – TL 2.769). The guarantees received other than those received for short term trade receivables amount to TL 8.003.906.361 (31 December 2023 – TL 4.821.049.421).

c) As of 30 June 2024, the overdue receivables and the related provisions stated in the Group's accounting records amount to TL 19.335.898 (31 December 2023 – TL 23.669.995).

d) As of 30 June 2024, the mortgage on the group assets is TL 3.910.509.000 amount (31 December 2023 – TL 2.906.384.527).

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21. COMMITMENTS

As of 30 June 2024 and 31 December 2023, the Group's guarantees-sureties-mortgage ("GSM") position is as follows (TL):

	30 June 2024		31 December 2023	
Guarantee letters given	6.219.647.554		9.428.867.079	
Mortgages given	3.910.509.000		2.906.384.527	
Sureties given	8.977.994.814		5.702.426.577	
Pledges given	1.669.199.983		2.070.158.166	
Total	20.777.351.351		20.107.836.349	
Sureties received	6.826.997.320		3.318.895.932	
Guarantee letters received	1.166.881.157		1.466.294.473	
Mortgages received	13.150		16.403	
Notes received	10.016.954		35.845.382	
Total	8.003.908.581		4.821.052.190	
	30 June 2024		31 December 2023	
Guarantees, sureties, mortgages given by the Company				
Total guarantees, sureties, mortgages given in the name of its own corporate body	Foreign Currency	TL Equivalent	Foreign Currency	TL Equivalent
	-	-	-	-
B. Total guarantees, sureties, mortgages given in the name of entities included in the consolidation by full consolidation method	Foreign Currency	TL Equivalent	Foreign Currency	TL Equivalent
TL	2.384.416.849	2.384.416.849	2.074.416.849	2.587.515.330
USD	20.000.000	656.524.000	20.000.000	734.392.355
EURO	111.958.077	3.932.908.117	1.958.077	79.558.476
	6.973.848.966		3.401.466.161	
C. Total guarantees, sureties, mortgages given as collateral for other third parties' liabilities to ensure continuity of ordinary trade operations	Foreign Currency	TL Equivalent	Foreign Currency	TL Equivalent
TL	5.561.752.992	5.561.752.992	3.979.034.823	4.963.232.731
USD	32.184.847	1.056.506.226	84.311.784	3.095.896.472
EURO	127.528.575	4.479.874.795	130.558.319	5.304.704.639
RON	385.495.429	2.705.368.372	411.548.983	3.342.536.346
	13.803.502.385		16.706.370.188	
D. Total other guarantees, sureties, mortgages given	Foreign Currency	TL Equivalent	Foreign Currency	TL Equivalent
i. in the name of the Parent Company	-	-	-	-
ii. in the name of other group companies that are not included in the scope of items B and C	-	-	-	-
iii. in the name of third parties that are not included in the scope of item C	-	-	-	-
Grand total	20.777.351.351		20.107.836.349	

The rate of other guarantees, sureties and mortgages given by the Group to the equity of the Group is 0% as of 30 June 2024 (31 December 2023: 0%).

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22. EMPLOYEE BENEFITS

Long term debt provisions consist of the following (TL) :

	30 June 2024	31 December 2023
Provision for unused vacation	41.103.254	46.877.194
Provision for termination indemnity	96.708.534	100.528.671
Total	137.811.788	147.405.865

23. EQUITY

(a) Share capital :

As of 30 June 2024 and 31 December 2023, the Parent Company's shareholding structure is as follows (TL) :

Name	30 June 2024		31 December 2023	
	Shareholding	Nominal value	Shareholding	Nominal value
Alaton Family	%29,04	126.328.121	%31,54	137.203.121
Garih Family	%30,72	133.649.254	%31,72	137.999.254
Other	%40,24	175.022.625	%36,74	159.797.625
Total	%100,00	435.000.000	%100,00	435.000.000

As of June 30, 2024 and December 31, 2023, the difference arising from the inflation adjustment of the nominal capital amounts to TL 4.896.877.437.

The registered capital limit of the Parent Company is TL 500.000.000. As of June 30, 2024, paid-in capital is TL 435.000.000 (December 31, 2023- TL 435.000.000) and consists of 43.500.000.000 shares with a nominal value of Kr 1 (December 31, 2023- 43.500.000.000 shares).

(b) Cross shareholding adjustment (-) :

Capital adjustment made upon participation of subsidiaries having interest in the Parent Company capital is as follows (TL) :

	30 June 2024	31 December 2023
Parent Company capital	435.000.000	435.000.000
Parent Company shares acquired by the Subsidiary at nominal value (-)	(1.535.883)	(1.535.883)
Total share capital	433.464.117	433.464.117

As of June 30, 2024, Alarko Gayrimenkul Yatırım Ortaklığı A.Ş. has acquired the shares amounting to TL 1.183.962, which belongs to the Parent Company, from Alsım Alarko San. Tes. ve Tic. A.Ş. amounting to TL 348.778 as of June 30, 2024 and Tüm Tesisat ve İnşaat A.Ş. amounting to TL 3.143 as of June 30, 2024.

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23. EQUITY (CONTINUED)

(c) Restricted reserves:

As at June 30, 2024 and December 31, 2023, restricted reserves consist of legal reserves.

Restricted reserves are as follows (TL) :

	30 June 2024	31 December 2023
Legal reserves	473.921.829	384.698.172
Legal reserves inflation difference	603.945.299	603.177.859
Total	1.077.867.128	987.876.031

Legal reserves, which are divided as First Legal Reserve and Second Legal Reserve as per the Turkish Commercial Code, are appropriated as below :

- First Legal Reserve: Appropriated out of net profit at the rate of 5% until such reserve is equal to 20% of issued and fully paid capital
- Second Legal Reserve: Appropriated out of net profit at the rate of 10% of distributions after providing for First Legal Reserve and an amount equal to 5% of capital as dividends.

