

**İŞ YATIRIM MENKUL
DEĞERLER ANONİM ŞİRKETİ
AND ITS SUBSIDIARIES**

**Condensed Consolidated Interim Financial Statements
As at and for the Six-Month Period That
Ended 30 June 2021
With Independent Auditors' Review Report**

(Convenience translation of independent auditors' report on review
of condensed consolidated interim financial information and
related disclosures and footnotes originally issued in Turkish)

04 August 2021

This report contains 1 pages of independent auditors' review report and 41 pages of condensed consolidated interim financial statements and notes to the consolidated financial statements.

**İŞ YATIRIM MENKUL
DEĞERLER ANONİM ŞİRKETİ
AND ITS SUBSIDIARIES**

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**(Convenience translation of a report and condensed consolidated financial statements
originally issued in Turkish)**

Report on Review of Interim Condensed consolidated Financial Statements

To the Board of Directors of İş Yatırım Menkul Değerler A.Ş.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of İş Yatırım Menkul Değerler A.Ş. (the Company) and its subsidiaries (the Group) as of June 30, 2021 and the interim condensed consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and the consolidated statement cash flows for the six-month period then ended, and explanatory notes. Group management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with Turkish Accounting Standard 34, Interim Financial Reporting (TAS 34). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

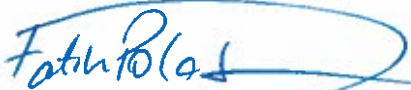
Scope of Review

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review of interim financial information is substantially less in scope than an audit conducted in accordance with Independent Auditing Standards and the objective of which is to express an opinion on the financial statements. Consequently, a review of the interim financial information does not provide assurance that the audit firm will be aware of all significant matters that might be 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 TAS 34.

Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi
A member firm of Ernst & Young Global Limited



Fatih Polat, SMMM
Partner

August 4, 2021
İstanbul, Türkiye

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İŞ YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2021

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

		Reviewed Current Period	Audited Prior Period
		30 June 2021	31 December 2020
	Notes		
ASSETS			
Current Assets			
Cash and Cash Equivalents	6	409.574.711	500.747.020
Financial Investments	7	1.411.677.670	1.863.105.037
Trade Receivables	9	5.574.951.683	5.570.028.495
<i>Due From Related Parties</i>	5	20.542.097	23.211.338
<i>Due From Third Parties</i>		5.554.409.586	5.546.817.157
Other Receivables		402.199.512	414.434.097
<i>Due From Related Parties</i>	5	305.685	59.711
<i>Due From Third Parties</i>		401.893.827	414.374.386
Derivative Instruments		32.636.155	109.293.507
Inventories		71.222.461	67.075.059
Prepaid Expenses		13.618.842	14.927.510
Current Tax Assets		240.070	208.742
Other Current Assets		14.070.518	10.681.633
<i>SUBTOTAL</i>		7.930.191.622	8.550.501.100
Assets Held For Sale		7.742.936	6.709.194
TOTAL CURRENT ASSETS		7.937.934.558	8.557.210.294
Non-current Assets			
Financial Investments	7	67.885.235	73.510.266
Other Receivables		2.360.492	1.270.386
<i>Due From Related Parties</i>	5	150	150
<i>Due From Third Parties</i>		2.360.342	1.270.236
Investments in Equity Accounted Investees	10	1.791.782	2.960.518
Right-of-use assets		46.447.984	35.945.434
Tangible Assets	12	28.682.821	32.450.555
Intangible Assets		62.657.453	57.745.301
<i>Goodwill</i>	11	38.593.847	38.593.847
<i>Other Intangible Assets</i>	13	24.063.606	19.151.454
Prepaid Expenses		519.123	591.475
Deferred Tax Assets		26.813.376	13.760.181
TOTAL NON-CURRENT ASSETS		237.158.266	218.234.116
TOTAL ASSETS		8.175.092.824	8.775.444.410

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

İŞ YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2021

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

		Reviewed Current Period	Audited Prior Period
	Notes	30 June 2021	31 December 2020
LIABILITIES			
Short-Term Liabilities			
Short Term Borrowings	8	1.167.984.113	979.106.453
<i>Due to Related Parties</i>		54.422.067	87.808.546
<i>Due to Third Parties</i>		1.109.487.406	887.428.895
<i>Lease Payables to Related Parties</i>	5	551.104	474.784
<i>Lease Payables to Third Parties</i>		3.523.536	3.394.228
Short Term Portion of Long-Term Borrowings	8	14.632.585	7.886.159
<i>Due to Related Parties</i>		3.856.513	1.745.066
<i>Due to Third Parties</i>		4.179.930	6.141.093
<i>Lease Payables to Third Parties</i>		6.596.142	-
Other Financial Liabilities		27.788.573	32.249.477
Trade Payables	9	4.006.693.118	5.032.047.665
<i>Due to Related Parties</i>	5	2.484.863	2.174.342
<i>Due to Third Parties</i>		4.004.208.255	5.029.873.323
Payables Related to Employee Benefits		4.642.136	3.565.853
Other Payables		23.928.510	34.613.153
<i>Due to Related Parties</i>	5	1.105.509	253.303
<i>Due to Third Parties</i>		22.823.001	34.359.850
Derivative Instruments		74.446.286	184.926.984
Current Tax Liabilities		114.977.619	74.713.811
Short Term Provisions		96.000.525	105.355.262
<i>Provisions for Employee Benefits</i>		27.979.175	44.035.357
<i>Other Short-Term Provisions</i>		68.021.350	61.319.905
Other Current Liabilities		55.243.399	25.190.905
TOTAL CURRENT LIABILITIES		5.586.336.864	6.479.655.722
Long-Term Liabilities			
Long-Term Borrowings	8	61.685.375	53.586.206
<i>Due to Related Parties</i>		14.013.172	12.284.592
<i>Due to Third Parties</i>		4.425.287	5.444.547
<i>Lease Payables to Related Parties</i>		20.398.704	19.721.543
<i>Lease Payables to Third Parties</i>	5	22.848.212	16.135.524
Other Payables		3.269.145	2.910.885
<i>Due to Third Parties</i>		3.269.145	2.910.885
Long Term Provisions		15.397.204	13.308.332
<i>Provisions for Employee Benefits</i>		15.397.204	13.308.332
Deferred Tax Liabilities		1.302.783	24.991.789
Other Long-Term Liabilities		40.689.144	16.576.341
TOTAL NON-CURRENT LIABILITIES		122.343.651	111.373.553
EQUITY			
Total Equity Attributable to Equity Holders of the Company		2.196.705.653	1.909.258.332
Paid in Capital	16	355.000.000	355.000.000
Share Premium		1.406.836	1.303.326
Other Accumulated Comprehensive Income or Loss that Will Not Be Reclassified to Profit or Loss		(6.281.228)	(6.243.966)
<i>Defined Benefit Plans Re-Measurement Gains and Losses</i>		(6.281.228)	(6.243.966)
Other Comprehensive Income and Expenses to be Reclassified to Profit or Loss		57.201.680	56.507.110
<i>Currency Translation Differences</i>		19.089.646	11.824.581
<i>Revaluation and Reclassification Gains / Losses</i>	16	38.112.034	44.682.529
Other Reserves	16	192.753.848	83.753.848
Restricted Reserves Appropriated from Profit	16	181.749.713	139.503.482
Prior Year's Profit/Loss	16	778.357.888	337.460.212
Net Profit for the Period		636.516.916	941.974.320
Non-Controlling Interests	16	269.706.656	275.156.803
TOTAL EQUITY		2.466.412.309	2.184.415.135
TOTAL LIABILITIES		8.175.092.824	8.775.444.410

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

İŞ YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2021

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

		Reviewed Current Period	Not reviewed Current Period	Reviewed Prior Period	Not reviewed Prior Period
	Notes	1 January - 30 June 2021	1 April - 30 June 2021	1 January - 30 June 2020	1 April - 30 June 2020
STATEMENT OF PROFIT OR LOSS					
Revenue		61.968.053.961	29.530.322.949	60.946.303.109	23.229.456.126
Sales Revenue		61.194.292.422	29.212.681.800	60.506.971.984	23.013.885.879
Interest and Derivative Income from Operating Activities, (Net)		138.973.945	24.943.692	100.916.020	30.795.622
Service Income, (Net)		440.072.145	188.152.896	308.067.348	171.888.326
Other Operating Income, (Net)		194.715.449	104.544.561	30.347.757	12.886.299
Cost of Sales (-)		(60.808.111.620)	(29.002.281.612)	(60.221.596.329)	(22.803.343.771)
GROSS PROFIT/LOSS		1.159.942.341	528.041.337	724.706.780	426.112.355
Administrative Expenses (-)		(257.710.515)	(139.360.104)	(169.958.682)	(82.428.071)
Marketing Expenses (-)		(96.082.702)	(42.585.376)	(64.737.600)	(31.529.837)
Research and Development Expenses (-)		(1.782.229)	(866.881)	(1.492.355)	(555.159)
Other Operating Income		22.426.581	5.451.644	17.764.323	5.215.850
Other Operating Expenses (-)		(21.656.737)	(13.028.678)	(21.552.287)	(11.075.053)
OPERATING PROFIT/LOSS		805.136.739	337.651.942	484.730.179	305.740.085
Share of Profit/Loss of Equity Accounted Investees	10	(1.168.736)	116.769	(4.557.643)	(3.029.305)
OPERATING PROFIT/LOSS BEFORE FINANCE COST		803.968.003	337.768.711	480.172.536	302.710.780
Finance Income		74.031.488	37.529.294	43.194.973	23.370.801
Finance Expenses (-)		(48.373.456)	(16.596.364)	(49.513.367)	(22.904.147)
PROFIT BEFORE TAXATION FROM CONTINUING OPERATIONS		829.626.035	358.701.641	473.854.142	303.177.434
Income Tax from Continuing Operations		(179.534.928)	(91.390.059)	(104.733.409)	(65.768.405)
<i>Current Tax Expense</i>		(213.570.666)	(115.388.138)	(91.596.622)	(58.018.405)
<i>Deferred Tax Income/(Expense)</i>		34.035.738	23.998.079	(13.136.787)	(7.750.000)
PROFIT FROM CONTINUING OPERATIONS		650.091.107	267.311.582	369.120.733	237.409.029
PROFIT FROM DISCONTINUED OPERATIONS		-	-	-	-
PROFIT FOR THE PERIOD		650.091.107	267.311.582	369.120.733	237.409.029
Profit Attributable to:					
Non-controlling interests		13.574.191	11.297.779	23.562.489	5.005.069
Equity holders of the company		636.516.916	256.013.803	345.558.244	232.403.960
		650.091.107	267.311.582	369.120.733	237.409.029
Earnings per share					
Earnings Per Share from Continuing Operations	17	1,7930	0,7212	0,9734	0,6547
Earnings Per Share from Discontinued Operations		-	-	-	-
Diluted Earnings Per Share					
Diluted Earnings Per Share from Continuing Operations	17	1,7930	0,7212	0,9734	0,6547
Diluted Earnings Per Share from Discontinued Operations		-	-	-	-

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

İŞ YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

	Reviewed Current Period	Not reviewed Current Period	Reviewed Prior Period	Not reviewed Prior Period
	1 January - 30 June 2021	1 April - 30 June 2021	1 January - 30 June 2020	1 April - 30 June 2020
Notes				
PROFIT FOR THE YEAR	650.091.107	267.311.582	369.120.733	237.409.029
OTHER COMPREHENSIVE INCOME:				
Items that will never be reclassified to profit or loss	(94.094)	(310)	1.121.258	(101.404)
Gains from remeasurements of defined benefit plans	(117.617)	(387)	1.401.574	(126.754)
Tax related to other comprehensive income that will not be reclassified to profit or loss	23.523	77	(280.316)	25.350
<i>Deferred Tax Expense/Income</i>	23.523	77	(280.316)	25.350
Items that will be reclassified to profit or loss	(2.504.288)	1.977.232	169.209	8.672.329
Net change in fair values of available for sale financial assets	(7.026.135)	311.873	2.086.932	8.724.812
Change in currency translation reserve	4.170.540	1.680.953	(1.813.377)	383.757
Tax related to other comprehensive income that will be reclassified to profit or loss	351.307	(15.594)	(104.346)	(436.240)
OTHER COMPREHENSIVE INCOME/LOSS	(2.598.382)	1.976.922	1.290.467	8.570.925
TOTAL COMPREHENSIVE INCOME	647.492.725	269.288.504	370.411.200	245.979.954
Total Comprehensive Income Attributable to:				
Non-Controlling Interests	9.647.222	10.636.481	21.103.684	5.015.910
Equity holders of the company	637.845.503	258.652.023	349.307.516	240.964.044
	647.492.725	269.288.504	370.411.200	245.979.954

