

**CONVENIENCE TRANSLATION OF CONDENSED  
CONSOLIDATED FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH**

**TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş.  
AND ITS SUBSIDIARY**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD 1 JANUARY - 31 MARCH 2023**

# TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

## CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AND NOTES FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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<b>TABLE OF CONTENTS.....</b>	<b>PAGE</b>
<b>CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION.....</b>	<b>1-2</b>
<b>CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME.....</b>	<b>3</b>
<b>CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY .....</b>	<b>4</b>
<b>CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS .....</b>	<b>5-6</b>
<b>NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.....</b>	<b>7-24</b>
NOTE 1 ORGANISATION AND NATURE OF OPERATIONS.....	7
NOTE 2 BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS .....	7-10
NOTE 3 RELATED PARTY DISCLOSURES .....	11
NOTE 4 TRADE RECEIVABLE AND PAYABLES .....	11-12
NOTE 5 BORROWINGS AND BORROWING COSTS .....	12
NOTE 6 INVESTMENT PROPERTIES .....	13
NOTE 7 PROPERTY, PLANT AND EQUIPMENT .....	14
NOTE 8 RIGHT OF USE ASSETS .....	15
NOTE 9 INTANGIBLE ASSETS.....	15
NOTE 10 PROVISIONS, CONTINGENT ASSETS AND CONTINGENT LIABILITIES .....	15-16
NOTE 11 CAPITAL RESERVES AND OTHER SHARE CAPITAL RESERVES .....	16-17
NOTE 12 TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES).....	18-20
NOTE 13 EARNINGS PER SHARE.....	20
NOTE 14 FINANCIAL INVESTMENTS .....	20
NOTE 15 FOREIGN CURRENCY POSITION .....	21-23
NOTE 16 FINANCIAL INSTRUMENTS.....	23
NOTE 17 CASH AND CASH EQUIVALENTS.....	24

**TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT  
31 MARCH 2023**

*(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated.)*

	Notes	<i>Current Period Unaudited 31 March 2023</i>	<i>Prior Period Audited 31 December 2022</i>
<b>ASSETS</b>			
<b>Current Assets</b>		<b>5.065.793</b>	<b>5.826.058</b>
Cash and Cash Equivalents	17	1.064.467	2.171.062
Financial Investments		263	263
- Financial Assets at Fair Value Through Other Comprehensive Income	14	263	263
Trade Receivables	4	1.614.258	1.767.315
- Due from Third Parties		1.614.258	1.767.315
Other Receivables		46.377	39.304
- Due from Third Parties		46.377	39.304
Inventories		2.057.390	1.609.821
Prepaid Expenses		177.423	131.567
- Prepaid Expenses from Third Parties		177.423	131.567
Assets Related to Current Period Tax	12	105.615	106.726
<b>Non-Current Assets</b>		<b>3.170.818</b>	<b>2.930.443</b>
Other Receivables		572	574
- Due from Third Parties		572	574
Investment Properties	6	1.027	1.045
Property, Plant and Equipment	7	2.103.172	2.006.140
- Land		14.060	14.060
- Land Improvements		21.282	19.812
- Buildings		56.197	56.650
- Machinery and Equipment		485.161	446.558
- Motor Vehicles		14.790	14.370
- Furniture and Fixtures		1.346.700	1.281.795
- Construction in Progress		164.982	172.895
Right of Use Assets	8	113.027	108.873
Intangible Assets	9	21.782	24.120
- Rights		21.782	24.120
Deferred Tax Asset	12	467.761	517.068
Prepaid Expenses		463.477	272.623
- Prepaid Expenses from Third Parties		463.477	272.623
<b>TOTAL ASSETS</b>		<b>8.236.611</b>	<b>8.756.501</b>

The accompanying notes are integral part of these condensed consolidated financial statements.

# TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

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

Notes	<i>Current Period Unaudited</i> 31 March 2023	<i>Prior Period Audited</i> 31 December 2022
<b>LIABILITIES</b>		
<b>Current Liabilities</b>	<b>3.809.081</b>	<b>4.408.453</b>
Current Borrowings	944.572	914.818
- Current Borrowings from Third Parties	944.572	914.818
- Bank Loans	5 881.602	854.676
- Lease Liabilities	5 62.970	60.142
Trade Payables	4 849.703	1.144.114
- Due to Third Parties	849.703	1.144.114
Other Payables	195.739	297.790
- Due to Third Parties	195.739	297.790
Deferred Income	28.235	44.475
- Deferred Income from Third Parties	28.235	44.475
Short-term Provisions	481.034	473.777
- Provision for Employee Benefits	157.984	256.396
- Other Short-term Provisions	10 323.050	217.381
Other Current Liabilities	1.309.798	1.533.479
- Other Current Liabilities due to Third Parties	1.309.798	1.533.479
<b>Non-current liabilities</b>	<b>160.268</b>	<b>205.452</b>
Long-term Borrowings	70.802	71.481
- Long-term Borrowings from Third Parties	70.802	71.481
- Lease Liabilities	5 70.802	71.481
Long-term Provisions	89.466	133.971
- Provision for Employee Benefits	89.466	133.971
<b>TOTAL LIABILITIES</b>	<b>3.969.349</b>	<b>4.613.905</b>
<b>EQUITY</b>	<b>4.267.262</b>	<b>4.142.596</b>
<b>Equity Attributable to Equity Holders of the Group</b>	<b>4.267.262</b>	<b>4.142.596</b>
Share Capital	11 322.508	322.508
Adjustment to Share Capital	11 277.613	277.613
Share Premium (Discounts)	11 154	154
Items that will not be Reclassified to Profits (Losses)	(27.833)	(22.268)
- Revaluation of Defined Employee Benefits (Losses) Plans	(27.833)	(22.268)
Restricted Reserves Appropriated from Profits	207.944	207.944
- Legal Reserves	11 207.944	207.944
Accumulated Profits or Losses	11 3.356.645	1.327.912
Net Profit or Loss for the Period	130.231	2.028.733
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>8.236.611</b>	<b>8.756.501</b>

The accompanying notes are integral part of these condensed consolidated financial statements.

# TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

	Notes	<i>Current Period Unaudited 1 January - 31 March 2023</i>	<i>Prior Period Unaudited 1 January - 31 March 2022</i>
<b>Profit or Loss</b>			
Revenue		1.700.169	1.088.839
Cost of sales		(879.152)	(562.257)
<b>GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS</b>		<b>821.017</b>	<b>526.582</b>
<b>GROSS PROFIT (LOSS)</b>		<b>821.017</b>	<b>526.582</b>
General administrative expenses		(112.771)	(47.031)
Marketing, selling and distribution expenses		(525.619)	(271.211)
Other income from operating activities		36.075	12.957
Other expense from operating activities		(31.199)	(2.834)
<b>PROFIT (LOSS) FROM OPERATING ACTIVITIES</b>		<b>187.503</b>	<b>218.463</b>
Income from investment activities		95.741	183.881
Expenses from investment activities		(9.958)	(53.360)
<b>PROFIT (LOSS) BEFORE FINANCIAL INCOME (EXPENSES)</b>		<b>273.286</b>	<b>348.984</b>
Financial expenses		(78.359)	(32.887)
<b>PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX</b>		<b>194.927</b>	<b>316.097</b>
<b>Tax (expense) income from continuing operations</b>		<b>(64.696)</b>	<b>(89.743)</b>
- Current period tax (expense) income	12	(13.998)	(78.881)
- Deferred tax (expense) income	12	(50.698)	(10.862)
<b>PROFIT (LOSS) FROM CONTINUING OPERATIONS</b>		<b>130.231</b>	<b>226.354</b>
<b>PROFIT (LOSS)</b>		<b>130.231</b>	<b>226.354</b>
<b>Profit (loss), attributable to:</b>			
Non-controlling interests		-	-
Equity holders of the Group		130.231	226.354
		<b>130.231</b>	<b>226.354</b>
<b>Earnings per share for net profit attributable to the equity holders of the parent company (full TL)</b>	<b>13</b>	<b>0,40</b>	<b>0,70</b>
<b>Other comprehensive income (expense):</b>			
Items that will not be reclassified to profit or loss		<b>(5.565)</b>	<b>1.473</b>
- Gains (losses) on remeasurements of defined benefit plans		(6.956)	1.841
- Taxes relating to components of other comprehensive income that will not be reclassified to profit or loss		1.391	(368)
- Taxes relating to gains (losses) on remeasurements of defined benefit plans	12	1.391	(368)
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>		<b>(5.565)</b>	<b>1.473</b>
<b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>		<b>124.666</b>	<b>227.827</b>
<b>Allocation of comprehensive income:</b>			
Non-controlling interests		-	-
Equity holders of the Group		124.666	227.827
		<b>124.666</b>	<b>227.827</b>