Legal reserves which do not exceed one half of share capital may only be used to absorb losses or for purposes of continuity of the business in times of business difficulties and to prevent unemployment or lessen its effects.

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23. EQUITY (CONTINUED)

(d) Repurchased shares (-)

On March 18, 2022, Alarko Holding A.Ş. Board of Directors resolved that, taking into account the worldwide economic developments, in order to protect the interests of all stakeholders, especially small stakeholders, and to contribute to healthy price formation; within the framework of the Capital Markets Board's Communiqué II-22. 1 numbered Communiqué on Repurchased Shares and the announcements dated July 21, 2016 and July 25, 2016 on the subject, to determine the maximum amount of funds that can be allocated for share repurchase as TL 180.000.000 to be covered from internal resources, to determine the maximum amount of shares that can be subject to share repurchase as 8.700.000 nominal value, to submit the share repurchase program and the purchases to be made within the scope of the program to the information of the shareholders at the first General Assembly Meeting. Within the scope of the aforementioned share buy-back program; TL 288.994.796 corresponding to 2.601.787 shares were purchased in 2022. Between January 3, 2023 and February 2, 2023, TL 90.060.214 corresponding to 629.586 shares were purchased. On February 16, 2023, Alarko Holding A.Ş. Board of Directors decided to make share buy-back in addition to the existing share buy-back program in order to protect the interests of all our stakeholders and to contribute to the healthy price formation in the share value of our Company within the framework of the announcement made by the Capital Markets Board with the Communiqué on Buy-Back Shares II-22.1 and the principle decision numbered 9/177 dated February 14, 2023, to revise the maximum fund amount that can be allocated for share buy-back, which was determined as TL 180.000.000 TL to be revised as TL 380.000.000 to be covered from internal resources, the maximum amount of shares that can be subject to share repurchase to be revised as TL 5.600.000 nominal value, the share repurchase program and the purchases to be made within the scope of the program to be submitted to the information of the shareholders at the first General Assembly Meeting. Within the scope of the aforementioned share buyback program, TL 298.769.916 corresponding to 2.368.627 shares were purchased between March 15, 2023 and April 17, 2023 and the ratio of the repurchased shares in the Company's capital reached 1.287%. As of April 17, 2023, the share purchase transaction has been completed. On May 29, 2024, by the Board of Directors of Alarko Holding A.Ş.; in order to protect the interests of all stakeholders and contribute to healthy price formation; within the framework of the announcement made by the Capital Markets Board with the Communiqué on II-22.1 Repurchased Shares and the principle decision numbered 9/177 dated February 14, 2023, it was decided to carry out share repurchase, to determine the maximum fund amount that can be allocated for share repurchase as TL 550,000,000 to be covered by internal resources, to determine the maximum share amount that can be subject to share repurchase as TL 4,350,000 nominal value, to determine the maximum period foreseen for share repurchase as one year, to present the share repurchase program and the purchases to be made within the scope of the program to the shareholders at the first General Assembly Meeting. Within the scope of the said repurchase program; Between June 5, 2024 and June 26, 2024, purchases worth TL 42,450,603 corresponding to 398,440 shares were made and the ratio of the repurchased shares to the company capital reached 1.379%. The total amount of the purchases of Alarko Gayrimenkul Yatırım Ortaklığı A.Ş., one of the subsidiaries, from internal resources is TL 189.971.209 corresponding to 7.269.840 shares and is presented in the "Treasury Shares (-)" account. As of June 30, 2024, there are TL 793.074.246 treasury shares (December 31, 2023- TL 750.773.075). The Company has set aside reserves equal to the repurchase price of the repurchased shares and classified them as restricted reserves under equity.

(e) Retained earnings or losses :

Distribution of retained earnings or accumulated losses is as follows (TL) :

	30 June 2024	31 December 2023
Retained earnings	36.999.197.079	27.804.849.398
Extraordinary reserves inflation differences	3.931.203.702	6.979.331.103
Extraordinary reserves	1.743.503.019	993.265.201
Total	42.673.903.800	35.777.445.702

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23. EQUITY (CONTINUED)

(e) Retained earnings or losses (continued) :

As per the Communiqué Nr. II-14.1 "Paid-in Capital and Restricted Reserves" are recognized over the totals stated in the legal books, and the differences arising upon valuations made in accordance with TAS/TFRS are associated with the retained earnings or accumulated losses. As per the same Communiqué, Retained earnings or accumulated losses other than the net profit for the period, are stated in the "Retained Earnings or Accumulated Losses" account together with the extraordinary reserves regarded in essence as accumulated losses.

30 June 2024							
	Capital adjustment differences	Premiums Related to Shares	Legal reserves	Reserves for repurchased shares	Extraordinary reserves	Special Reserves	Capital Advances
According to TAS/TFRS Financial Statements	4.896.877.437	-	603.945.299	390.117.345	3.931.203.702	-	-
According to Tax Procedural Law	7.692.536.843	383.321.144	330.908.986	433.369.173	5.535.485.844	1.196.070.577	95.912

31 December 2023						
	Capital adjustment differences	Premiums Related to Shares	Legal reserves	Reserves for repurchased shares	Extraordinary reserves	
According to TAS/TFRS Financial Statements	4.896.877.437	-	603.177.859	390.089.427	6.979.331.103	
According to Tax Procedural Law	7.772.062.845	-	362.018.378	357.004.957	10.291.708.277	

Within the scope of the first transition to inflation, retained earnings in the balance sheet prepared after the TAS 29 inflation adjustment is TL 4.802.013.149 as of January 1, 2022 and the amount calculated on the purchasing power basis as of June 30, 2024 is TL 16.212.622.574.