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

İŞ YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

			Other Accumulated Comprehensive Income or Loss that Will Not Be Reclassified to Profit or Loss	Other Comprehensive Income to be reclassified to be profit or loss			Retained Earnings					
	Paid in Capital	Share Premium	Defined Benefit Plans Re- Measurement Gains and Losses	Currency Translation Difference	Revaluation and Reclassifica- tion Gains/ Losses	Other Reserves	Restricted Reserves Appropriated From Profit	Prior Year's Profit/Loss	Net Profit/Loss For The Period	Equity Attributable to Equity Holders of the Company	Non- Controlling Interests	Equity
Balance on 1 January 2020	355.000.000	1.317.449	(7.085.607)	6.856.675	35.565.276	33.758.962	104.849.263	193.856.773	382.874.162	1.106.992.953	286.142.460	1.393.135.413
Transfers to Reserves	-	-	-	-	-	50.000.000	35.023.838	297.850.324	(382.874.162)	-	-	-
Total Comprehensive Income	-	-	1.009.544	1.191.525	1.548.203	-	-	-	345.558.244	349.307.516	21.103.684	370.411.200
Change in Non-Controlling Interests	-	(13.561)	-	35.134	473.147	(5.114)	192.592	2.181.920	-	2.864.118	(1.788.520)	1.075.598
Dividends	-	-	-	-	-	-	-	(140.000.000)	-	(140.000.000)	(43.367.722)	(183.367.722)
Balance on 30 June 2020	355.000.000	1.303.888	(6.076.063)	8.083.334	37.586.626	83.753.848	140.065.693	353.889.017	345.558.244	1.319.164.587	262.089.902	1.581.254.489

			Other Accumulated Comprehensive Income or Loss that Will Not Be Reclassified to Profit or Loss	Other Comprehensive Income to be reclassified to be profit or loss			Retained Earnings					
	Paid in Capital	Share Premium	Defined Benefit Plans Re- Measurement Gains and Losses	Currency Translation Difference	Revaluation and Reclassifica- tion Gains/ Losses	Other Reserves	Restricted Reserves Appropriated From Profit	Prior Year's Profit/Loss	Net Profit/Loss For The Period	Equity Attributable to Equity Holders of the Company	Non- Controlling Interests	Equity
Balance on 1 January 2021	355.000.000	1.303.326	(6.243.966)	11.824.581	44.682.529	83.753.848	139.503.482	337.460.212	941.974.320	1.909.258.332	275.156.803	2.184.415.135
Transfers to Reserves	-	-	-	-	-	109.000.000	40.037.064	792.937.256	(941.974.320)	-	-	-
Total Comprehensive Income	-	-	(37.262)	7.265.065	(671.280)	-	-	-	636.516.916	643.073.439	9.647.222	652.720.661
Change in Non-Controlling Interests	-	103.510	-	-	(5.899.215)	-	2.209.167	2.960.420	-	(626.118)	10.022.084	9.395.966
Dividends	-	-	-	-	-	-	-	(355.000.000)	-	(355.000.000)	(25.119.453)	(380.119.453)
Other	-	-	-	-	-	-	-	-	-	-	-	-
Balance on 30 June 2021	355.000.000	1.406.836	(6.281.228)	19.089.646	38.112.034	192.753.848	181.749.713	778.357.888	636.516.916	2.196.705.653	269.706.656	2.466.412.309

İŞ YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

		Reviewed Current Period	Reviewed Prior Period
	Notes	1 January – 30 June 2021	1 January – 30 June 2020
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the period		200.104.162	(601.192.995)
Adjustments to reconcile net profit / (loss)			
Adjustments for depreciation and amortization		9.515.025	9.868.630
Adjustments for provisions		4.208.683	(9.093.078)
Adjustments related to interest income / expense		(582.734)	(1.929.304)
Adjustments related to share-based payments (dividend income)		(4.329.499)	(3.383.227)
Adjustments related to fair value losses / gains		86.556	(25.651.157)
Adjustments related to tax expense/income		179.534.928	104.733.409
Adjustments related to gains / losses from sales of tangible assets		-	(244.985)
Adjustments related to investments accounted for using the equity method	10	1.168.736	4.557.643
Other adjustments related to profit/loss reconciliation		50.776.412	11.193.191
Changes in net working capital			
Increases/decreases in inventories		(4.147.402)	1.135.238
Increases/decreases in trade receivables		(4.923.188)	(1.289.449.786)
Increases/decreases in financial investments		528.962.753	(566.759.108)
Increases/decreases in other receivables		838.743	(74.599.049)
Changes in restricted deposits		(340.054)	(811.520)
Increases/decreases in trade payables		(1.025.354.547)	940.031.173
Increases/decreases in other payables		(10.320.721)	5.791.841
Cash flows from operating activities			
Current tax paid		(176.013.321)	(71.588.067)
Employment termination benefits paid/returns		932.685	(4.115.572)
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Cash inflow from sales of tangible assets		1.189.340	4.759.083
Cash outflow from purchase of tangible assets		(2.893.718)	(7.289.000)
Dividend income		4.329.499	3.383.227
Cash outflow from purchase of intangible assets		(8.835.929)	(1.377.021)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from financial loans		21.988.490.950	6.043.376.745
Repayments of financial loans		(21.968.726.978)	(5.856.449.852)
Dividends paid		(380.119.453)	(183.367.722)
Change in time deposits with original maturities longer than three months	7	(1.910.056)	657.933.496
Change in other financial liabilities		(114.941.600)	82.147.272
Financing cash inflows from commercial paper		185.786.548	-
Financial cash outflows from commercial paper		-	(1.432.487.357)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS BEFORE CURRENCY TRANSLATION DIFFERENCES (A+B+C)			
		(97.527.235)	(1.290.564.124)
D. EFFECTS OF FOREIGN EXCHANGE LOSS/ (GAIN) ON CASH AND CASH EQUIVALENTS			
		7.265.065	1.191.525
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C+D)			
		(90.262.170)	(1.289.372.599)
E. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD			
	6	503.076.111	1.561.920.389
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (A+B+C+D+E)			
	6	412.813.941	272.547.790

İŞ YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2021

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

1. ORGANIZATION AND OPERATIONS OF THE GROUP

The purpose of İş Yatırım Menkul Değerler Anonim Şirketi ("the Company") is to perform capital market activities in accordance with its Articles of Association of the Capital Markets Law. In this respect, the Company obtained the establishment permission through the Capital Markets Board's (the "CMB") meeting No: 51/1515 on 5 December 1996.

The Company is registered in Turkey and the head quarter of the Company operates in below address. The contact information of the Company's head quarter and web site is stated below:

Levent Mahallesi Meltem Sokak İş Kuleleri Kule - 2 Kat 13, 34330, Beşiktaş / İstanbul / Türkiye
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<http://www.isyatirim.com.tr>

The Company is a Türkiye İş Bankası Group entity and Türkiye İş Bankası AŞ is the main shareholder. The equity shares of the Company are traded on the stock Exchange.

As at 30 June 2021, the Company has 424 employees (31 December 2020: 375).

As at 30 June 2021, the details of the Company's subsidiaries included in consolidation are as follows:

Subsidiaries:

Company	Place of incorporation	Business Activity
Efes Varlık Yönetim AŞ	İstanbul	Asset management
İş Girişim Sermayesi Yatırım Ortaklığı AŞ ^(*)	İstanbul	Venture fund
İş Portföy Yönetimi AŞ	İstanbul	Portfolio management
İş Yatırım Ortaklığı AŞ	İstanbul	Investment trust
Maxis Girişim Sermayesi Portföy Yönetimi A.Ş.	İstanbul	Portfolio management
Maxis Investments Ltd.	London	Stockbroker

^(*) Subsidiaries of İş Girişim Sermayesi Yatırım Ortaklığı AŞ are presented in Note 2.1

The Company and its consolidated subsidiaries, jointly controlled entities and associates are referred to as "the Group" in this report. The operations of the subsidiaries included in the consolidation are stated below:

Efes Varlık Yönetim A.Ş.:

The subsidiary has been established on 8 February 2011. The purpose of the subsidiary is to buy and sell receivables and other assets of deposit banks, participation banks and other financial institutions.

İş Girişim Sermayesi Yatırım Ortaklığı A.Ş. ("İş Girişim Sermayesi"):

The operations of this subsidiaries are mainly making long-term investments in entrepreneurships founded or to be found in Turkey with a development potential and in need of capital.

İş Portföy Yönetimi A.Ş.:

This subsidiary was registered with the Istanbul Trade Registry on 23 September 2000 and its foundation was published in the Trade Registry Gazette No: 5168 on 6 November 2000. Its purpose is to perform capital market activities in accordance with its Articles of Association and the Capital Markets Law and the related regulation. This participation offers only portfolio management and investment advisory services within the context of capital market activities to institutional investors.

İş Yatırım Ortaklığı A.Ş.:

The purpose of this subsidiary is to perform capital market activities in accordance with the Capital Markets Law and the related regulation. This subsidiary performs capital market activities and managing its own portfolio.

Maxis Girişim Sermayesi Portföy Yönetimi A.Ş.:

The activity of the subsidiary established on November 2, 2017, which has been granted operating permission on May 17, 2018, is the establishment and management of venture capital investment funds within the framework of the Capital Markets Law and related legislative provisions.

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1. ORGANIZATION AND OPERATIONS OF THE GROUP (cont’d)

Maxis Investments Ltd.:

The subsidiary has been established with the official registration with “The Official Seal of the Registrar of Companies” on 8 August 2005 located on 7 Princes Street, London. The purpose of the subsidiary is to perform profitable operations in the international capital markets.

Associates and jointly controlled entities:

Associates are entities on which the Group has significant influence apart from subsidiaries. Significant influence is the participation power to govern the financial and operating policies of an entity without having individually or jointly control power. Joint ventures are controlled by the Group with a contractual agreement and the Group have the authority on strategic, financial and operational decisions of joint ventures by these agreements. The details of Group’s associates as of 30 June 2021 are as follows:

Associate

<u>Company Name</u>	<u>Type of Services</u>	<u>Main services issues</u>
Radore Veri Hizmetleri A.Ş. (“Radore”)	Data services	Information technology sector, data center management and other works written in the main contract.
Mika Tur Seyahat Acenteliği ve Turizm AŞ (“Mika Tur”)	Tourism	Travel Agency
Ege Tarım Ürünleri Lisanslı Depoculuk AŞ (“Elidaş”)	Service	Licensed Warehouse

2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS

2.1. Basis of presentation

Financial reporting standarts

Approval of Consolidated Financial Statements

The Group’s condensed consolidated interim financial statements as at and for the year that ended 30 June 2021 have been approved by the Board of Directors and authorization for issue has been given on 4 August 2021. The General Assembly has the authority to amend the consolidated financial statements after publishing.

Preparation of Consolidated Financial Statements and Statement of Compliance to TAS

The accompanying consolidated financial statements are prepared in accordance with the Communiqué numbered II-14,1, “Basis for Financial Reporting in Capital Markets” (“the Communiqué”) published in the Official Gazette numbered 28676 on 13 June 2013. According to the Communiqué, financial statements are prepared in accordance with Turkish Accounting Standards (“TAS”) which are published by the Public Oversight Accounting and Auditing Standards Authority (“POA”).

The accompanying financial statements of the Group have been prepared in accordance with the TMS Taxonomy of 2016 approved by the Board decision dated June 2, 2016 and developed by the (“KHK”) on the basis of Article 9 (b) of the Decree Law No. 660 (“POA”). The Company and its Turkish subsidiaries maintain their books of account and prepare their statutory financial statements in accordance with accounting principles in the Turkish Commercial Code (“TCC”) and tax legislation. Businesses which are controlled by subsidiaries operating in foreign countries maintain their books of account in the currencies of those countries and prepare their statutory financial statements in accordance with the prevailing legislation in those countries.

Functional and Presentation Currency

The individual financial statements of each group entity are presented in the currency of the primary economic environment in which the entity operates (its functional currency). For the consolidated financial statements, the results and financial position of each entity are expressed in TL, which is the functional and presentation currency of the Company.

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2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1. Basis of Presentation (cont'd)

Financial Reporting Standards (cont'd)

Foreign currency exchange rates used by the Group are as follows:

	30 June 2021	31 December 2020
USD	8,7052	7,3405
EUR	10,3645	9,0079
GBP	12,0343	9,9438

Assumption of Going Concern

The consolidated financial statements of the Group are prepared on a going concern basis, which presumes the realization of assets and settlement of liabilities of the Company and its consolidated subsidiaries, jointly controlled entities, and associates in the normal course of operations and in the foreseeable future.

Basis of Consolidation

Subsidiaries:

Subsidiaries are entities controlled by the Group. The Group controls when an entity is exposed to variable interest due to its relationship with the entity or has an interest in the entity and at the same time has an opportunity to influence the entity with the power on which it invests. The financial statements of subsidiaries are included in the Consolidated Financial Statements as of the date on which control commenced.

Non-controlling interests in the net assets of the consolidated subsidiaries are identified separately from the Group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling interest share of changes in equity since the date of the combination. Even if the non-controlling interests result in a reverse balance, total comprehensive income is attributable to the equity holders of the Company and to the non-controlling interests.

The details of the Group's subsidiaries are as follows:

Subsidiaries	Ownership as of 30 June 2021	Ownership as of 31 December 2020
Efes Varlık Yönetim AŞ	%91,14	%91,14
İş Girişim Sermayesi Yatırım Ortaklığı AŞ	%29,01	%29,01
İş Portföy Yönetimi AŞ	%70,00	%70,00
İş Yatırım Ortaklığı AŞ	%29,45	%29,45
Maxis Girişim Sermayesi Portföy Yönetimi AŞ	%100,00	%100,00
Maxis Investments Ltd.	%100,00	%100,00
Nevotek Bilişim Ses ve İletişim Sis. San. ve Tic. AŞ (“Nevotek”) ^(*)	%95,37	%95,37
Ortopro Tıbbi Aletler Sanayi ve Ticaret AŞ (“Ortopro”) ^(*)	%97,22	%97,22
Toksöz Spor Malzemeleri Ticaret AŞ (“Toksöz Spor”) ^(*)	%90,63	%90,63
Mikla Yiyecek ve İçecek AŞ (“Mikla”) ^(*)	%83,57	%83,57

^(*) The subsidiaries of İş Girişim Sermayesi are presented with İş Girişim Sermayesi's ownership percentages.