The accompanying notes are integral part of these condensed consolidated financial statements.

## TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

### CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

<i>Unaudited</i>	Share Capital	Adjustment to Share Capital	Share Premium/ (Discounts)	<i>Items that will not be Reclassified to Profit or Loss</i>	Restricted Reserves	<i>Accumulated Profits/(Losses)</i>		Equity Holders of the Group	Total Equity
				Revaluation of Defined Employee Benefits/(Losses)		Accumulated Profits/(Losses)	Net Profit/(Loss) for the Period		
<b>Balances at 1 January 2022</b>	<b>322.508</b>	<b>277.613</b>	<b>154</b>	<b>(9.562)</b>	<b>124.392</b>	<b>1.007.231</b>	<b>1.204.233</b>	<b>2.926.569</b>	<b>2.926.569</b>
Transfers	-	-	-	-	-	1.204.233	(1.204.233)	-	-
Total comprehensive income (loss)	-	-	-	1.473	-	-	226.354	227.827	227.827
- Profit (loss) for the period	-	-	-	-	-	-	226.354	226.354	226.354
- Other comprehensive income (loss)	-	-	-	1.473	-	-	-	1.473	1.473
<b>Balances at 31 March 2022</b>	<b>322.508</b>	<b>277.613</b>	<b>154</b>	<b>(8.089)</b>	<b>124.392</b>	<b>2.211.464</b>	<b>226.354</b>	<b>3.154.396</b>	<b>3.154.396</b>
<i>Unaudited</i>									
<b>Balances at 1 January 2023</b>	<b>322.508</b>	<b>277.613</b>	<b>154</b>	<b>(22.268)</b>	<b>207.944</b>	<b>1.327.912</b>	<b>2.028.733</b>	<b>4.142.596</b>	<b>4.142.596</b>
Transfers	-	-	-	-	-	2.028.733	(2.028.733)	-	-
Total comprehensive income (loss)	-	-	-	(5.565)	-	-	130.231	124.666	124.666
- Profit (loss) for the period	-	-	-	-	-	-	130.231	130.231	130.231
- Other comprehensive income (loss)	-	-	-	(5.565)	-	-	-	(5.565)	(5.565)
<b>Balances at 31 March 2023</b>	<b>322.508</b>	<b>277.613</b>	<b>154</b>	<b>(27.833)</b>	<b>207.944</b>	<b>3.356.645</b>	<b>130.231</b>	<b>4.267.262</b>	<b>4.267.262</b>

The accompanying notes are integral part of these condensed consolidated financial statements

# TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

## CONDENSED CONSOLIDATED FINANCIAL STATEMENT OF CASH FLOWS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

Notes	<i>Current Period Unaudited 1 January - 31 March 2023</i>	<i>Prior Period Unaudited 1 January - 31 March 2022</i>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
	<b>130.231</b>	<b>226.354</b>
Profit (loss)		
- Profit (loss) for the period from continuing operations	130.231	226.354
<b>Adjustments to reconcile net profit (loss) for the period</b>	<b>413.851</b>	<b>136.748</b>
Adjustments for depreciation and amortisation expense	191.668	115.037
Adjustments for (reversal of) impairment loss	(3.858)	1.923
Adjustments for (reversal of) impairment loss receivables	(4.195)	1.086
Adjustments for (reversal of) impairment loss inventory	337	837
Adjustments for provisions	182.381	77.969
Adjustments for (reversal of) provision related to employee benefits	76.712	36.842
Adjustments for (reversal of) other provisions	105.669	41.127
Adjustments for interest (income) expenses	12.885	2.905
Adjustments for interest income	(61.090)	(15.127)
Adjustment for interest expenses	49.936	25.103
Unearned finance income due to sales	7.667	(9.032)
Incurred finance expense due to purchases	16.372	1.961
Adjustments for fair value losses (gains)	-	(18.811)
Adjustments for fair value losses (gains) of financial assets	-	(18.811)
Adjustments for taxation (income) expense	64.696	89.743
Adjustments for losses (gains) on sale of fixed assets	(7.874)	(409)
Adjustments for losses (gains) on sale of tangible assets	(7.874)	(409)
Adjustments for unrealized foreign exchange losses	(26.047)	(131.609)
<b>Changes in working capital</b>	<b>(1.156.986)</b>	<b>(355.419)</b>
Adjustments for decrease (increase) in trade receivables	140.889	(108.924)
Decrease (increase) in trade receivables from third party	140.889	(108.924)
Adjustments (increase) decrease in other receivables	(7.071)	(784)
(Increase) decrease in other receivables from third party	(7.071)	(784)
Adjustments for (increase) decrease in inventories	(447.906)	(403.233)
(Increase) decrease in prepaid expenses	(194.503)	(109.573)
Adjustments for (decrease) increase in trade payables	(306.423)	253.836
(Decrease) increase in trade payables to third parties	(306.423)	253.836
Adjustments for (decrease) increase in other payables	(102.051)	31.765
(Decrease) increase in other payables from third parties	(102.051)	31.765
(Decrease) increase in deferred income	(16.240)	(33.061)
Adjustments for (decrease) increase in working capital	(223.681)	14.555
(Decrease) increase in other liabilities	(223.681)	14.555
	<b>(612.904)</b>	<b>7.683</b>

The accompanying notes are integral part of these condensed consolidated financial statements.

# TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

## CONDENSED CONSOLIDATED FINANCIAL STATEMENT OF CASH FLOWS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

	Notes	<i>Current Period Unaudited 1 January - 31 March 2023</i>	<i>Prior Period Unaudited 1 January - 31 March 2022</i>
Provisions paid related to employee benefits		(226.585)	(77.801)
Income taxes returns (payments)	12	(12.887)	(122.038)
<b>Net Cash Used in Operating Activities</b>		<b>(852.376)</b>	<b>(192.156)</b>
<b>Cash Flow From Investing Activities:</b>			
Cash inflow from sale of tangible and intangible assets		8.170	604
Cash inflow from sale of tangible assets		8.170	604
Cash outflow from purchase of tangible and intangible assets		(312.785)	(221.928)
Cash outflow from purchase of tangible assets		(312.610)	(219.208)
Cash outflow from purchase of intangible assets	9	(175)	(2.720)
Interest received		62.868	14.399
Cash outflow from acquisition of equity or debt instruments of other companies		-	(229.213)
<b>Net Cash Used in Investing Activities</b>		<b>(241.747)</b>	<b>(436.138)</b>
<b>Cash Flow From Financing Activities</b>			
Proceeds from borrowings		220.000	2.439.470
Proceeds from bank loans	5	220.000	2.439.470
Repayments of borrowings		(166.448)	(1.880.984)
Bank loan repayments	5	(166.448)	(1.880.984)
Payments of lease liabilities		(17.309)	(5.518)
Interest paid		(76.562)	(10.494)
<b>Net Cash (Used in)/Generated from Financing Activities</b>		<b>(40.319)</b>	<b>542.474</b>
<b>Net Decrease in Cash and Cash Equivalents Before Currency Translation Differences</b>			
		<b>(1.134.442)</b>	<b>(85.820)</b>
Effect of currency translation differences on cash and cash equivalents		27.847	106.395
<b>Net (Decrease)/ Increase in Cash and Cash Equivalents</b>		<b>(1.106.595)</b>	<b>20.575</b>
Cash and cash equivalents at the beginning of the period	17	2.171.062	1.468.521
<b>Cash and Cash Equivalents at the end of the Period</b>		<b>1.064.467</b>	<b>1.489.096</b>