(f) Non-controlling interest:

Non-controlling interest consist of the following (TL):

	30 June 2024	31 December 2023
Share capital	73.522.654	73.682.414
Adjustment to share capital	642.269.478	648.130.039
Repurchased shares(-)	(69.314.638)	(69.534.661)
Premiums/discounts for shares	19.259.059	15.440.031
Legal reserves	193.812.549	186.203.559
Other comprehensive income	168.449.040	166.309.251
Retained earnings or (accumulated losses)	2.676.219.778	2.305.935.588
Profit / (loss) for the period	(39.079.247)	351.433.851
Total	3.665.138.673	3.677.600.072

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24. REVENUE AND COST OF SALES

Revenues consist of the following (TL) :

	1 January– 30 June 2024	1 April– 30 June 2024	1 January– 30 June 2023	1 April– 30 June 2023
Domestic sales	1.625.059.720	958.895.221	1.893.415.010	1.037.802.376
Exports sales	2.532.012.966	1.426.197.929	3.731.115.244	2.044.290.502
Other sales	25.438.462	14.405.240	25.749.365	14.933.625
Sales returns (-)	(4.191.014)	(4.049.509)	(269.845)	(255.242)
Sales discounts (-)	(80.802.060)	(80.626.087)	(81.621.066)	(81.621.066)
Other discounts (-)	(5.400)	(5.400)	-	-
Total	4.097.512.674	2.314.817.394	5.568.388.708	3.015.150.195

Cost of sales consists of the following (TL) :

	1 January– 30 June 2024	1 April– 30 June 2024	1 January– 30 June 2023	1 April– 30 June 2023
Cost of goods sold	229.271.938	137.865.742	43.971.728	43.971.728
Cost of trade goods sold	48.351.347	28.540.658	154.786.871	28.110.712
Cost of services sold	3.397.002.914	1.727.729.381	4.885.069.895	2.851.151.714
Total	3.674.626.199	1.894.135.781	5.083.828.494	2.923.234.154

25. OTHER INCOME FROM OPERATING ACTIVITIES

Other income from operating activities is as follows (TL):

	1 January– 30 June 2024	1 April– 30 June 2024	1 January– 30 June 2023	1 April– 30 June 2023
Foreign exchange income	1.019.505.003	123.054.416	3.225.822.791	2.874.342.267
Interest income	504.052.101	229.608.001	177.678.250	78.252.055
Rental Incomes	12.626.511	7.695.962	10.641.237	6.887.934
Provisions for termination indemnity no longer required	15.056.681	4.901.771	41.554.341	31.656.422
Rediscount interest income	14.123.790	2.300.340	4.555.506	2.160.072
Maturity differences received	42.363.779	21.097.831	9.212.572	5.376.014
Compensation received	7.392.317	7.213.462	657.617	531.788
Other income and profits	214.121.620	110.351.102	99.928.734	26.826.552
Total	1.829.241.802	506.222.885	3.570.051.048	3.026.033.104

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26. TAX ASSETS AND LIABILITIES

a) Corporation tax;

The effective tax rate in 2024 is 25% (2023: 25%).

Corporate tax rate to be accrued over the taxable corporate income is based on the remaining tax after deducting the expenses that cannot be deducted from the tax base and the tax exemptions, non-taxable income and other discounts (if any, previous year losses and investment discounts used if preferred). It is calculated.

Advance tax in Turkey is calculated as three-month period and are accrued. With the "Law on the Establishment of Additional Motor Vehicles Tax for Compensation for Economic Losses Caused by the Earthquakes Occurred on February 6, 2023, and Amending Certain Laws and Decree Law No. 375" published in the Official Gazette dated 15 July 2023, the corporate tax rate was reduced from 20%. It has been increased to 25%. Accordingly, the calculated corporate tax provision and deferred tax calculations are based on the corporate tax rate applicable in the relevant year. Losses can be carried forward for a maximum of 5 years, to be deducted from the taxable profits that will arise in future years. However, the losses incurred cannot be deducted retrospectively from the profits of previous years.

The Law numbered 7061 on Amendment of Certain Taxes and Laws and Other Acts was published on the Official Gazette dated 5 December 2017 and numbered 30261. Article 5 entitled "Exceptions" of the Corporate Tax Law has been amended in Article 89 of the Law. In accordance with (a) clause in the first paragraph of the Article, the exemption of 75% applied to gains from the sales of lands and buildings held by the entities for two full years has been reduced to rate of 50%. This regulation has been effective from 5 December 2017.

Furthermore, there is no procedure for a final and definitive agreement on tax assessments. Companies file their tax returns between 1-30 April following the close of the accounting year to which they relate. Tax authorities may, however, examine such returns and the underlying accounting records and may revise assessments within five years.

Income Withholding Tax

In addition to corporate taxes, companies should also calculate income withholding taxes on any dividends distributed, except for companies receiving dividends who are Turkish residents and Turkish branches of foreign companies. Income withholding tax applied in between 24 April 2003 – 22 July 2006 is 10% and commencing from 22 July 2006, this rate has been changed to 15% upon the Council of Minister's' Resolution No: 2006/10731. Undistributed dividends incorporated in share capital are not subject to income withholding tax.