The accounting policies of subsidiaries are changed as necessary to align them with the policies adopted by the Group.

Associates and joint ventures:

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies.

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2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.1. Basis of Presentation (cont'd)

Basis of Consolidation (cont'd)

Associates and joint ventures: (cont'd)

Jointly controlled entities are those entities over whose activities the Group has joint control, established by contractual agreement and requiring unanimous consent for strategic financial and operating decisions. Investments in associates and jointly controlled entities are accounted for using the equity method and are recognized initially at cost.

The consolidated financial statements include the Group's share of the profit or loss and other comprehensive income of equity accounted investees from the date that significant influence or joint control commences until the date that significant influence or joint control ceases. When the Group's share of losses exceeds its interest in an equity-accounted investee, the carrying amount of the investment, including any long-term interests that form part thereof, is reduced to zero, and the recognition of further losses is discontinued except to the extent that the Group has an obligation or has made payments on behalf of the investee.

The details of the Group's associates are as follows:

Associates	Place of incorporation	Share on capital (%)		Business Line
		30 June 2021	31 December 2020	
Radore (*)	Türkiye	25,50	25,50	Information technology
Mika Tur(*)	Türkiye	20,00	20,00	Travel Agency
Elidaş	Türkiye	10,05	10,05	Licensed Warehouse

(*) The subsidiaries of İş Girişim Sermayesi are presented with İş Girişim Sermayesi's ownership percentages.

Goodwill:

Goodwill represents the excess of the cost of an acquisition over the fair value of the Group's share of the net identifiable assets of the acquired subsidiary/associate at the date of the acquisition. Goodwill on acquisitions of associates is included in "associates" and is tested for impairment as part of the overall balance. Separately recognized goodwill is tested annually for impairment and carried at cost less accumulated impairment losses. Impairment losses on goodwill are not reversed.

Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold. Goodwill is allocated to cash-generating units for the purpose of impairment testing. The allocations made to those cash-generating units or groups of cash-generating units that are expected to benefit from the business combination in which the goodwill arose.

If the fair value of the identifiable assets, liabilities and contingent liabilities acquired can only be determined temporarily based on their carrying amounts and the cost of the combination can only be determined on a temporary basis, the acquirer recognizes the transaction in temporary amounts if it is to be temporarily recognized for the first time at the end of the period in which the combination takes place. Completion of provisionally agreed merger accounting should be completed within 12 months following the merger date and adjustment records including goodwill should be made from the date of merger.

Adjustments in consolidation:

The financial statements and the profit or loss statements of the companies included in the consolidation have been consolidated by using the full consolidation method and their shares in equity have been netted off against the recorded value in the Company's assets. Portions of the net assets of the subsidiaries that are not directly and / or indirectly controlled by the parent company are classified in the Consolidated Statement of Financial Position as "Non-controlling Interests". Portions of subsidiaries' net period profit or loss that are not included in the direct and / or indirect control of the parent company are classified as "non-controlling share" in the consolidated income statement. In-group transactions and transactions between companies included in the consolidation are eliminated. Profits and losses arising from transactions between

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one of the Group companies and an associate or a joint venture of the Group are eliminated at the rate of the Group's interest in the relevant subsidiary / joint venture.

2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (*cont'd*)

2.2. Changes in the Accounting Estimates and Errors

If changes in accounting estimates are only for one period, they are applied prospectively in the current period when the change is made, and in the period in which the change is made and in the future periods, significant accounting errors are corrected retrospectively, and the financial statements of the previous periods are restated.

2.3. Basis of presentation of the consolidated financial statements

The new standards, amendments and interpretations

The accounting policies adopted in preparation of the interim condensed consolidated financial statements as at June 30, 2021 are consistent with those of the previous financial year, except for the adoption of new and amended TFRS and TFRIC interpretations effective as of January 1, 2021. The effects of these standards and interpretations on the Group's financial position and performance have been disclosed in the related paragraphs.

i) The new standards, amendments and interpretations which are effective as of January 1, 2021 are as follows:

Interest Rate Benchmark Reform – Phase 2 – Amendments to TFRS 9, TAS 39, TFRS 7, TFRS 4 and TFRS 16

In December 2020, the POA issued Interest Rate Benchmark Reform – Phase 2, Amendments to TFRS 9, TAS 39, TFRS 7, TFRS 4 and TFRS 16 to provide temporary reliefs which address the financial reporting effects when an interbank offering rate (IBOR) is replaced with an alternative nearly risk-free rate (RFR), amending the followings. The amendments are effective for periods beginning on or after 1 January 2021. Earlier application is permitted and must be disclosed.

Practical expedient for changes in the basis for determining the contractual cash flows as a result of IBOR reform

The amendments include a practical expedient to require contractual changes, or changes to cash flows that are directly required by the reform, to be treated as changes to a floating interest rate, equivalent to a movement in a market rate of interest. Under this practical expedient, if the interest rates applicable to financial instruments change as a result of the IBOR reform, the situation is not considered as a derecognition or contract modification; instead, this would be determined by recalculating the carrying amount of the financial instrument using the original effective interest rate to discount the revised contractual cash flows.

The practical expedient is required for entities applying TFRS 4 Insurance Contracts that are using the exemption from TFRS 9 Financial Instruments (and, therefore, apply TAS 39 Financial Instruments: Classification and Measurement) and for TFRS 16 Leases, to lease modifications required by IBOR reform.

Relief from discontinuing hedging relationships

- The amendments permit changes required by IBOR reform to be made to hedge designations and hedge documentation without the hedging relationship being discontinued.
- Amounts accumulated in the cash flow hedge reserve are deemed to be based on the RFR.
- For the TAS 39 assessment of retrospective hedge effectiveness, on transition to an RFR, entities may elect on a hedge-by-hedge basis, to reset the cumulative fair value changes to zero.
- The amendments provide relief for items within a designated group of items (such as those forming part of a macro cash flow hedging strategy) that are amended for modifications directly required by IBOR reform. The reliefs allow the hedging strategy to remain and not be discontinued.

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2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS

(cont'd)

2.3. Basis of presentation of the consolidated financial statements (cont'd)

The new standards, amendments and interpretations (cont'd)

i) The new standards, amendments and interpretations which are effective as at January 1, 2020 are as follows: (cont'd)

Interest Rate Benchmark Reform – Phase 2 – Amendments to TFRS 9, TAS 39, TFRS 7, TFRS 4 and TFRS 16 (cont'd)

Relief from discontinuing hedging relationships (cont'd)

- As instruments transition to RFRs, a hedging relationship may need to be modified more than once. The phase two reliefs apply each time a hedging relationship is modified as a direct result of IBOR reform.

Separately identifiable risk components

The amendments provide temporary relief to entities from having to meet the separately identifiable requirement when an RFR instrument is designated as a hedge of a risk component.

Additional disclosures

Amendments need additional TFRS 7 Financial Instruments disclosures such as; How the entity is managing the transition to RFRs, its progress and the risks to which it is exposed arising from financial instruments due to IBOR reform, quantitative information about financial instruments that have yet to transition to RFRs and If IBOR reform has given rise to changes in the entity's risk management strategy, a description of these changes.

The amendments are mandatory, with earlier application permitted. While application is retrospective, an entity is not required to restate prior periods.

Amendments to IFRS 16 - Covid-19-Related Rent Concessions and Covid-19-Related Rent Concessions beyond 30 June 2021

In June 2020, the POA issued amendments to TFRS 16 Leases to provide relief to lessees from applying TFRS 16 guidance on lease modifications to rent concessions arising a direct consequence of the Covid-19 pandemic. On April 7, 2021, POA extended the exemption to include concessions that cause a decrease in lease payments whose maturity expired on or before June 30, 2022.

A lessee will apply the amendment for annual reporting periods beginning on or after 1 April 2021. Early application of the amendments is permitted.

ii) Standards issued but not yet effective and not early adopted

Standards, interpretations and amendments to existing standards that are issued but not yet effective up to the date of issuance of the consolidated financial statements are as follows. The Group will make the necessary changes if not indicated otherwise, which will be affecting the consolidated financial statements and disclosures, when the new standards and interpretations become effective.

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2.3. Basis of presentation of the consolidated financial statements (cont’d)

The new standards, amendments and interpretations (cont’d)

ii) Standards issued but not yet effective and not early adopted (cont’d)

Amendments to TFRS 10 and TAS 28: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

In December 2017, POA postponed the effective date of this amendment indefinitely pending the outcome of its research project on the equity method of accounting. Early application of the amendments is still permitted.

The Group will wait until the final amendment to assess the impacts of the changes.

Amendments to TFRS 3 – Reference to the Conceptual Framework

In July 2020, the POA issued amendments to TFRS 3 Business combinations. The amendments are intended to replace to a reference to a previous version of the Conceptual Framework (the 1989 Framework) with a reference to the current version issued in March 2018 (the Conceptual Framework) without significantly changing requirements of TFRS 3. At the same time, the amendments add a new paragraph to TFRS 3 to clarify that contingent assets do not qualify for recognition at the acquisition date. The amendments issued to TFRS 3 which are effective for periods beginning on or after 1 January 2022 and must be applied prospectively. Earlier application is permitted if, at the same time or earlier, an entity also applies all of the amendments contained in the Amendments to References to the Conceptual Framework in TFRS standards (March 2018).

The Group is in the process of assessing the impact of the amendments on financial position or performance of the Group.

Amendments to TAS 16 – Proceeds before intended use

In July 2020, the POA issued amendments to TAS 16 Property, plant and equipment. The amendment prohibits entities from deducting from the cost of an item of property, plant and equipment (PP&E), any proceeds of the sale of items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognizes the proceeds from selling such items, and costs of producing those items, in profit or loss. The amendments issued to TAS 16 which are effective for periods beginning on or after 1 January 2022. Amendments must be applied retrospectively only to items of PP&E made available for use on or after beginning of the earliest period presented when the entity first applies the amendment. There is no transition relief for the first time adopters.

The Group is in the process of assessing the impact of the amendments on financial position or performance of the Group.

Amendments to TAS 37 – Onerous contracts – Costs of Fulfilling a Contract

In July 2020, the POA issued amendments to TAS 37 Provisions, Contingent Liabilities and Contingent assets. The amendments issued to TAS 37 which are effective for periods beginning on or after 1 January 2022, to specify which costs an entity needs to include when assessing whether a contract is onerous or loss-making and also apply a “directly related cost approach”. Amendments must be applied retrospectively to contracts for which an entity has not fulfilled all of its obligations at the beginning of the annual reporting period in which it first applies the amendments (the date of initial application). Earlier application is permitted and must be disclosed.

The Group is in the process of assessing the impact of the amendments on financial position or performance of the Group.

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2 BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.3. Basis of presentation of the consolidated financial statements (cont'd)

The new standards, amendments and interpretations (cont'd)

ii) Standards published but not enforced and not implemented early (cont.)

TFRS 17 - The new Standard for insurance contracts

The POA issued TFRS 17 in February 2019, a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. TFRS 17 model combines a current balance sheet measurement of insurance contract liabilities with the recognition of profit over the period that services are provided. TFRS 17 will become effective for annual reporting periods beginning on or after 1 January 2023; early application is permitted.

The standard is not applicable for the Group and will not have an impact on the financial position or performance of the Group.

Amendments to TAS 1- Classification of Liabilities as Current and Non-Current Liabilities

On January 15, 2021, the POA issued amendments to TAS 1 Presentation of Financial Statements. The amendments issued to TAS 1 which are effective for periods beginning on or after 1 January 2023, clarify the criteria for the classification of a liability as either current or non-current. Amendments must be applied retrospectively in accordance with TAS 8 Accounting Policies, Changes in Accounting Estimates and Errors. Early application is permitted.

The Group is in the process of assessing the impact of the amendments on financial position or performance of the Group.

Annual Improvements - 2018-2020 Period

" In July 2020, the IASB issued Annual Improvements to IFRS Standards 2018–2020 Cycle, amending the followings:

- IFRS 1 First-time Adoption of International Financial Reporting Standards – Subsidiary as a first-time adopter: The amendment permits a subsidiary to measure cumulative translation differences using the amounts reported by the parent. The amendment is also applied to an associate or joint venture.
- IFRS 9 Financial Instruments – Fees in the “10 per cent test” for derecognition of financial liabilities: The amendment clarifies the fees that an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received between the borrower and the lender, including fees paid or received by either borrower or lender on the other’s behalf.
- IAS 41 Agriculture – Taxation in fair value measurements: The amendment removes the requirement in paragraph 22 of IAS 41 that entities exclude cash flows for taxation when measuring fair value of assets within the scope of IAS 41.

Improvements are effective for annual reporting periods beginning on or after 1 January 2022. Earlier application is permitted for all.