The accompanying notes are integral part of these condensed consolidated financial statements.



# TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise indicated.)

### NOTE 1 - ORGANISATION AND NATURE OF OPERATIONS

Türk Tuborg Bira ve Malt Sanayii A.Ş. (“Türk Tuborg” or the “Company”) was incorporated in İzmir in 1969. The Company is engaged in production, sales and distribution of beer and malt to the domestic and international markets.

The Company is registered in the Turkish Capital Markets Board (“CMB”) and its shares have been traded on the Istanbul Stock Exchange Market (“BIST”) since 1989. As at 31 March 2023, the ratio of free floating shares on BIST is 4,31% (31 December 2022: 4,31%). The ultimate shareholder and the party that controls the Company is International Beer Breweries Ltd. (“IBBL”) with a share of 95,69% (Note 11).

The average number of employees in the Company and Tuborg Pazarlama A.Ş., its subsidiary, (“Group”) as at 31 March 2023 is 1.606 (31 December 2022: 1.593).

The address of the registered office is follows:

Türk Tuborg Bira ve Malt Sanayii A.Ş.  
Kemalpaşa Caddesi No: 258  
Işıkkent 35070  
İzmir

#### Subsidiary

The details of the subsidiary of the Company is as follows:

	Listed entity	Nature of operations	Core business
Tuborg Pazarlama A.Ş.	No	Selling and distribution	Selling and distribution of beer

The Company sells almost all of the beer which it produces to its subsidiary, Tuborg Pazarlama A.Ş. (“Tuborg Pazarlama” or “Subsidiary”), in which it holds a share of 99,99% (31 December 2022: 99,99%). Accordingly, Tuborg Pazarlama performs sales and distribution of such products in the domestic market.

#### Approval of the condensed consolidated financial statements for issue:

The condensed consolidated financial statements of the Group were approved by the Board of Directors of Türk Tuborg Bira ve Malt Sanayii A.Ş. for issue on 10 May 2023. The General Assembly of the Company and/or governmental authorities are entitled to modify the consolidated financial statements as enclosed herein.

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

#### 2.1 Basis of presentation

##### a) Statement of compliance

Condensed consolidated financial statements are prepared in accordance with the requirements of Capital Markets Board (“CMB”) Communiqué Serial II, No: 14.1 “Basis of Financial Reporting in Capital Markets”, which were published in the Official Gazette No:28676 on 13 June 2013. The accompanying financial statements are prepared based on the Turkey Financial Reporting Standards (“TFRS”) and interpretations that have been put into effect by the Public Oversight Accounting and Auditing Standards Authority (“POAASA”) under Article 5 of the Communiqué.

# TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

*(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated.)*

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

Condensed consolidated financial statements and its notes are also presented in accordance with the model requirements as announced by both the CMB's statement issued on 7 June 2013 and 15 July 2016, and Financial Statement Formats and Guidance issued by POAASA on 7 June 2019.