Based on the investment incentive certificates received before April 24, 2003, 19,8% tax withholding is required over the investment allowance amount. No tax withholding is made from investment expenditures without incentive certificate made after this date.

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

26. TAX ASSETS AND LIABILITIES (CONTINUED)

a) Corporation tax (continued)

Taxation of The Operations of Foreign Subsidiaries

The subsidiaries, affiliates and joint venture included in full consolidation and equity pick-up methods in the accompanying consolidated financial statements are subject to corporate tax and withholding tax effective in the relevant country. Effective tax rates in Russia, Romania, Ukraine and Spain in which the Group operates are 20%, 16%, 18% and 25% respectively, and Kazakhstan countries in tax rate 28%.

Tax income and expenses recognized in the consolidated statement of profit or loss and other comprehensive income are summarized in the following (TL) :

	1 January – 30 June 2024	1 April– 30 June 2024	1 January– 30 June 2023	1 April– 30 June 2023
Current period corporation tax	(78.712.084)	(3.388.699)	(489.586.656)	(363.876.821)
Deferred tax income / (expense) (Note 26(b))	(54.056.903)	(193.396.658)	382.014.148	529.087.586
Total tax expense	(132.768.987)	(196.785.357)	(107.572.508)	165.210.765

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

26. TAX ASSETS AND LIABILITIES (CONTINUED)

b) Deferred tax assets and liabilities;

The Group accounts for deferred tax assets and liabilities for temporary timing differences arising from differences between tax-based financial statements and financial statements prepared in accordance with TFRS. These differences are generally caused by the fact that some income and expense items are included in different periods in tax-based financial statements and financial statements prepared in accordance with TFRS. These differences are stated below.

The tax rate used in the calculation of deferred tax assets and liabilities is 25% over temporary timing differences that are expected to reverse.

Temporary differences creating a basis for deferred tax calculations and deferred tax assets/liabilities and deferred tax income/expenses are as follows (TL) :

Temporary income / (expense) differences

	Accumulated temporary differences		Deferred tax assets / liabilities	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
Tax assets				
Tax losses of carry forward (*)	898.773.912	366.707.436	221.504.747	88.166.150
Cost of long term construction contracts	22.940.061.601	23.666.409.302	5.735.015.400	5.916.602.325
Provision for litigation expenses	78.485.792	56.497.320	19.621.448	14.124.330
Derivative instruments	7.721.341	6.614.916	1.930.335	1.653.729
Unused vacation provision	38.484.649	45.931.103	9.621.162	11.482.776
Termination indemnity	54.546.898	47.506.426	13.636.725	11.876.606
Difference between carrying value and tax bases of property, plant and equipment and intangible assets	677.043.220	1.341.378.380	169.181.766	335.265.556
Leases	95.517.657	84.359.855	23.879.414	21.089.964
Other	-	360.669.060	-	90.167.264
Total			6.194.390.997	6.490.428.700

	Accumulated temporary differences		Deferred tax assets / liabilities	
	31 December 2023	30 June 2024	31 December 2023	30 June 2024
Tax liabilities				
Temporary differences on inventory	(168.307.178)	(163.574.811)	(42.252.016)	(41.068.924)
Right of use assets	(153.842.859)	(140.463.115)	(38.460.715)	(35.115.779)
Contract progress income	(17.751.162.058)	(18.913.432.353)	(4.456.076.505)	(4.748.005.013)
Investment properties	(1.643.879.036)	(1.680.448.783)	(382.961.448)	(390.275.398)
Other	(365.095.032)	-	(91.273.757)	-
Total			(5.011.024.441)	(5.214.465.114)

Net deferred tax liability			1.183.366.556	1.275.963.586
Deferred tax asset on financial position			1.843.244.329	1.846.780.623
Deferred tax liability on financial position			(659.877.773)	(570.817.037)
Net effect of deferred tax			1.183.366.556	1.275.963.586

(*) As of June 30, 2024, prior years and current period losses subject to deferred tax calculation, TL 1.079.327 of belongs to energy group companies, TL 63.634.098 belongs to contracting group companies, TL 259.212.156 belongs to holding group companies and TL 574.848.331 belongs to agriculture group companies. (As of December 31, 2023, prior years and current period losses subject to deferred tax calculation, TL 1.034.032 of belong to energy group companies, TL 70.335.492 to contracting group companies, TL 15.484.740 to holding group companies and TL 279.853.172 to agriculture group companies).

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

26. TAX ASSETS AND LIABILITIES (CONTINUED)

b) Deferred tax assets and liabilities (continued);

Deferred tax (expense) / income (TL):

	30 June 2024	30 June 2023
Prior period deferred tax liability	1.275.963.586	654.164.574
Deferred tax (expense) / income (Note 26(a))	(54.056.903)	382.014.148
Effect of business combinations	(38.892.687)	(14.526.324)
Effect of rate changes	9.550	-
Foreign currency translation differences	4.386.782	24.141.640
Actuarial deferred tax income / (expense)	(4.043.772)	8.274.676
Current period deferred tax liability (-)	1.183.366.556	1.054.068.714

27. EARNINGS / (LOSS) PER SHARE

Earnings / (loss) per share is calculated as follows :

	1 January- 30 June 2024	1 April- 30 June 2024	1 January- 30 June 2023	1 April- 30 June 2023
Parent company profit / (loss) for the period (TL)	(1.181.477.732)	201.207.008	3.721.026.291	2.915.609.705
Weighted average number of ordinary shares at the beginning of the period (*)	429.380.818	429.512.670	430.611.803	430.780.177
Earnings / (loss) per share				
Earnings / (loss) per parent company share (TL)	(2,752)	0,468	8,641	6,768

(*) Per share of TL 1 nominal.