The Group is in the process of assessing the impact of the amendments on financial position or performance of the Group.

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2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.3. Basis of presentation of the consolidated financial statements (cont'd)

The new standards, amendments and interpretations (cont'd)

iii) The new standards, amendments and interpretations that are issued by the International Accounting Standards Board (IASB) but not issued by Public Oversight Authority (POA)

The following standards, interpretations and amendments to existing IFRS standards are issued by the IASB but not yet effective up to the date of issuance of the financial statements. However, these standards, interpretations and amendments to existing IFRS standards are not yet adapted/issued by the POA, thus they do not constitute part of TFRS. The Group will make the necessary changes to its consolidated financial statements after the new standards and interpretations are issued and become effective under TFRS.

Amendments to IAS 8 - Definition of Accounting Estimates

In February 2021, the Board issued amendments to IAS 8, in which it introduces a new definition of 'accounting estimates'. The amendments issued to IAS 8 are effective for annual periods beginning on or after 1 January 2023. The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. Also, they clarify how entities use measurement techniques and inputs to develop accounting estimates. The amended standard clarifies that the effects on an accounting estimate of a change in an input or a change in a measurement technique are changes in accounting estimates if they do not result from the correction of prior period errors. The previous definition of a change in accounting estimate specified that changes in accounting estimates may result from new information or new developments. Therefore, such changes are not corrections of errors. This aspect of the definition was retained by the Board.

The Group is in the process of assessing the impact of the amendments on financial position or performance of the Group.

Amendments to IAS 1 and IFRS Practice Statement 2 - Disclosure of Accounting Policies

In February 2021, the Board issued amendments to IAS 1 and IFRS Practice Statement 2 Making Materiality Judgements, in which it provides guidance and examples to help entities apply materiality judgements to accounting policy disclosures. The amendments issued to IAS 1 are effective for annual periods beginning on or after 1 January 2023. In the absence of a definition of the term 'significant' in IFRS, the Board decided to replace it with 'material' in the context of disclosing accounting policy information. 'Material' is a defined term in IFRS and is widely understood by the users of financial statements, according to the Board. In assessing the materiality of accounting policy information, entities need to consider both the size of the transactions, other events or conditions and the nature of them. Examples of circumstances in which an entity is likely to consider accounting policy information to be material have been added.

The Group is in the process of assessing the impact of the amendments on financial position or performance of the Group.

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2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.3. Basis of presentation of the consolidated financial statements (cont'd)

The new standards, amendments and interpretations (cont'd)

iii) The new standards, amendments and interpretations that are issued by the International Accounting Standards Board (IASB) but not issued by Public Oversight Authority (POA)

Amendments to IAS 12 – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

In May 2021, the Board issued amendments to IAS 12, which narrow the scope of the initial recognition exception under IAS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences. The amendments issued to IAS 12 are effective for annual periods beginning on or after 1 January 2023. The amendments clarify that where payments that settle a liability are deductible for tax purposes, it is a matter of judgement (having considered the applicable tax law) whether such deductions are attributable for tax purposes to the liability recognized in the financial statements (and interest expense) or to the related asset component (and interest expense). This judgement is important in determining whether any temporary differences exist on initial recognition of the asset and liability.

The Group is in the process of assessing the impact of the amendments on financial position or performance of the Group.

2.4. Comparative Figures

To allow the determination of financial position and performance trends, the Group's condensed consolidated financial statements are prepared in comparison with the previous period. To ensure comparability of the condensed consolidated financial statements, prior period financial statements are also classified accordingly.

2.5. Summary of Significant Accounting Policies

Apart from the accounting policies used in the preparation of the condensed consolidated financial statements of the Group for the six-month interim period ended on 30 June 2021 and the application of new standards and amendments effective from 1 January 2021, prepared for the accounting period ended on 31 December 2020. consistent with the accounting policies applied in the annual financial statements.

2.6. Significant Accounting Judgements, Estimates and Assumptions

The preparation of consolidated financial statements requires management of Company to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

There has not been significant change in estimates and assumptions of the Company management for the accounting policies adopted in the preparation of consolidated financial statements.

The Covid-19 epidemic, which has recently emerged in China, spreads to various countries around the world and causes potentially fatal respiratory infections, causes disruptions in operations, especially in countries that are overly exposed to the epidemic, and negatively affects economic conditions both regionally and globally. As a result of the spread of Covid-19 around the world, various measures have been taken in our country as well as in the world to prevent the transmission of the virus and are still being taken. In addition to these measures, economic measures are also taken to minimize the economic effects of the virus epidemic on individuals and businesses in our country and worldwide. The Company Management predicts that the effects of the current situation will not be significant in the financial statements prepared as of June 30, 2021. In addition, the estimates and assumptions used in the upcoming periods will be reviewed.

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(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

2. BASIS OF PRESENTATION OF THE CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.6. Significant Accounting Judgements, Estimates and Assumptions (cont'd)

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. The estimates are used particularly in the following notes:

Note 9 – Trade receivables and payables

Note 10 – Investments in equity accounted investees

Note 11 – Goodwill (*)

Note 12 – Tangible assets

Note 13 – Intangible assets

Note 14 – Provisions, contingent assets and liabilities

Note 18 – Nature and level of risks arising from financial instruments

Note 19 – Financial instruments

(*) Estimated impairment of goodwill

According to accounting policies explained in note 2.1, the Group tests impairment of goodwill every year. Recoverable amount of cash generating units are specified according to value in use. These calculations require estimations.

3. JOINT VENTURES

Disclosed in Note 10.

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4. SEGMENT REPORTING

Segments	Securities	Investment Trust	Portfolio	Private Equity	Asset	Elimination	Total
	Brokerage		Management		Management	Adjustments	
	1 January- 30 June 2021	1 January- 30 June 2021	1 January- 30 June 2021	1 January- 30 June 2021	1 January- 30 June 2021	1 January- 30 June 2021	1 January- 30 June 2021
Revenue							
Sales revenue	60.911.850.700	105.087.468	15.512.813	158.541.356	3.300.085	-	61.194.292.422
Interest and derivative income from operating activities (net)	76.896.875	18.409.613	-	-	43.667.457	-	138.973.945
Services income (net)	370.557.770	-	71.206.640	-	-	(1.692.265)	440.072.145
Other operating income (net)	192.757.353	-	1.958.096	-	-	-	194.715.449
Cost of sales (-)	(60.581.770.725)	(108.739.761)	(10.260.024)	(107.341.110)	-	-	(60.808.111.620)
GROSS PROFIT/LOSS	970.291.973	14.757.320	78.417.525	51.200.246	46.967.542	(1.692.265)	1.159.942.341
Administrative expenses (-)	(186.488.491)	(2.322.307)	(35.659.290)	(14.216.345)	(19.693.643)	669.561	(257.710.515)
Marketing expenses (-)	(69.889.545)	(1.049.407)	(1.888.282)	(24.405.689)	-	1.150.221	(96.082.702)
Research and development expenses (-)	-	-	-	(1.782.229)	-	-	(1.782.229)
Other operating income	16.501.647	-	13.194	6.039.257	-	(127.517)	22.426.581
Other operating expenses (-)	(10.705.641)	-	(704)	(5.597.723)	(5.352.669)	-	(21.656.737)
OPERATING PROFIT/LOSS	719.709.943	11.385.606	40.882.443	11.237.517	21.921.230	-	805.136.739
Share of profit/loss of equity accounted investees	116.769	-	-	(1.285.505)	-	-	(1.168.736)
OEPRATING PROFIT/LOSS BEFORE FINANCE COSTS	719.826.712	11.385.606	40.882.443	9.952.012	21.921.230	-	803.968.003
Finance income	70.575.177	656.624	12.053.828	14.983.365	696.529	(24.934.035)	74.031.488
Finance costs (-)	(1.753.000)	-	(3.823.313)	(34.842.244)	(7.954.899)	-	(48.373.456)
PROFIT OR LOSS BEFORE TAXATION FROM CONTINUING OPERATIONS	788.648.889	12.042.230	49.112.958	(9.906.867)	14.662.860	(24.934.035)	829.626.035
Tax income/(expense) from continuing Operations	(167.590.334)	-	(12.195.941)	251.347	-	-	(179.534.928)
- Current tax expenses	(201.955.745)	-	(11.293.210)	(321.711)	-	-	(213.570.666)
- Deferred tax income / (expense)	34.365.411	-	(902.731)	573.058	-	-	34.035.738
PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS	621.058.555	12.042.230	36.917.017	(9.655.520)	14.662.860	(24.934.035)	650.091.107
PROFIT FOR DISCONTUNIED OPERATIONS	-	-	-	-	-	-	-
PROFIT/(LOSS) FOR THE YEAR	621.058.555	12.042.230	36.917.017	(9.655.520)	14.662.860	(24.934.035)	650.091.107
<i>Profit/(Loss) attributable to:</i>							
<i>Non-Controlling interests</i>	-	8.495.793	11.057.966	(6.854.454)	1.299.129	(424.244)	13.574.191
<i>Equity holders of the Company</i>	621.058.555	3.546.437	25.859.051	(2.801.066)	13.363.731	(24.509.791)	636.516.916
	621.058.555	12.042.230	36.917.017	(9.655.520)	14.662.860	(24.934.035)	650.091.107
Other informations							
Acquisition of tangible and intangible assets	9.431.237	-	724.047	1.538.158	36.200	-	11.729.642
Depreciation and amortization charges	(8.503.597)	(140.105)	(2.038.854)	(4.371.460)	(424.481)	-	(15.478.497)

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4. SEGMENT REPORTING (cont'd)

Segments	Securities	Investment Trust	Portfolio	Private Equity	Asset	Elimination	Total
	Brokerage		Management		Management	adjustments	
	30 June	30 June	30 June	30 June	30 June	30 June	30 June
Balance sheet information	2021	2021	2021	2021	2021	2021	2021
Assets	7.431.001.765	236.346.857	203.135.610	350.480.007	206.780.161	(252.651.576)	8.175.092.824
Cash and cash equivalents	138.387.898	117.020.675	91.629.451	59.057.502	3.479.185	-	409.574.711
Financial investments (short term)	1.232.249.778	109.784.567	49.592.352	21.602.935	-	(1.551.962)	1.411.677.670
Financial investments (long term)	278.054.960	1	33.359.696	-	-	(243.529.422)	67.885.235
Trade receivables	5.278.794.814	8.943.536	16.408.855	88.892.851	191.322.323	(9.410.696)	5.574.951.683
Other receivables	399.969.421	34.787	270.898	3.952.404	-	332.494	404.560.004
Derivative instruments	32.636.155	-	-	-	-	-	32.636.155
Investment in equity accounted investees	1.791.782	-	-	-	-	-	1.791.782
Other assets	69.116.957	563.291	11.874.358	176.974.315	11.978.653	1.508.010	272.015.584
Liabilities	5.317.686.584	1.248.560	21.843.544	288.843.171	89.454.116	(10.395.460)	5.708.680.515
Financial liabilities	958.434.505	619.334	6.028.106	196.226.143	83.978.747	(984.762)	1.244.302.073
Other financial liabilities	27.788.573	-	-	-	-	-	27.788.573
Trade payables	3.942.802.700	125.314	359.810	72.145.556	670.436	(9.410.698)	4.006.693.118
Other payables	20.384.103	74.017	1.160.607	1.690.800	3.888.128	-	27.197.655
Derivative instruments	74.410.914	-	35.372	-	-	-	74.446.286
Other liabilities	293.865.789	429.895	14.259.649	18.780.672	916.805	-	328.252.810
Net assets	2.113.315.181	235.098.297	181.292.066	61.636.836	117.326.045	(242.256.116)	2.466.412.309

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4. SEGMENT REPORTING (cont'd)