In compliance with the TAS 34, entities have preference in presenting their consolidated interim financial statements whether full set or condensed. In this framework, the Group preferred to present its interim financial statements in condensed.

Group's condensed interim financial statements do not include all disclosure and notes that should be included at year-end financial statements. Therefore the condensed interim financial statements should be examined together with the financial statements of 31 December 2022.

The Group and its subsidiary operating in Turkey maintains its accounting records and prepare its statutory financial statements in accordance with the principles and requirements issued by CMB, Turkish Commercial Code ("TCC"), tax legislation and the uniform chart of accounts issued by the Ministry of Finance. The condensed consolidated financial statements, except for financial assets and liabilities presented with their fair values, are maintained under historical cost conversion in TL.

#### b) Presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The condensed consolidated financial statements are presented in TL, which is the parent Company's functional and presentation currency.

#### c) Adjustment of financial statements in hyperinflationary economies

With the decision taken on 17 March 2005, the CMB announced that, effective from 1 January 2005, the application of inflation accounting is no longer required for companies operating in Turkey and preparing their financial statements in accordance with the Turkish Accounting Standards. Accordingly, TAS 29, "Financial Reporting in Hyperinflationary Economies", has not been applied in the consolidated financial statements for the accounting year commencing from 1 January 2005.

POA made an announcement on 20 January 2022 regarding the application of TAS 29, "Financial Reporting in Hyperinflationary Economies" (IAS 29 Financial Reporting in Hyperinflationary Economies) for entities adopting Turkish Financial Reporting Standards ("TFRS") for the year ended 31 December 2021. The announcement stated that, entities that apply TFRS should not adjust their financial statements in accordance with TAS 29 - Financial Reporting in Hyperinflationary Economies for the year ended 31 March 2023. As of the date of this report, POA has not made any further announcements regarding the scope and application of TAS 29. As a result, no inflation adjustment was made to the accompanying consolidated financial statements in accordance with TAS 29.

#### d) Basis of consolidation

The condensed consolidated financial statements incorporate the financial statements of the Company and its subsidiary. Control is achieved when the Company:

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

When the Company has less than a majority of the voting rights of an investee, it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally.

## TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

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

The Company considers all relevant facts and circumstances in assessing whether or not the Company's voting rights in an investee are sufficient to give it power, including:

- the size of the Company's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- potential voting rights held by the Company, other vote holders or other parties;
- rights arising from other contractual arrangements;
- any additional facts and circumstances that indicate that the Company has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

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

The details of the Company's subsidiary as at 31 March 2023 and 31 December 2022 are as follows:

<u>Subsidiary</u>	<u>Location of incorporation</u>	<u>Participation rate (%)</u>	<u>Voting power (%)</u>	<u>Core business</u>
Tuborg Pazarlama A.Ş.	Turkey	99,99	99,99	Selling and distribution of beer

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

The financial statements and the profit or loss and other comprehensive income statements of the Subsidiary are condensed consolidated using the full consolidation method.

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

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

Non-controlling interests are not separately reported in the materiality principle of the accounting.

#### e) Comparatives and restatement of prior year consolidated financial statements

In order to allow the determination of the financial position and performance of the Group's condensed consolidated financial statements are prepared in comparison with the previous period. When it is necessary, comparative figures are reclassified to comply with the presentation of the condensed consolidated financial statements for the period and significant differences are disclosed.

# TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

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

#### 2.2 New and Revised Turkish Accounting Standards

##### 2.2.1 Standards, amendments and interpretations applicable as at 31 March 2023

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

<sup>1</sup>Effective for annual periods beginning after 1 January 2023.

The Group has adopted the new standards and amendments above, and the new standards and amendments have had no significant effect on the current and comparative periods. Therefore, the comparative financial statement of the prior period have not been restated in accordance with the materiality principle.