At the ordinary general assembly meeting of Alarko Holding A.Ş. held on May 27, 2024; after excluded the non-controlling shares of TL 281.745.307 and the first legal reserve fund of TL 46.773.054 from the period profit of TL 6.907.066.467 in the consolidated financial statements for 2023, the remaining net period profit is TL 6.578.548.106 in accordance with the Capital Markets Legislation, the Company's Articles of Association and other legislation. It has been decided, by majority vote, that the portion of TL 978.141.000 (Gross) corresponding to 14.85% of the TL 6.582.929.646 formed by the addition of donations amounting to TL 4.381.540 to the net profit for the period shall be set aside as dividend to be distributed to the shareholders; that the dividend advance of TL 556.800.000 (Gross) paid in cash in 2023 shall be deducted from the dividend to be distributed; that the remaining portion of TL 421.341.000 (Gross) shall be distributed to the shareholders as dividend in cash; that the necessary tax withholding be made on the dividend portion subject to withholding tax; that the remaining amount be added to the extraordinary reserve funds; and that dividend distribution shall start on May 30, 2024. (The total value of the dividend advance of 556.800.000 TL brought to the purchasing power of 30 June 2024 is 869.701.957 TL.)

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(Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

28. RELATED PARTY DISCLOSURES

Trade receivables from related parties consist of the following (TL):

	30 June 2024	31 December 2023
Meram Elektrik Perakende Satış A.Ş.(1)	48.705.025	16.428.417
Alarko Carrier San. ve Tic. A.Ş.(1)	10.827.310	4.652.937
Cenal Elektrik Üretim A.Ş. (1)	7.649.653	3.199.070
Meram Elektrik Enerjisi Toptan Satış A.Ş.(1)	9.634.807	2.665.064
Alarko Cengiz Metro Ortak Girişimi (2)	3.900.880	4.558.515
Sanrose Tarım Sanayi ve Ticaret A.Ş.(1)	5.653.179	-
Alarko-Makyol Adi Ortaklığı (1)	-	538
İpeks Jeotermal Enerji Tarım Sanayi Ticaret A.Ş.(1)	996	-
Total (Note 8)	86.371.850	31.504.541

Trade payables to related parties consist of the following (TL) :

	30 June 2024	31 December 2023
Alarko Carrier San. ve Tic. A.Ş. (1)	5.265.319	1.538.064
Meram Elektrik Dağıtım A.Ş.(1)	-	135.253
Meram Elektrik Enerjisi Toptan Satış A.Ş.(1)	2.707.129	2.113.337
Sanrose Tarım Sanayi ve Ticaret A.Ş.(1)	4.651.042	-
Total (Note 8)	12.623.490	3.786.654

Short-term other receivables from related parties consist of the following (TL) :

	30 June 2024	31 December 2023
Alarko-Makyol Adi Ortaklığı (1)	899.071	1.054.380
Sanrose Tarım Sanayi ve Ticaret A.Ş. (1)	20.243	-
Al-Riva Projesi .Ar.Değ.Konut İnş. Tic. A.Ş. (3)	-	1.806
Al-Riva Arazi Değer.Konut İnş.ve Tic. A.Ş. (3)	-	846
Al-Riva Ar.Değ.Kon. İnş. Tur. Tes. Golf A.Ş. (3)	-	2.568
Total	919.314	1.059.600

Other long-term receivables from related parties consist of the following (TL) :

	30 June 2024	31 December 2023
Al-Riva Projesi Ar.Değ.Konut İnş. Tic. A.Ş. (3)	115.362.437	98.273.076
Al-Riva Arazi Değer.Konut İnş.ve Tic. A.Ş. (3)	16.302.654	14.883.829
Al-Riva Ar.Değ.Kon. İnş. Tur. Tes. Golf A.Ş. (3)	3.908.358	3.520.683
Total	135.573.449	116.677.588

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28. RELATED PARTY DISCLOSURES (CONTINUED)

Short-term non-trade payables to related parties consist of the following (TL) :

	30 June 2024	31 December 2023
Alcen Enerji Dağıtım ve Perakend. Satış Hizm. A.Ş. (1)	6.050.718.332	5.390.814.758
Total	6.050.718.332	5.390.814.758

Sales to related parties consist of the following (TL) :

As of 30 June 2024	Rent	Service	Trade good	Maturity difference	Other	Total
Al-Riva Projesi Ar.Değ. Konut İns.Tic.A.Ş. (3)	-	3.367	-	18.269.333	-	18.272.700
Al-Riva Arazi Değ. Konut İns.ve Tic.A.Ş. (3)	-	-	-	2.298.696	-	2.298.696
Al-Riva Ar.Değ.Kon.Inş.Tur.Tes.Golf A.Ş. (3)	-	-	-	548.866	-	548.866
Alarko Carrier San. ve Tic. A.Ş. (1)	1.357.735	9.091.086	-	-	-	10.448.821
Alcen Enerji Dağıtım ve Perakende Satış Hiz. A.Ş. (1)	-	16.116	-	-	-	16.116
Meram Elektrik Enerjisi Toptan Satış A.Ş. (1)	-	8.801.767	4.445.195	-	-	13.246.962
Cenal Elektrik Üretim A.Ş. (1)	-	13.314.515	-	-	-	13.314.515
Meram Elektrik Perakende Satış A.Ş. (1)	-	44.712.167	-	-	-	44.712.167
Sanrose Tarım Sanayi ve Ticaret A.Ş. (1)	-	13.327	-	664.208	-	677.535
Alarko Cengiz Metro Ortak Girişimi (2)	-	127.551	-	-	-	127.551
Total	1.357.735	76.079.896	4.445.195	21.781.103	-	103.663.929