Segments	Securities	Investment Trust	Portfolio	Private Equity	Asset	Elimination	Total
	Brokerage		Management		Management		
	1 January- 30 June 2020	1 January- 30 June 2020	1 January- 30 June 2020	1 January- 30 June 2020	1 January- 30 June 2020	1 January- 30 June 2020	1 January- 30 June 2020
Revenue							
Sales revenue	60.294.226.820	56.108.231	17.573.761	136.695.645	2.367.527	-	60.506.971.984
Interest and derivative income from operating activities (net)	58.589.988	5.142.294	-	-	36.698.607	485.131	100.916.020
Services income (net)	250.437.974	17.629	58.934.695	-	-	(1.322.950)	308.067.348
Other operating income (net)	30.347.757	-	-	-	-	-	30.347.757
Cost of sales (-)	(60.069.234.301)	(55.004.711)	(21.610.512)	(74.374.547)	-	(1.372.258)	(60.221.596.329)
GROSS PROFIT/LOSS	564.368.238	6.263.443	54.897.944	62.321.098	39.066.134	(2.210.077)	724.706.780
Administrative expenses (-)	(115.358.313)	(2.321.707)	(26.687.827)	(14.422.211)	(11.415.050)	246.426	(169.958.682)
Marketing expenses (-)	(37.294.836)	(1.316.112)	(4.308.692)	(23.134.254)	-	1.316.294	(64.737.600)
Research and development expenses (-)	-	-	-	(1.492.355)	-	-	(1.492.355)
Other operating income	8.263.913	-	314.116	9.426.064	-	(239.770)	17.764.323
Other operating expenses (-)	(7.756.455)	-	(2.351)	(6.723.912)	(7.069.569)	-	(21.552.287)
OPERATING PROFIT/LOSS	412.222.547	2.625.624	24.213.190	25.974.430	20.581.515	(887.127)	484.730.179
Share of profit/(loss) of equity accounted investees	-	-	-	(4.557.643)	-	-	(4.557.643)
OPERATING PROFIT/LOSS BEFORE FINANCE COSTS	412.222.547	2.625.624	24.213.190	21.416.787	20.581.515	(887.127)	480.172.536
Finance income	39.668.630	10.256.521	12.995.543	13.837.242	-	(33.562.963)	43.194.973
Finance costs (-)	(10.145.924)	-	(2.201.620)	(23.016.664)	(14.149.159)	-	(49.513.367)
PROFIT OR LOSS BEFORE TAXATION FROM CONTINUING OPERATIONS	441.745.253	12.882.145	35.007.113	12.237.365	6.432.356	(34.450.090)	473.854.142
Tax income/(expense) from continuing Operations	(91.796.117)	-	(7.865.208)	(5.072.084)	-	-	(104.733.409)
- Current tax expenses	(84.467.599)	-	(6.864.448)	(264.575)	-	-	(91.596.622)
- Deferred tax income / (expense)	(7.328.518)	-	(1.000.760)	(4.807.509)	-	-	(13.136.787)
PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS	349.949.136	12.882.145	27.141.905	7.165.281	6.432.356	(34.450.090)	369.120.733
PROFIT FOR DISCONTINUED OPERATIONS	-	-	-	-	-	-	-
PROFIT/(LOSS) FOR THE YEAR	349.949.136	12.882.145	27.141.905	7.165.281	6.432.356	(34.450.090)	369.120.733
<i>Profit/(Loss) attributable to:</i>							
Non-Controlling interests	-	8.967.261	8.248.638	5.086.633	569.907	690.050	23.562.489
Equity holders of the Company	349.949.136	3.914.884	18.893.267	2.078.649	5.862.449	(35.140.141)	345.558.244
	349.949.136	12.882.145	27.141.905	7.165.282	6.432.356	(34.450.091)	369.120.733
Other informations							
Acquisition of tangible and intangible assets	1.410.362	-	2.123.678	2.803.390	2.328.591	-	8.666.021
Depreciation and amortization charges	(6.173.003)	(118.333)	(1.848.682)	(1.584.147)	(144.465)	-	(9.868.630)

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4. SEGMENT REPORTING (cont'd)

Segments	Securities Brokerage	Investment Trust	Portfolio Management	Private Equity	Asset Management	Elimination adjustments	Total
	31 December 2020	31 December 2020	31 December 2020	31 December 2020	31 December 2020	31 December 2020	31 December 2020
Balance sheet information							
Assets	7.970.725.339	250.106.554	190.264.891	337.376.019	227.830.800	(200.859.193)	8.775.444.410
Cash and cash equivalents	165.629.214	169.085.932	91.525.128	60.287.829	14.218.917	-	500.747.020
Financial investments (short term)	1.743.691.132	73.099.942	38.465.057	18.109.746	-	(10.260.840)	1.863.105.037
Financial investments (long term)	227.517.070	-	28.793.101	-	-	(182.799.905)	73.510.266
Trade receivables	5.272.132.075	7.259.208	19.165.867	81.847.210	197.720.231	(8.096.096)	5.570.028.495
Other receivables	410.538.095	23.505	36.206	4.774.183	-	332.494	415.704.483
Derivative instruments	108.525.239	-	768.268	-	-	-	109.293.507
Investment in equity accounted investees	1.675.013	-	-	1.285.505	-	-	2.960.518
Other assets	41.017.500	637.967	11.511.264	171.071.546	15.891.652	(34.845)	240.095.084
Liabilities	6.128.086.677	1.997.000	21.269.475	262.565.624	185.206.596	(8.096.097)	6.591.029.275
Financial liabilities	687.662.081	668.034	5.498.366	171.842.886	174.907.451	-	1.040.578.818
Other financial liabilities	32.144.533	-	-	104.944	-	-	32.249.477
Trade payables	4.969.946.942	849.887	74.715	68.313.973	908.743	(8.046.595)	5.032.047.665
Other payables	28.914.779	68.717	1.847.183	3.084.225	3.658.636	(49.502)	37.524.038
Derivative instruments	184.926.984	-	-	-	-	-	184.926.984
Other liabilities	224.491.358	410.362	13.849.211	19.219.596	5.731.766	-	263.702.293
Net assets	1.842.638.662	248.109.554	168.995.416	74.810.395	42.624.204	(192.763.096)	2.184.415.135

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5. RELATED PARTY TRANSACTIONS

The immediate parent and ultimate controlling party of the Group is Türkiye İş Bankası A.Ş. incorporated in Turkey. Transactions between the Company and its subsidiaries, related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. The details of transactions between the Group and other related parties are disclosed below.

Deposits in Türkiye İş Bankası AŞ	30 June 2021	31 December 2020
Demand Deposits	5.888.173	27.948.783
Time Deposits	46.980.804	139.108.343
	52.868.977	167.057.126
Borrowings from Türkiye İş Bankası AŞ	30 June 2021	31 December 2020
Loans	63.986.832	96.330.314
	63.986.832	96.330.314
İş Faktoring AŞ	30 June 2021	31 December 2020
Factoring debt	9.438.897	5.507.890
	9.438.897	5.507.890
Lease Payables	30 June 2021	31 December 2020
Türkiye İş Bankası AŞ	7.539.990	5.215.966
İş Gayrimenkul Yatırım Ortaklığı A.Ş.	12.275.841	14.980.361
	19.815.831	20.196.327

	30 June 2021			
	Receivables		Payables	
	Trading	Non- Trading	Trading	Non- Trading
Balances with related parties				
Türkiye İş Bankası AŞ	806.855	-	2.107.942	455.966
Anadolu Anonim Türk Sigorta Şirketi	2.834.729	-	78.905	91.357
Anadolu Hayat Emeklilik AŞ	2.905.907	-	-	-
Funds Managed or Founded	9.954.766	267.070	-	-
SoftTech Yazılım Tekn. Araş. Gel. ve Paz. Tic. A.Ş.	3.500.000	-	277.856	-
Other	539.840	38.765	20.160	558.186
	20.542.097	305.835	2.484.863	1.105.509

	31 December 2020			
	Receivables		Payables	
	Trading	Non- Trading	Trading	Non- Trading
Balances with related parties				
Türkiye İş Bankası AŞ	3.947.338	150	1.054.589	527
Anadolu Anonim Türk Sigorta Şirketi	4.997.587	-	115.132	10.480
Anadolu Hayat Emeklilik AŞ	4.388.395	-	-	-
Funds Managed or Founded	8.608.829	32.968	-	-
SoftTech Yazılım Tekn. Araş. Gel. ve Paz. Tic. A.Ş.	1.000.000	-	939.867	-
Other	269.189	26.743	64.754	242.296
	23.211.338	59.861	2.174.342	253.303

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5. RELATED PARTY TRANSACTIONS (cont'd)

	1 January - 30 June 2021			
	Fund management and brokerage commission income	Interest income on time deposits and bonds	Dividend received	Other
Related party transactions (income)				
Türkiye İş Bankası AŞ	92.414.449	10.335.229	-	-
Anadolu Hayat Emeklilik AŞ	12.995.342	-	-	-
Anadolu Anonim Türk Sigorta Şirketi	3.514.129	-	-	-
Türkiye Sınai Kalkınma Bankası AŞ	-	154.589	-	-
T.Şişe ve Cam Fabrikaları AŞ	803.507	-	-	-
İş Faktoring AŞ	1.884.584	7.531	-	-
İş Finansal Kiralama AŞ	2.117.832	1.119	-	-
Funds Managed or Founded	53.832.317	-	-	-
Other	1.955.154	12.118	3.574	-
	169.517.314	10.510.586	3.574	-

	1 January - 30 June 2020			
	Fund management and brokerage commission income	Interest income on time deposits and bonds	Dividend received	Other
Related party transactions (income)				
Türkiye İş Bankası AŞ	84.522.108	15.214.629	-	-
Anadolu Hayat Emeklilik AŞ	11.826.249	-	-	2.429
Anadolu Anonim Türk Sigorta Şirketi	4.152.805	-	-	24.184
Türkiye Sınai Kalkınma Bankası AŞ	-	121.331	-	-
T.Şişe ve Cam Fabrikaları AŞ	125.217	-	2.788	127.731
İş Finansal Kiralama AŞ	351.125	-	-	-
Trakya Cam San. AŞ	245.963	-	929	-
Soda Sanayii AŞ	205.039	-	2.431	-
Anadolu Cam Sanayii AŞ	84.920	-	-	-
Funds Managed or Founded	40.090.630	-	-	-
Other	530.942	-	1.787	64.337
	142.134.998	15.335.960	7.935	218.681

	1 January - 30 June 2021	1 January - 30 June 2020
Compensation of key management personnel		
Salaries and other short-term benefits	19.657.957	18.105.457
	19.657.957	18.105.457

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5. RELATED PARTY TRANSACTIONS (cont'd)

1 January - 30 June 2021										
Related party transactions (expenses)	Letters of guarantee commission expenses	Custody commission expenses	Interest on borrowings	Other interest expenses	Transaction commission expenses	Personnel insurance contribution	Office insurance	Rent expenses (*)	Administrative expenses	Technical service and consultancy expenses
Türkiye İş Bankası AŞ	471.867	435.308	3.893.140	495.952	15.603.568	-	-	1.605.474	27.069	89.853
İş Gayrimenkul Yatırım Ortaklığı AŞ	-	-	-	-	-	-	-	2.065.932	-	-
Anadolu Anonim Türk Sigorta Şirketi	-	-	-	158.704	-	2.854.220	201.909	-	13.259	-
Anadolu Hayat Emeklilik AŞ	-	-	-	-	-	457.178	26.605	-	-	-
İş Merkezleri Yönetim ve İşletim AŞ	-	-	-	-	-	-	-	-	1.984.832	-
İş Net Elektronik Bilgi Ür. Dağ. Tic. ve İlet. Hiz. AŞ	-	-	-	-	-	-	-	-	-	2.869.118
İş Faktoring AŞ	-	-	-	175.373	-	-	-	-	-	-
Türkiye İş Bankası AŞ Mensupları Emekli San. Vakfı	-	-	-	-	-	-	-	406.867	-	-
SoftTech Yazılım Tekn. Araş. Gel. ve Paz. Tic. A.Ş.	-	-	-	-	-	-	-	-	-	6.175.251
Other	-	-	-	97.333	-	-	-	-	30.000	43.140
	471.867	435.308	3.893.140	927.362	15.603.568	3.311.398	228.514	4.078.273	2.055.160	9.177.362

(*) Financial expenses paid under TFRS 16

1 January - 30 June 2020										
Related party transactions (expenses)	Letters of guarantee commission expenses	Custody commission expenses	Interest on borrowings	Other interest expenses	Transaction commission expenses	Personnel insurance contribution	Office insurance	Rent expenses (*)	Administrative expenses	Technical service and consultancy expenses
Türkiye İş Bankası AŞ	313.038	261.348	16.671.485	256.370	10.301.137	-	-	426.231	-	38.359
İş Gayrimenkul Yatırım Ortaklığı AŞ	-	-	-	-	-	-	-	2.831.483	-	-
Anadolu Anonim Türk Sigorta Şirketi	-	-	-	168.586	-	2.031.786	142.391	-	-	-
Anadolu Hayat Emeklilik AŞ	-	-	-	-	-	230.383	-	-	-	-
İş Merkezleri Yönetim ve İşletim AŞ	-	-	-	-	-	-	-	-	1.943.491	-
İş Net Elektronik Bilgi Ür. Dağ. Tic. ve İlet. Hiz. AŞ	-	-	-	-	-	-	-	-	-	479.633
İş Faktoring AŞ	-	-	-	2.190.481	-	-	-	-	-	-
Türkiye İş Bankası AŞ Mensupları Emekli San. Vakfı	-	-	-	-	-	-	-	329.033	-	-
SoftTech Yazılım Tekn. Araş. Gel. ve Paz. Tic. A.Ş.	-	-	-	-	-	-	-	-	-	2.559.128
Other	-	-	-	50	-	-	-	-	834	43.161
	313.038	261.348	16.671.485	2.615.487	10.301.137	2.262.169	142.391	3.586.747	1.944.325	3.120.281

(*) Financial expenses paid under TFRS 16

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6. CASH AND CASH EQUIVALENTS

	30 June 2021	31 December 2020
Cash	52.795	30.574
Cash at banks	253.548.609	253.288.816
<i>Demand deposits</i>	70.641.499	72.291.762
<i>Time deposits (with maturities less than three months)</i>	182.907.110	180.997.054
B Type liquid funds	2.865.954	2.642.353
Receivable from reverse repurchase agreements	136.301.672	206.890.922
Other cash equivalents	73.473	10.000
Receivables from money market placements	20.295.711	41.787.912
Provision for expected losses	(3.563.503)	(3.903.557)
	409.574.711	500.747.020

Cash and cash equivalents in the Group's consolidated statement of cash flows as of 30 June 2021 and 31 December 2020 are presented by netting off interest accruals and time deposits:

	30 June 2021	31 December 2020
Cash and cash equivalents	409.574.711	500.747.020
Interest accrual	(329.935)	(1.574.466)
Restricted deposits	5.662	-
Provision for expected losses	3.563.503	3.903.557
	412.813.941	503.076.111

7. FINANCIAL INVESTMENTS

Current financial assets	30 June 2021	31 December 2020
Time deposits with maturities more than three months and settlement and custody bank money market receivables	-	-
Financial assets at fair value through profit or loss	1.411.677.670	1.863.105.037
	1.411.677.670	1.863.105.037

Non-current financial assets	30 June 2021	31 December 2020
Financial assets with fair value reflected on other comprehensive income	55.061.356	62.831.573
Financial assets at fair value through profit or loss	12.823.879	10.678.693
	67.885.235	73.510.266

Financial assets at fair value through profit or loss	30 June 2021	
	Cost	Registered Value
Government bonds and treasury bills	10.279.090	10.124.803
Private sector bonds	121.239.020	128.428.907
Equity shares	965.143.680	889.707.896
Foreign currency securities	112.852.570	127.909.996
Investment funds	227.659.664	268.329.947
	1.437.174.024	1.424.501.549

Financial assets at fair value through profit or loss	31 December 2020	
	Cost	Registered Value
Government bonds and treasury bills	7.639.751	7.930.665
Private sector bonds	137.136.787	140.677.915
Equity shares	1.293.065.477	1.308.194.208
Foreign currency securities	260.654.023	275.410.262
Investment funds	112.298.477	141.570.680
	1.810.794.515	1.873.783.730

Average annual interest rate of government bonds and treasury bills held for trading purposes as at 30 June 2021 is 22,90% (31 December 2020: Government Bonds and Private Sector Bonds' average annual interest rate is %17,39).