As of 30 June 2023	Rent	Service	Trade good	Maturity difference	Other	Total
Al-Riva Projesi Ar.Değ. Konut İns.Tic.A.Ş. (3)	-	-	-	4.769.969	-	4.769.969
Al-Riva Arazi Değ. Konut İns.ve Tic.A.Ş. (3)	-	-	-	703.567	-	703.567
Al-Riva Ar.Değ.Kon.Inş.Tur.Tes.Golf A.Ş. (3)	-	-	-	165.293	-	165.293
Alarko Carrier San. ve Tic. A.Ş. (1)	1.647.019	12.908.696	1.296	-	-	14.557.011
Alcen Enerji Dağıtım ve Perakende Satış Hiz. A.Ş. (1)	-	3.348	-	-	-	3.348
Meram Elektrik Enerjisi Toptan Satış A.Ş. (1)	-	8.098.085	5.466.425	-	-	13.564.510
Cenal Elektrik Üretim A.Ş. (1)	-	9.163.954	-	-	-	9.163.954
Meram Elektrik Perakende Satış A.Ş. (1)	-	43.673.118	-	-	-	43.673.118
Bükreş Uluslararası Havalimanı Demiryolu Bağlantısı 6. Metro Kesimi (2)	-	-	-	-	12.500.796	12.500.796
Alarko Cengiz Metro Ortak Girişimi (2)	-	-	-	-	97.517	97.517
Total	1.647.019	73.847.201	5.467.721	5.638.829	12.598.313	99.199.083

Purchases from related parties consist of the following (TL) :

As of 30 June 2024	Rent	Service	Trade good	Maturity difference	Other	Total
Alarko Carrier San. ve Tic. A.Ş. (1)	157.645	164.981	2.178.383	-	-	2.501.009
Alcen Enerji Dağıtım ve Perakende Satış Hiz. A.Ş. (1)	-	-	-	755.690.188	-	755.690.188
Meram Elektrik Dağıtım A.Ş. (1)	-	-	-	-	55.653	55.653
Meram Elektrik Enerjisi Toptan Satış A.Ş. (1)	-	3.021.672	7.691.138	-	-	10.712.810
Total	157.645	3.186.653	9.869.521	755.690.188	55.653	768.959.660

As of 30 June 2023	Rent	Service	Trade good	Maturity difference	Other	Total
Alarko Carrier San. ve Tic. A.Ş. (1)	147.704	337.202	20.070.323	-	50.956	20.606.185
Alcen Enerji Dağıtım ve Perakende Satış Hiz. A.Ş. (1)	-	-	-	202.498.722	2.100	202.500.822
Meram Elektrik Dağıtım A.Ş. (1)	-	-	-	-	41.671	41.671
Meram Elektrik Enerjisi Toptan Satış A.Ş. (1)	-	3.736.693	13.299.188	-	-	17.035.881
Total	147.704	4.073.895	33.369.511	202.498.722	94.727	240.184.559

(1) Jointly controlled entity

(2) Joint operation

(3) Affiliate

(4) Shareholders of the Parent Company

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28. RELATED PARTY DISCLOSURES (CONTINUED)

As of June 30, 2024, remuneration provided to top executives such as the General Manager, Assistant General Manager and members of the Board of Directors amount to TL 377.648.330 (30 June 2023 – TL 383.205.601). The entire amount consists of short term benefits.

As of June 30, 2024, guarantees, mortgages and sureties received from Group companies amounting to TL 6.596.997.320 (December 31, 2023 - TL 3.318.895.932). As of June 30, 2024, guarantees, mortgages and sureties given to Group companies amounting to TL 10.327.748.835 (December 31, 2023 - TL 8.602.637.514).

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29. NATURE AND EXTENT OF RISK ARISING FROM FINANCIAL INSTRUMENTS

As of 30 June 2024, the foreign currency assets and liabilities of the Group consist of the following (TL) :

	Foreign currency position table				
	TL Equivalent (Functional currency)	USD	EURO	GBP	Other
					30 June 2024
1. Trade receivables	1.032.535.190	4.821.834	18.176.594	6.729	33.551.235
2a. Monetary financial assets (Incl. Cash and Banks)	5.230.303.631	84.725.106	67.847.928	1.582.912	17.223
2b. Non-monetary financial assets	139.511	4.250	-	-	-
3. Other	447.960	2.715	10.215	-	-
4. Current assets (1+2+3)	6.263.426.292	89.553.905	86.034.737	1.589.641	33.568.458
5. Trade receivables	158.078	-	4.500	-	-
6a. . Monetary financial assets	2.702.305.364	82.321.602	-	-	-
6b. Non-monetary financial assets	1.641	50	-	-	-
7. Other	-	-	-	-	-
8. Non-current assets (5+6+7)	2.702.465.083	82.321.652	4.500		
9. Total assets (4+8)	8.965.891.375	171.875.557	86.039.237	1.589.641	33.568.458
10. . Trade payables	1.848.744.454	26.113.142	26.036.141	43.425	10.118.586
11. Financial liabilities	7.227.368.561	27.000.000	180.140.927	-	-
12.a Other monetary liabilities	42.469	1.163	120	-	-
12.b Other non-monetary liabilities	465.231.150	2.324.191	8.146.510	2.451.471	-
13. Short term liabilities (10+11+12)	9.541.386.634	55.438.496	214.323.698	2.494.896	10.118.586
14. Trade payables	-	-	-	-	-
15. Financial liabilities	3.392.265.387	-	96.393.905	-	-
16.a Other monetary liabilities	-	-	-	-	-
16.b Other non-monetary liabilities	-	-	-	-	-
17. Long term liabilities (14+15+16)	3.392.265.387		96.393.905		
18. Total liabilities (13+17)	12.933.652.021	55.438.496	310.717.603	2.494.896	10.118.586
19. Net foreign currency asset / (liability) position (9-18)	(3.967.760.646)	116.437.061	(224.678.366)	(905.255)	23.449.872
20. Monetary items net foreign currency asset / (liability) position (1+2a+5+6a-10-11-12a-14-15-16a)	(3.503.118.608)	118.754.237	(216.542.071)	1.546.216	23.449.872
21. Exports (*)	53.239.648	-	1.547.396	-	-
22. Imports (*)	275.792.226	305.543	7.476.771	71.707	-