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7. FINANCIAL INVESTMENTS (cont'd)

The details of the equity instruments classified as financial assets at fair value through other comprehensive income are as follows:

30 June 2021		
Financial assets at fair value through other comprehensive income (*)	Ownership Rate (%)	Registered Value
Listed Entities		
İş Gayrimenkul Yatırım Ortaklığı AŞ	1,13	28.404.404
Unlisted Entities		
İstanbul Takas ve Saklama Bankası AŞ	0,87	11.543.400
Borsa İstanbul AŞ	0,38	15.096.668
Yatırım Finansman Menkul Değ. AŞ	0,06	16.884
		55.061.356
<hr/>		
31 December 2020		
Financial assets available for sale	Ownership Rate (%)	Registered Value
Listed Entities		
İş Gayrimenkul Yatırım Ortaklığı AŞ	1,13	36.174.621
Unlisted Entities		
İstanbul Takas ve Saklama Bankası AŞ	0,87	11.543.400
Borsa İstanbul AŞ	0,38	15.096.668
Yatırım Finansman Menkul Değ. AŞ	0,06	16.884
		62.831.573

8. FINANCIAL LIABILITIES

Financial Liabilities	30 June 2021	31 December 2020
Payables to Stock Exchange Money Market	730.845.000	666.607.000
Payables from bills	185.786.548	-
Short-term bank loans	232.282.593	297.560.470
Long-term bank loans	18.438.458	17.729.139
Short-term portion of long-term bank loans	8.036.442	4.200.689
Interest accruals on payables to Stock Exchange Money Markets	3.153.323	790.320
Interest accruals on bank loans	2.402.013	4.434.906
Long term payables from leasing transactions	4.074.640	3.869.012
Long term finance lease and factoring liabilities	37.445.734	35.857.067
Short-term portion of long-term finance lease and factoring liabilities	5.801.182	-
Short term finance lease and factoring liabilities	16.036.140	9.530.215
	1.244.302.073	1.040.578.818

9.438.896 TL portion of the factoring and leasing liabilities amounting to TL 16.036.140 in financial liabilities is denominated in US Dollars.

As of 30 June 2021 and 31 December 2020, interest rates and maturities of bank borrowings are as follows:

30 June 2021					
Description	Amount	Currency		Maturity	Amount TL
		Type	Interest Rate (%)		
Principal	202.674.034	TL	7,50-26,00	02.07.2021-13.12.2024	202.674.034
Interest accrual	1.789.599				1.789.599
Principal	56.083.459	USD	3,25 - 7,50	18.03.2022-20.08.2050	56.083.459
Interest accrual	612.414				612.414
					261.159.506

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8. FINANCIAL LIABILITIES(cont'd)

31 December 2020					
Description	Amount	Currency Type	Interest Rate (%)	Maturity	Amount TL
Principal	267.868.269	TL	8,00-22,50	13.01.2021-13.12.2024	267.868.269
Interest accrual	3.442.714				3.442.714
Principal	7.032.495	USD	2,26-7,50	04.01.2021-20.08.2050	51.622.029
Interest accrual	135.167				992.192
					323.925.204

As of June 30, 2021 the maturity and interest rates of the debt securities issued by the Group are as follows:

30 June 2021					
Description	Amount	Currency	Interest Rate (%)	Maturity	Amount (TL)
Principal	184.851.881	TL	21,20	18.05.2021	184.851.881
Interest accrual	934.667	TL			934.667
	185.786.548				185.786.548

As of December 31, 2020, there are no debt securities issued by the Group.

As of 30 June 2021 and 31 December 2020, interest rates and maturities of payables to stock exchange money market are as follows:

30 June 2021					
Description	Amount	Currency	Interest Rate (%)	Maturity	Amount (TL)
Principal	730.845.000	TL	17,70-19,65	01.07.2021-26.08.2021	730.845.000
Interest accrual	3.153.323	TL			3.153.323
	733.998.323				733.998.323

31 December 2020					
Description	Amount	Currency	Interest Rate (%)	Maturity	Amount (TL)
Principal	666.607.000	TL	16,00-18,25	04.01.2021-29.01.2021	666.607.000
Interest accrual	790.320	TL			790.320
	667.397.320				667.397.320

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9. TRADE RECEIVABLES AND PAYABLES

Short term trade receivables	30 June 2021	31 December 2020
Receivables from customers	1.127.415.609	2.360.791.591
Receivables from clearing houses on derivative transactions	1.576.125.962	1.162.825.554
Receivables from credit customers	1.463.041.266	1.051.661.164
Receivables from clearing houses	1.193.379.637	770.538.467
Purchase of nonperforming loans	191.322.323	197.720.231
Due from related parties	20.542.097	23.211.338
Commission and fund management fee receivables	2.283.463	2.148.059
Other trade receivables	841.326	1.132.091
Doubtful trade receivables	23.118.391	22.911.024
Provisions for doubtful trade receivables (-)	(23.118.391)	(22.911.024)
	5.574.951.683	5.570.028.495

As of June 30, 2021, the average interest rates applied to customers on margin trading are 28,44% (31 December 2020: 27,98%).

As of June 30, 2021, the Group obtained collaterals amounting to TL 2.347.869.137 (December 31, 2020: TL 1.733.018.215) from the customers for the loans granted.

As of June 30, 2021, the Group has received letters of guarantee amounting to TL 94.804.246 from its customers for derivatives (December 31, 2020: TL 84.509.618).

Movement of Doubtful Trade Payables	30 June 2021	31 December 2020
Opening balance	22.911.024	23.569.232
Provisions for the period	38.596	-
Cancelled provisions	205.629	(542.014)
Collections	(36.858)	(116.194)
Closing balance	23.118.391	22.911.024

Short term trade payables	30 June 2021	31 December 2020
Payables to customers	1.276.798.562	3.070.867.094
Payables to clearing houses on derivative transactions	2.580.036.175	1.842.574.280
Payables to clearing house	71.423.577	69.151.995
Trade payables	70.921.999	40.606.321
Due to related parties	5.027.942	6.673.633
Other trade payables	2.484.863	2.174.342
	4.006.693.118	5.032.047.665

10. INVESTMENTS IN EQUITY ACCOUNTED INVESTEEES

The details of the Group's associates valued by equity method as of 30 June 2021 and 31 December 2020 are as follows:

	Shareholding interest (%)		Main business line
	30 June 2021	31 December 2020	
Radore	25,50	25,50	Data Services
Mika Tur	40,00	20,00	Travel Agency
Elidaş	10,05	10,05	Licensed Warehouse

Summary financial information of the Group's associate is as follows:

	30 June 2021	31 December 2020
The Group's share in associate's net assets	(20.183.869)	(18.988.704)
Goodwill in equity accounted investees	7.607.415	7.607.415
Intangible assets	14.368.236	14.341.807
Investments in equity accounted investees	1.791.782	2.960.518

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10. INVESTMENTS IN EQUITY ACCOUNTED INVESTEEES (cont'd)

Goodwill in equity accounted investees:		
Associates	30 June 2021	31 December 2020
Radore	7.607.415	7.607.415
Mika Tur	-	-
Elidaş	-	-
Total	7.607.415	7.607.415

	1 January-30 June 2021	1 January-30 June 2020
Revenue	(371.906.502)	115.475.941
Profit/(Loss) for the period	1.828.620	(21.498.017)
The Group's share in the profit/(loss) of associates	(1.168.736)	(4.557.643)

Radore:

The Group participated in the capital of Radore Data Services Anonim Şirketi ("Radore"), which operates in the data center management branch of the information technologies sector, at a rate of 25.50% on December 1, 2014.

	30 June 2021	31 December 2020
The Group's share in associate's net assets	(2.681.521)	(2.070.976)
Goodwill in equity accounted investees	7.607.415	7.607.415
Intangible assets	3.080.041	3.053.612
Investments in equity accounted investees	8.005.935	8.590.051

	30 June 2021	31 December 2020
Balance at 1 January	8.590.051	9.611.763
Share of Profit/Loss of Equity Accounted Investees	(610.545)	(1.048.141)
Other	26.429	26.429
Closing Balance	8.005.935	8.590.051

Mika Tur (Tatil Budur):

The Group purchased 20% (twenty percent) of the shares of Tatil Budur's main capital on 6 November 2015 from the shareholders of Tatil Budur. On August 4, 2020, Çetin Yılmaz, one of the partners, transferred the shares corresponding to 20% of his capital to İş Girişim, free of charge, in accordance with the share transfer agreement signed. After the share transfer, the Group's share in This is Holiday has become 40%.

	30 June 2021	31 December 2020
The Group's share in associate's net assets	(19.042.458)	(18.341.068)
Intangible assets	11.288.195	11.288.195
Investments in equity accounted investees	(7.754.263)	(7.052.873)

	30 June 2021	31 December 2020
Balance at 1 January	(7.052.873)	156.637
Share of Profit/Loss of Equity Accounted Investees	(701.390)	(8.285.449)
Increase in the Group's share in the net assets of subsidiaries	-	1.075.939
Closing Balance	(7.754.263)	(7.052.873)

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10. INVESTMENTS IN EQUITY ACCOUNTED INVESTEEES (cont'd)

Elidaş :

The Group participated with a 10% share in the founding capital of Ege Tarım Ürünleri Licensed Depoculuk A.Ş. (Elidaş), which was established on January 3, 2011 to carry out licensed cotton warehousing. As a result of the capital increases made in the capital in 2012 and 2013, the share ratio in the capital increased to 10,05. The Group has classified Elidaş, which has been classified in Financial Assets with Fair Value Differences Reflected in Other Comprehensive Income in previous years, into Investments Valued by Equity Method since 2020.

	30 June 2021	31 December 2020
The Group's share in associate's net assets	1.540.110	1.423.340
Intangible assets	-	-
Investments in equity accounted investees	1.540.110	1.423.340

	30 June 2021	31 December 2020
Balance at 1 January	1.423.340	-
Current period inflow	-	1.175.991
Share of Profit/Loss of Equity Accounted Investees	116.770	247.349
	1.540.110	1.423.340

11. GOODWILL

Each cash-generating unit (“CGU”) to be distributed to the carrying value of goodwill is as follows:

	30 June 2021	31 December 2020
Ortopro	9.206.500	9.206.500
Toksöz	22.354.606	22.354.606
Mikla	26.871.534	26.871.534
Impairment	(19.838.793)	(19.838.793)
	38.593.847	38.593.847

As three separate CGUs, valuations of Ortopro, Toksöz and Mikla were conducted by an independent valuation firm. Income and market approaches have been used for determining the fair values of Ortopro, Toksöz and Mikla. Analysis is made mostly using income approach (discounted cash flow method) method while lower weight is applied for values determined using similar transactions.

5-year business plans prepared by the management have been used. Growth in business of Ortopro, Toksöz and Mikla stems from the opportunities in the industry and new customer acquisitions.

The significant assumptions used in the calculation of the recoverable amount are discount rate and terminal growth rate. These assumptions are as follows:

	Discount Rate	Growth Rate
Ortopro	% 14,8	% 1,9
Toksöz	% 30,3	% 6,8
Mikla	% 32,4	% 6,8

As a result of the impairment test made using the assumptions mentioned above, the Group has not recorded any additional goodwill impairment in the current year.