(*) Average exchange rate is used and represents pre-elimination balances.

As of 31 December 2023, the foreign currency assets and liabilities of the Group consist of the following (TL):

	Foreign currency position table				
	TL Equivalent (Functional currency)	USD	EURO	GBP	Other
					31 December 2023
1. Trade receivables	610.321.010	7.864.965	1.203.544	2.645	33.551.235
2a. Monetary financial assets (Incl. Cash and Banks)	6.352.034.120	158.203.299	11.766.236	1.384.195	18.560
2b. Non-monetary financial assets	41.084.075	1.118.859	-	-	-
3. Other	601.773	6.568	8.875	-	-
4. Current assets (1+2+3)	7.004.040.978	167.193.691	12.978.655	1.386.840	33.569.795
5. Trade receivables	182.840	-	4.500	-	-
6a. . Monetary financial assets	1.443.757.906	39.318.435	-	-	-
6b. Non-monetary financial assets	1.837	50	-	-	-
7. Other	-	-	-	-	-
8. Non-current assets (5+6+7)	1.443.942.583	39.318.485	4.500		
9. Total assets (4+8)	8.447.983.561	206.512.176	12.983.155	1.386.840	33.569.795
10. . Trade payables	482.769.495	1.990.790	7.999.290	14.388	10.118.586
11. Financial liabilities	5.878.360.812	26.091.553	120.836.870	-	-
12.a Other monetary liabilities	113.291	2.750	298	-	-
12.b Other non-monetary liabilities	307.351.195	490.560	6.183.855	800.853	-
13. Short term liabilities (10+11+12)	6.668.594.793	28.575.653	135.020.313	815.241	10.118.586
14. Trade payables	-	-	-	-	-
15. Financial liabilities	6.467.903	-	158.900	-	-
16.a Other monetary liabilities	-	-	-	-	-
16.b Other non-monetary liabilities	-	-	-	-	-
17. Long term liabilities (14+15+16)	6.467.903		158.900		
18. Total liabilities (13+17)	6.675.062.696	28.575.653	135.179.213	815.241	10.118.586
19. Net foreign currency asset / (liability) position (9-18)	1.772.920.865	177.936.523	(122.196.058)	571.599	23.451.209
20. Monetary items net foreign currency asset / (liability) position (1+2a+5+6a-10-11-12a-14-15-16a)	2.038.584.375	177.301.606	(116.021.078)	1.372.452	23.451.209
21. Exports (*)	366.210.955	5.750	9.063.873	-	-
22. Imports (*)	40.951.982	598.604	449.660	166.827	-
23. Exports 30 June 2023 (*)	46.110.262	-	1.231.532	-	-
24. Imports 30 June 2023 (*)	16.233.921	27.948	373.062	45.022	-

(*) Average exchange rate is used and represents pre-elimination balances.

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29. NATURE AND EXTENT OF RISK ARISING FROM FINANCIAL INSTRUMENTS (CONTINUED)

The following table details the Group's sensitivity to a 10% appreciation in the exchange rate of foreign currency against TL. 10% is the sensitivity rate used when reporting foreign currency risk internally to key management personal and represent management's assessment of the possible change in the foreign exchange rates.

As of 30 June 2024 and 31 December 2023, the currency risk analysis of Alarko Group is as follows (TL):

Foreign currency sensitivity analysis chart				
30 June 2024				
	Value	Profit/ loss	Value	Equity
	increase in	decrease in	increase in	decrease in
	foreign	foreign	foreign	foreign
	currency	currency	currency	currency
When USD changes by 10% against TL				
1- Net Assets/ Liabilities in USD	381.890.981	(381.890.981)	-	-
2- Hedged from USD risk (-)	-	-	-	-
3- USD Net Effect (1+2)	381.890.981	(381.890.981)	-	-
When Euro changes by 10% against TL				
4- Net Assets/ Liabilities in Euro	(791.225.995)	791.225.995	-	-
5- Hedged from Euro risk(-)	-	-	-	-
6- Euro Net Effect (4+5)	(791.225.995)	791.225.995	-	-
When GBP changes by 10% against TL				
7- Net Assets/ Liabilities in GBP	(3.804.947)	3.804.947	-	-
8- Hedged from GBP risk (-)	-	-	-	-
9- GBP Net Effect (7+8)	(3.804.947)	3.804.947	-	-
When other foreign currencies changes by 10% against TL				
10- Net Assets/ Liabilities in other currencies	16.363.896	(16.363.896)	-	-
11- Hedged from other currency risks(-)	-	-	-	-
12- Net Effect of Other Currencies (10+11)	16.363.896	(16.363.896)	-	-
Total (3+6+9+12)	(396.776.065)	396.776.065		