12. TANGIBLE ASSETS

For the six-month period ended 30 June 2021, acquisition of tangible assets is TL 2.893.713. For the six-month period ended 30 June 2021, disposals of tangible assets is TL 4.679.039. There are no pledges on tangible assets (For the six-month period ended 30 June 2020, acquisition of tangible assets is TL 7.289.000 For the six-month period ended 30 June 2020, disposals of tangible assets is TL 4.174.617. There are no pledges on tangible assets)

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13. INTANGIBLE ASSETS

For the six-month period ended 30 June 2021 acquisition of intangible assets is TL 8.835.929. For the six-month period ended 30 June 2021, disposal of intangible assets is TL 309.697. (For the six-month period ended 30 June 2020, acquisition of intangible assets is TL 1.377.021. For the six-month period ended 30 June 2020, disposals of tangible assets is TL 204.340.).

14. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

Short Term Liability Provisions	30 June 2021	31 December 2020
Provisions for legal claims	31.911.265	21.905.327
Provisions for other liabilities	36.110.085	39.414.578
	68.021.350	61.319.905

	1 January-30 June 2021		
	Litigations	Other	Total
Opening balance	21.905.327	39.414.578	61.319.905
Charge for the period	11.252.023	6.592	11.258.615
Cancelled provisions	(1.151.161)	(3.311.085)	(4.462.246)
Payments	(94.924)	-	(94.924)
Closing balance	31.911.265	36.110.085	68.021.350

	1 January-31 December 2020		
	Litigations	Other	Total
Opening balance	10.349.297	1.417.337	11.766.634
Charge for period	13.092.230	38.003.741	51.095.971
Canceled provisions	(1.089.827)	(6.500)	(1.096.327)
Payments	(446.373)	-	(446.373)
Closing balance	21.905.327	39.414.578	61.319.905

In relation to the Company's subsidiary, Toksöz Spor Malzemeleri Ticaret A.Ş., within the case no 2017/372, which was opened in the 3rd assembly and the decision of capital increase dated April 7, 2017 by the extraordinary general assembly has been cancelled. Against the decision Toksöz Spor Malzemeleri Ticaret A.Ş. has been appealed to the Istanbul Regional Court of Justice in the 12th Legal Department.

Details of the nominal amounts of government bonds and treasury bills, equity shares, eurobonds and mutual funds belonging to customers and held for custody purposes are as follows:

	30 June 2021	31 December 2020
Government bonds and treasury bills (customer portfolio)	2.819.209.738	2.516.484.139
Eurobond	1.866.839.853	1.869.870.363
Equity shares	21.509.688.144	18.665.538.296
Mutual funds - units	27.682.362.450	23.564.179.907

As at 30 June 2021 and 31 December 2020, letters of guarantee and promissory notes given by the Group are as follows:

	30 June 2021	31 December 2020
İstanbul Takas ve Saklama Bankası AŞ	295.000.000	295.000.000
Borsa İstanbul AŞ	135.000	135.000
Sermaye Piyasası Kurulu	1.776	1.776
Other	180.793.838	152.595.836
	475.930.614	447.732.612

As of 30 June 2021, letters of guarantee and promissory notes amounting to TL 475.930.614 given by the Group contains USD 13.000.000 equivalent of TL 113.167.600 and GBP 5.000.000 equal to TL 60.171.500 (31 December 2020: TL 447.732.612 given by the Group contains USD 13.000.000 equal TL 95.426.500, GBP 5.000.000 equal to TL 49.719.000).

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14. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (cont'd)

Guarantee/pledge/mortgage ("GPM") position of the Group as at 30 June 2021 and 31 December 2020 are as follows:

	30 June 2021	31 December 2020
Guarantees/Pledges/Mortgages given by the Company		
A. GPM given on behalf of its own legal entity	302.591.514	302.587.112
GPM	302.591.514	302.587.112
Financial investments	-	-
B. GPM given on behalf of consolidated subsidiaries	173.339.100	145.145.500
GPM	173.339.100	145.145.500
Financial investments	-	-
C. Total amount of GPM given on behalf of other third parties' debt	-	-
D. Other GPM	-	-
i. Total amount of GPM given on behalf of the Parent	-	-
ii. Total amount of GPM given on behalf of other group companies	-	-
iii. Total amount of GPM given on behalf of third parties not covered in C	-	-
TOTAL	475.930.614	447.732.612

As of 30 June 2021, GPM, amounting to TL 173.339.100 given for fully consolidated subsidiaries, contains USD 13.000.000 equal to TL 113.167.600 and GBP 5.000.000 equal to TL 60.171.500 (31 December 2020: GPM, TL 145.145.500 given for fully consolidated subsidiaries, contains USD 13.000.000 equal to TL 95.426.500 and GBP 5.000.000 equal to TL 49.719.000 TL). Proportion of GPM to the Group's equity as at 30 June 2021 is 19,30% (31 December 2020: 20,50%).

15. COMMITMENTS

Derivative commitments and option agreements of the Group as of 30 June 2021 and 31 December 2020 are as follows:

Derivatives instrument description	30 June 2021			
	SHORT POSITION		LONG POSITION	
	Notional Amount	Nominal Value	Nominal Amount	Nominal Value
Foreign currency based				
Option agreements	43.466.000	47.056.623	78.136.000	188.828.903
Forward and swap agreements	151.770.339	3.964.053.216	173.845.497	4.781.196.919
Futures agreements	32.624.131	345.260.330	25.950.716	250.508.389
Index based				
Option agreements	120.117	450.376	18.602.605	127.244.348
Futures agreements	67.377.050	1.023.855.892	4.511.100	1.021.300.792
Other	-	-	8.000	5.196.507
Derivatives instrument description	31 December 2020			
	SHORT POSITION		LONG POSITION	
	Notional Amount	Nominal Value	Nominal Amount	Nominal Value
Foreign currency based				
Option agreements	253.846	2.524.195	47.555.284	66.700.480
Forward and swap agreements	458.753.459	4.583.391.564	490.090.609	5.888.981.224
Futures agreements	30.267.412	665.346.376	72.327.000	606.539.736
Index based				
Option agreements	3.000.098	14.844.780	26.620.205	259.930.040
Futures agreements	98.394.200	1.059.894.799	1.205.700	1.057.698.481
Other	2.000	14.681	51.000	374.366

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16. EQUITY

a. Capital

The capital structure of the Company as of 30 June 2021 and 31 December 2020 are as follows:

Shareholders	30 June 2021		31 December 2020	
	Share (%)	Amount	Share (%)	Amount
Türkiye İş Bankası AŞ (Group A)	0,05	150.000	0,05	150.000
Türkiye İş Bankası AŞ (Group B)	65,70	233.243.388	65,70	233.243.379
Other (Group B)	34,25	121.606.612	34,25	121.606.621
Total	100,00	355.000.000	100,00	355.000.000

The authorized share capital ceiling of the Company is TL 750.000.000 and paid-in capital of the Company is TL 355.000.000 (31 December 2020: TL 355.000.000 TL).

The capital has been divided into 355.000.000 (Three hundred fifty five million) shares each having a value of TL 1.00 (31 December 2020: 355.000.000). TL 150.000 of the shares is Group A (31 December 2020: 150.000 TL), and TL 354.850.000 is Group B shares (31 December 2020: TL 354.850.000). According to the Articles of Association, additional Group A shares cannot be issued during new capital increases. Six members of the Board of Directors out of nine are elected among the nominees determined by Group A shareholders and three members by Group B shareholders.

b. Revaluation and reclassification gains / losses

	1 January- 30 June 2021	1 January- 31 December 2020
Opening balance	38.438.563	28.479.669
Change in non-controlling interests	(5.899.215)	1.210.715
Value increase / (decrease) in financial assets whose fair value difference is reflected in other comprehensive income, net	(671.280)	7.906.538
Defined benefit plans re-measurement gains and losses	(37.262)	841.641
Closing balance	31.830.806	38.438.563

Revaluation surplus of financial assets:

The valuation of financial assets, fair value differences and other comprehensive income is reflected in the fair value of financial assets. If a financial instrument that is valued at fair value is excluded, the portion of the revaluation fund related to the sold financial asset is recognized directly in profit or loss. If a revalued financial instrument is impaired, the portion of the revaluation fund related to the impaired financial asset is recognized in profit or loss.

c. Foreign Currency Translation Differences

Foreign currency translation differences consist of foreign currency exchange rate differences arising from remeasurement of foreign currency financial statements into Turkish Lira.

d. Restricted Reserves Appropriated from Profit

	30 June 2021	31 December 2020
Legal reserves	181.698.851	139.452.620
Statutory reserves	50.862	50.862
Total	181.749.713	139.503.482

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

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16. EQUITY (cont'd)

e. Prior Year's Profit

The prior year's profit and extraordinary reserves disclosed in prior year's profit in the statement of financial position of the Group as of 30 June 2021 and 31 December 2020 are as follows:

	30 June 2021	31 December 2020
Extraordinary reserves	733.233.556	325.979.808
Prior year's profit	45.124.332	11.480.404
Total	778.357.888	337.460.212

Profit Distribution:

In accordance with the Capital Markets Board's "Profit Distribution Communiqué" Serial: II No:19.1 distributable profit will determined by the General Assembly in accordance with the dividend policy and provisions of the relevant legislation dispenses with the decision of the General Assembly.

At the Ordinary General Assembly meeting held on March 29, 2021, it was decided to distribute a total of 355.000.000 TL to shareholders in cash, totally from the year 2020 profit. The dividend payment was made on 2 April 2020.

f. Other Reserves

Other reserves comprised of profit or loss related with the sale of shares while retaining control and increase in share capital (non-reciprocal capital contributions made by a parent or NCI to non-wholly owned subsidiary) after obtained control of a subsidiary which changes its ownership interest in that subsidiary without losing control by buying shares from the non-controlling interest at the beginning of the period. The effects of these transactions on the non-controlling interests in the accompanying consolidated financial statements are allocated to proportionally to non-controlling interest and classified as "non-controlling interests".

	1 January- 30 June 2021	1 January- 31 December 2020
Opening balance	83.753.848	33.758.962
Change in non-controlling interests	-	(5.114)
Reserve for purchase of venture capital fund	109.000.000	50.000.000
Closing Balance	192.753.848	83.753.848

g. Changes in non-controlling interest

Shares of net assets of the subsidiaries that are directly or indirectly not under control of the equity holders of the Company are classified as "non-controlling interests" in the statement of financial position.

	1 January- 30 June 2021	1 January- 31 December 2020
Opening balance	275.156.803	286.142.460
Profit / (loss)for the year attributable to non-controlling interest portion	13.574.191	35.330.865
Remeasurement gains of defined benefit plans (including tax effect)	23.523	248.628
Revaluation and reclassification gains / losses	(775.613)	1.183.476
Foreign currency translation differences	(3.174.879)	(6.439.331)
Changes in non-controlling interest	10.022.084	2.058.427
Dividends paid	(25.119.453)	(43.367.722)
Closing balance	269.706.656	275.156.803

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17. EARNINGS PER SHARE

The weighted average of the parent company's shares for the period ended June 30, 2021 and June 30, 2020 and the earnings per share calculation are as follows:

	1 January- 30 June 2021	1 April – 30 June 2021	1 January- 30 June 2020	1 Nisan – 30 June 2020
Earning per share				
Average number of shares outstanding during the period (full value)	355.000.000	355.000.000	355.000.000	355.000.000
Profit from continuing operations for the period attributable to the Parent	636.516.916	256.013.803	345.558.244	232.403.960
Profit per ordinary and diluted share from continuing Operations	1,7930	0,7212	0,9734	0,6547
Profit from discontinued operations for the period attributable to the shareholders of the Parent	-	-	-	-

18. NATURE AND LEVEL OF RISKS RELATED TO FINANCIAL INSTRUMENTS

Capital Risk Management:

In its capital management, while the Group maintains to continue its operations on a going concern basis, it also maximizes its return through the optimization of the debt and equity balance.

The funding structure of the Group consists of debt, which includes the borrowings disclosed in Note 9, equity comprising issued capital, reserves and retained earnings.

The Group's Board of Directors reviews the capital structure on a monthly basis. As part of this review, the Board considers the cost of capital and the risks associated with each class of equity. Based on the recommendations of the Board of Directors, the Group balances its overall capital structure through the payment of dividends, new share issues and investment in shares of associates and subsidiaries as well as issuance of a new debt or the redemption of an existing debt.

The Group continues its general capital risk management strategy since 2007.

Financial Risk Factors:

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and equity price risk), credit risk and liquidity risk. The Group's overall risk management program focuses on the uncertainty of financial markets and seeks to minimize the potential negative effects on the Group's financial performance. The Group uses derivative financial instruments to hedge certain risk exposures.

Risk management is carried out by the Risk Management Department, which is independent from steering, under policies approved by the Board of Directors. The Group's Risk Management Department identifies, evaluates and hedges financial risks in close co-operation with the Group's operating units. The Board sets out written principles for overall risk management, as well as written policies covering specific areas, such as; foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

Credit Risk:

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Group. The Group has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral where appropriate, as a means of mitigating the risk of financial loss from defaults. Credit risk is mitigated by receiving equity shares of listed entities as collateral in accordance with the legal requirements of the CMB against credit lines utilized by customers. The Group's credit risk is predominantly in Turkey, where it operates.

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18. NATURE AND LEVEL OF RISKS RELATED TO FINANCIAL INSTRUMENTS (cont'd)

Foreign currency risk:

Foreign currency risk is the risk of volatility in the foreign currency denominated monetary assets, monetary liabilities and off-balance sheet liabilities due to changes in currency exchange rates. The breakdown of the Group's foreign currency denominated monetary assets and monetary liabilities as of 30 June 2021 and 31 December 2020 are as follows:

	30 June 2021					
	TL Equivalent (Functional currency)	USD	EURO	GBP	JPY	OTHER
1. Trade receivables	1.574.224.408	170.507.302	8.278.152	279.561	4.688.576	47.751
2a. Monetary financial assets	297.046.131	28.591.469	2.740.860	48.318	2.070.681	2.350.340
2b. Non-monetary financial assets	-	-	-	-	-	-
3. Other	2.056.986	171.116	51.913	-	-	-
4. Current assets	1.873.327.525	199.269.887	11.070.925	327.879	6.759.257	2.398.091
5. Trade receivables	-	-	-	-	-	-
6a. Monetary financial assets	19.241.192	-	-	6.500.000	-	-
6b. Non-monetary financial assets	653.000	75.013	-	-	-	-
7. Other	627.074	-	59.361	-	-	5.000
8. Non-current asset	20.521.266	75.013	59.361	6.500.000	-	5.000
9. Total Assets	1.893.848.791	199.344.900	11.130.286	6.827.879	6.759.257	2.403.091
10. Trade payables	1.553.310.654	165.842.085	10.172.950	275.362	4.688.576	78.952
11. Financial Liabilities	76.692.278	8.790.078	-	-	-	-
12a. Other monetary liabilities	154.847.611	14.731.530	1.085.200	38.375	993	551.064
12b. Other non-monetary liabilities	303.757	34.894	-	(63.170)	-	-
13. Short Term Liabilities	1.785.154.300	189.398.587	11.258.150	250.567	4.689.569	630.016
14. Trade payables	-	-	-	-	-	-
15. Financial liabilities	13.885.665	1.595.100	-	-	-	-
16a. Other monetary liabilities	-	-	-	-	-	-
16b. Other non-monetary liabilities	152.711	17.543	-	-	-	-
17. Long Term Liabilities	14.038.376	1.612.643	-	-	-	-
18. Total Liabilities	1.799.192.676	191.011.230	11.258.150	250.567	4.689.569	630.016
19. Off-balance sheet derivative instruments' net asset / (liability) position (19a - 19b)	(113.801.825)	(78.556.694)	16.583.241	151.567	(12.659.840)	3.337.187
19.a The amount of long-position off-balance sheet derivative instruments denominated in foreign currency	8.503.413.042	484.407.856	63.733.224	10.155.223	18.531.255	200.546.047
19.b. The amount of short-position off-balance sheet derivative instruments denominated in foreign currency	8.617.214.867	562.964.550	47.149.983	10.003.656	31.191.095	197.208.860
20. Net foreign currency asset / (liability) position	(19.145.710)	(70.223.024)	16.455.377	6.728.879	(10.590.152)	5.110.262
21. Net foreign currency asset / (liability) position of monetary items (1+2a+5+6a-10-11-12a-14-15-16a)	91.775.523	8.139.978	(239.138)	6.514.142	2.069.688	1.768.075
22. Fair value of derivative instruments used in foreign currency hedge	-	-	-	-	-	-
23. Export	6.827.942	774.114	77.897	-	-	-
24. Import	17.606	-	1.678	-	-	-

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18. NATURE AND LEVEL OF RISKS RELATED TO FINANCIAL INSTRUMENTS (cont'd)

Foreign currency risk: (cont'd)

	31 December 2020					
	TL Equivalent (Functional currency)	USD	EURO	GBP	JPY	OTHER
1. Trade receivables	1.241.253.639	151.869.688	13.697.959	278.123	399.507	48.318
2a. Monetary financial assets	344.174.218	44.588.219	1.408.409	87.324	1.687.340	1.641.074
2b. Non-monetary financial assets	-	-	-	-	-	-
3. Other	58.841.418	704.236	5.955.531	-	-	-
4. Current assets	1.644.269.275	197.162.143	21.061.899	365.447	2.086.847	1.689.392
5. Trade receivables	-	-	-	-	-	-
6a. Monetary financial assets	10.678.693	1.500.000	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-	-	-
7. Other	528.223	5.076	53.396	-	-	5.000
8. Non-current asset	11.206.916	1.505.076	53.396	-	-	5.000
9. Total Assets	1.655.476.190	198.667.219	21.115.295	365.447	2.086.846	1.694.392
10. Trade payables	1.157.360.230	145.252.628	9.759.119	279.933	399.507	119.398
11. Financial Liabilities	58.965.151	8.018.801	-	-	-	-
12a. Other monetary liabilities	15.685.461	1.344.759	339.396	5.286	-	196
12b. Other non-monetary liabilities	1.508.964	205.561	5	-	-	-
13. Short Term Liabilities	1.233.519.806	154.821.749	10.098.520	285.219	399.507	119.594
14. Trade payables	-	-	-	-	-	-
15. Financial liabilities	1.086.234	147.978	-	-	-	-
16a. Other monetary liabilities	-	-	-	-	-	-
16b. Other non-monetary liabilities	179.328	24.430	-	-	-	-
17. Long Term Liabilities	1.265.562	172.408	-	-	-	-
18. Total Liabilities	1.234.785.367	154.994.157	10.098.520	285.219	399.507	119.595
19. Off-balance sheet derivative instruments' net asset / (liability) position (19a - 19b)	(456.990.369)	(85.673.370)	14.769.591	1.418.673	111.856.761	9.812.091
19.a The amount of long-position off-balance sheet derivative instruments denominated in foreign currency	8.145.636.755	558.911.757	188.914.730	36.810.676	1.631.552.235	1.913.481.625
19.b The amount of short-position off-balance sheet derivative instruments denominated in foreign currency	8.602.627.124	644.585.127	174.145.139	35.392.003	1.519.695.474	1.903.669.534
20. Net foreign currency asset / (liability) position	(36.299.546)	(42.000.308)	25.786.366	1.498.901	113.544.100	11.386.888
21. Net foreign currency asset / (liability) position of monetary items (1+2a+5+6a-10-11-12a-14-15-16a)	363.009.474	43.193.741	5.007.853	80.228	1.687.340	1.569.798
22. Fair value of derivative instruments used in foreign currency hedge	-	-	-	-	-	-
23. Export	11.972.553	1.596.949	105.547	-	-	-
24. Import	62.010	-	7.850	-	-	-

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18. NATURE AND LEVEL OF RISKS RELATED TO FINANCIAL INSTRUMENTS (cont'd)

Foreign currency risk (cont'd):

Based on the positions of statements of financial position as of 30 June 2021 and 31 December 2020, if the value of Turkish Lira would increase or decrease by 10% against other hard currencies assuming each other variables remained constant, the Group's net profit or loss would change due to foreign currency gains or losses of financial assets and liabilities denominated in foreign currencies as follows:

30 June 2021				
Type of risk	Risk rate	Direction of risk	Effect on net profit	Effect on equity
Foreign currency risk	% 10	Increase	2.302.999	2.302.999
		Decrease	(8.306.610)	(8.306.610)

31 December 2020				
Type of risk	Risk rate	Direction of risk	Effect on net profit	Effect on equity
Foreign currency risk	% 10	Increase	17.276.084	17.276.084
		Decrease	(26.487.317)	(26.487.317)

Capital adequacy obligation:

As of 30 June 2021, the minimum equity liability for portfolio management of the Company, within the scope of Communiqué Series V No 34, is TL 29.216.340 for investment consultancy, sale and purchase of securities with the promise to repurchase (repo) or sale (reverse repo) of securities, securities on credit, short selling and transactions of borrowing and lending securities, intermediation for public offering, leveraged brokerage and brokerage of derivative instruments in the Futures and Option Market (31 December 2020: TL 28.693.544).

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19. FINANCIAL INSTRUMENTS

Categories of Financial Instruments:

30 June 2021	Other financial assets measured with effective interest method	Loans and receivables	Financial assets at fair value through other comprehensive income	Financial assets and liabilities at fair value through profit or loss	Other financial liabilities measured with effective interest method	Registered Value	Fair value	Note
Financial assets								
Cash and cash equivalents	406.708.757	-	-	2.865.954	-	409.574.711	409.574.711	6
Trade receivables	-	5.574.951.683	-	-	-	5.574.951.683	5.574.951.683	9
Financial investments	-	-	55.061.356	1.424.501.549	-	1.479.562.905	1.479.562.905	7
Derivative instruments	-	-	-	32.636.155	-	32.636.155	32.636.155	
Financial liabilities								
Financial liabilities	-	-	-	-	1.244.302.073	1.244.302.073	1.244.302.073	8
Trade payables	-	-	-	-	4.006.693.118	4.006.693.118	4.006.693.118	9
Other financial liabilities	-	-	-	27.788.573	-	27.788.573	27.788.573	
Derivative instruments	-	-	-	74.446.286	-	74.446.286	74.446.286	
31 December 2020								
Financial assets								
Cash and cash equivalents	498.104.667	-	-	2.642.353	-	500.747.020	500.747.020	7
Trade receivables	-	5.570.028.495	-	-	-	5.570.028.495	5.570.028.495	11
Financial liabilities	-	-	62.831.573	1.873.783.730	-	1.936.615.303	1.936.615.303	8
Derivative instruments	-	-	-	109.293.507	-	109.293.507	109.293.507	39
Financial liabilities								
Financial liabilities	-	-	-	-	1.040.578.818	1.040.578.818	1.040.578.818	9
Trade payables	-	-	-	-	5.032.047.665	5.032.047.665	5.032.047.665	11
Other financial liabilities	-	-	-	32.249.477	-	32.249.477	32.249.477	10
Derivative instruments	-	-	-	184.926.984	-	184.926.984	184.926.984	39

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19. FINANCIAL INSTRUMENTS (cont'd)

Fair Value of Financial Instruments:

Fair value is the amount for which an asset could be exchanged or a liability settled, between knowledgeable willing parties in an arm's length transaction.

The estimated fair values of financial instruments have been determined by the Group using available market information and appropriate valuation methodologies. However, judgment is necessarily required to interpret market data to develop the estimated fair value. Accordingly, the estimates presented herein may not necessarily be indicative of the amounts the Group could realize in a current market exchange.

There is no active market for loans in order to obtain available comparative market price and these instruments are discounted or subject to transaction costs when they are sold or utilized before their maturities. Fair value of these instruments could not be estimated due to the lack of necessary reliable market data. Accordingly, the carrying amount of such instruments is deemed to be a consistent indicator of the fair value.

The following methods and assumptions are used to estimate the fair value of each class of financial instrument for which it is practicable to estimate fair value:

Financial Assets:

Carrying amounts of financial assets measured at amortized cost including cash and cash equivalents and other financial assets approximate their fair values due to their short-term nature and the assumption of immaterial potential losses in exchange of these assets.

Market prices are used in determination of fair values of government bonds, treasury bills and equity shares.

Financial Liabilities:

The carrying amount of monetary liabilities approximates their fair values due to their short-term nature. Variable rate long-term bank loans in recent history have been recently repriced therefore fair value is assumed to approximate their carrying values.

Valuation methods of the financial instruments carried at fair value:

30 June 2021	Level 1	Level 2	Level 3	Total
Financial assets				
Financial assets at fair value through profit and loss				
Equity shares	889.707.896	-	-	889.707.896
Government bonds and treasury bills	10.124.803	-	-	10.124.803
Private sector bonds	128.428.907	-	-	128.428.907
Mutual funds	268.329.947	-	-	268.329.947
Foreign currency securities	127.909.996	-	-	127.909.996
Income accruals of derivative instruments	-	32.636.155	-	32.636.155
Financial assets at fair value through other comprehensive income (*)	28.404.404	26.640.068	-	55.044.472
Financial liabilities				
Other financial liabilities				
Liabilities of derivative instruments	-	74.446.286	-	74.446.286

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19. FINANCIAL INSTRUMENTS (cont'd)

Fair Value of Financial Instruments (cont'd):

31 December 2020	Level 1	Level 2	Level 3	Total
Financial assets				
Financial assets at fair value through profit and loss				
Equity shares	1.308.194.208	-	-	1.308.194.208
Government bonds and treasury bills	7.930.665	-	-	7.930.665
Private sector bonds	140.677.915	-	-	140.677.915
Mutual funds	141.570.680	-	-	141.570.680
Foreign currency securities	275.410.262	-	-	275.410.262
Income accruals of derivative instruments	-	109.293.507	-	109.293.507
Available for sale financial assets(*)				
Subsidiaries	36.174.621	26.640.068	-	62.814.689
Financial liabilities				
Other financial liabilities				
Liabilities of derivative instruments	-	184.926.984	-	184.926.984

The fair value of financial assets and liabilities are determined as follows:

First level: Implies that in determining the fair values of assets and liabilities, active market trading price is used for valuation purposes.

Second level: Implies that in determining the fair values of assets and liabilities, should other market price be observed other than first degree market prices, then observed market price is used for valuation purposes.

Third level: Implies that in determining the fair values of assets and liabilities, data not based on market observation is used for valuation purposes.

20. EVENTS AFTER THE REPORTING PERIOD

None.

21. OTHER ISSUES THAT SIGNIFICANTLY EFFECT THE CONSOLIDATED FINANCIAL STATEMENTS OR OTHER ISSUES REQUIRED FOR THE CLEAR UNDERSTANDING OF CONSOLIDATED FINANCIAL STATEMENTS

None.