Foreign currency sensitivity analysis chart				
31 December 2023				
	Value	Profit/ loss	Value	Equity
	increase in	decrease in	increase in	decrease in
	foreign	foreign	foreign	foreign
	currency	currency	currency	currency
When USD changes by 10% against TL				
1- Net Assets/ Liabilities in USD	653.186.840	(653.186.840)	-	-
2- Hedged from USD risk (-)	-	-	-	-
3- USD Net Effect (1+2)	653.186.840	(653.186.840)	-	-
When Euro changes by 10% against TL				
4- Net Assets/ Liabilities in Euro	(497.483.601)	497.483.601	-	-
5- Hedged from Euro risk(-)	-	-	-	-
6- Euro Net Effect (4+5)	(497.483.601)	497.483.601	-	-
When GBP changes by 10% against TL				
7- Net Assets/ Liabilities in GBP	2.649.676	(2.649.676)	-	-
8- Hedged from GBP risk (-)	-	-	-	-
9- GBP Net Effect (7+8)	2.649.676	(2.649.676)	-	-
When other foreign currencies changes by 10% against TL				
10- Net Assets/ Liabilities in other currencies	18.939.172	(18.939.172)	-	-
11- Hedged from other currency risks(-)	-	-	-	-
12- Net Effect of Other Currencies (10+11)	18.939.172	(18.939.172)	-	-
Total (3+6+9+12)	177.292.087	(177.292.087)		

ALARKO HOLDİNG A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

Amounts expressed in terms of the purchasing power of the Turkish Lira ("TL") as of June 30, 2024, unless otherwise indicated).

30. SUBSEQUENT EVENTS

- a) At the Board of Directors meeting of Alarko Gayrimenkul Yatırım Ortaklığı A.Ş., one of the subsidiaries, dated July 26, 2024, it was resolved that the issued capital of the Company, whose registered capital ceiling is TL 500.000.000 and issued capital is TL 144.900.000, be increased by TL 144.900.000 to TL 289.800.000 in return for 14.490.000.000 bearer C group shares with a nominal value of 1 Kr each, to be increased by TL 144.900.000 to TL 289.800.000, to cover the entire amount of the increased capital from the dividends of 2023 in accordance with the ordinary general assembly resolution dated May 14, 2024, to represent the increased capital of TL 144.900.000.000 TL capital to be issued to represent the increased capital amounting to TL 144.900.000, to duly distribute the bearer C group shares corresponding to 100% of the existing capital to the shareholders as bonus shares, to apply to the Capital Markets Board (CMB) for the approval of the issuance document regarding the capital increase, and to approve the new versions of Articles 6 and 7 of the Company's Articles of Association. Also, after the completion of the necessary approvals and procedures, it was decided to carry out the necessary procedures regarding the registration and announcement of the new form of articles 6 and 7 of the articles of association, which show that the issued capital of the Company is 289.800.000 TL, in the trade registry, in accordance with Article 18 of the Capital Markets Law. An application was made to the Capital Markets Board on July 31, 2024 for the increase of its issued capital by TL 144,900,000 to TL 289,800,000 in return for 14,490,000,000 bearer C group shares with a nominal value of 1 Kr each and for the amendment of the new form of Articles 6 and 7 of the articles of association. This application was approved in the bulletin numbered 2024/43 of the Capital Markets Board dated August 28, 2024. The free capital increase was registered by the Istanbul Trade Registry Office on September 11, 2024. The start date for the use of the right to receive free shares is September 13, 2024.
- b) The "Law on Amendments to Tax Laws No. 7524 and Certain Laws and Legislative Decree No. 375" was published in the Official Gazette dated August 2, 2024 and numbered 32620. With this Law, regulations and amendments were made in the domestic minimum corporate tax application, global minimum tax application and many other tax-related issues.
- c) All 1.650 shares (100%) of Seraf Tarım ve Hayvancılık Anonim Şirketi, which operates in the field of agriculture, with a nominal value of 16.500.000 TL, were acquired over by the subsidiary Alarko Tarım Sanayi ve Ticaret A.Ş. for the Turkish Lira equivalent of 500.000 US Dollars as of August 6, 2024. The company in question owns a total of approximately 101.000 m² of immovable property in the form of a field within the borders of Mahmudiye district of Eskişehir province.
- d) Within the scope of the share buyback transactions initiated by the decision of the Board of Directors of Alarko Holding A.Ş. dated 29 May 2024; ALARK shares with a total nominal value of 1.453.803 TL were bought back between 27 June 2024 and 26 August 2024. With this transaction, the total nominal value of ALARK shares owned by Alarko Holding A.Ş. reached 7.452.243 TL and the ratio of these shares to the capital is 1.713%.
- e) In accordance with the decision of the Board of Directors of Alsera Jeotermal Tarım Gıda Sanayi ve Ticaret A.Ş., one of the Subsidiaries, dated September 24, 2024; It has been decided to participate in the capital increase with emission premium, which will increase the capital of Camser Tarım Gıda Anonim Şirketi, which operates in the field of agriculture and greenhouse farming, from TL 3.416.000 to TL 7.000.000, to acquire 3.570 shares with a nominal value of TL 3.570.000, corresponding to 51% of the company's total capital, to be issued with the capital increase, for a total price of TL 30.000.000, including an emission premium of TL 26.430.000, and to sign a participation agreement and shareholders' agreement in this regard. Camser Tarım Gıda Anonim Şirketi has a real estate with a total surface area of 56.708 m² in Sandıklı district of Afyonkarahisar province, with a greenhouse installed on approximately 39.854 m² of the area.