##### 2.2.2 Standards, amendments and interpretations applicable as at 31 March 2023

The Group has not applied the following new and revised TFRSs that have been issued but are not yet effective:

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

<sup>1</sup> Effective for annual periods beginning on or after 1 January 2024.

The Group will consider the effects of the aforementioned changes to the Group's operations and apply if necessary. The effects of the above mentioned changes in standards and comments are being evaluated.

#### 2.3 Summary of significant accounting policies

The accounting policies applied are consistent with those of the annual consolidated financial statements for the period 1 January - 31 December 2022. The condensed consolidated financial statements for the period between 1 January - 31 March 2023 should be read in conjunction with the annual consolidated financial statements for the period 1 January - 31 December 2022.

The Group is not subject to seasonality or cyclicity of interim operations that might have a significant effect on condensed consolidated financial statements.

## TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

#### NOTE 3 - RELATED PARTY DISCLOSURES

##### Key management compensation:

Key management includes general manager, vice presidents and directors. The compensation paid or payable to key management for employee service is shown below:

	1 January - 31 March 2023	1 January - 31 March 2022
Short-term employee benefits	27.800	15.093
Other	3.370	1.399
	<b>31.170</b>	<b>16.492</b>

#### NOTE 4 - TRADE RECEIVABLE AND PAYABLES

##### a) Short-term trade receivables:

	31 March 2023	31 December 2022
Customer current accounts	1.519.141	1.688.559
Notes receivables and customer cheques	75.095	57.942
Credit card receivables	67.173	72.160
	<b>1.661.409</b>	<b>1.818.661</b>
Less: Provision for doubtful receivables	(47.151)	(51.346)
	<b>1.614.258</b>	<b>1.767.315</b>

Trade receivables are all short term with a weighted average maturity of 1 month (31 December 2022: 1 month).

Movements in the provision for doubtful receivables are as follows:

	2023
<b>1 January</b>	<b>(51.346)</b>
Reversal of provision	8.939
Collections in the current year	579
Charged to the consolidated statement of profit or loss and other comprehensive income	(5.323)
<b>31 March</b>	<b>(47.151)</b>

Trade receivables are assessed by Group management on the basis of past experiences and required provision for impairment is booked. In relation to the calculation of such provision, guarantees received from customers are considered. Therefore, considering the past experiences the Group management believes that there is no additional doubtful risk for the collection of receivables.

## TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

#### NOTE 4 - TRADE RECEIVABLE AND PAYABLES (Continued)

##### b) Short-term trade payables:

	31 March 2023	31 December 2022
Supplier current accounts	774.110	1.042.934
Accrued expenses	75.593	101.180
	<b>849.703</b>	<b>1.144.114</b>

Short-term payables have a weighted average maturity of 1 month (31 December 2022: 1 month).

#### NOTE 5 - BORROWINGS AND BORROWING COSTS

	31 March 2023			31 December 2022		
	Effective Interest Rate(%)	Original Currency	TL Equivalent	Effective Interest Rate(%)	Original Currency	TL Equivalent
<b>Current bank loans</b>						
Fixed Interest Rate - TL (*)	15,40	881.602	881.602	18,24	854.676	854.676
		<b>881.602</b>	<b>881.602</b>		<b>854.676</b>	<b>854.676</b>

(\*) As of 31 March 2023, all bank loans consist of short-term loans, and the weighted average payment term is 21 May 2023 (31 December 2022: 5 April 2023).

Net financial debt reconciliation for the periods between 1 January - 31 March 2023 and 2022 is as follows:

	2023	2022
<b>1 January</b>	<b>(1.184.763)</b>	<b>(1.363.911)</b>
Proceeds from borrowings	220.000	2.439.470
Change in lease liabilities and interest accrual	(24.477)	(2.173)
Repayments of borrowings and interest	(166.448)	(1.880.984)
Less: Change in cash and cash equivalents	1.106.595	(20.575)
<b>31 March</b>	<b>(49.093)</b>	<b>(828.173)</b>

As of 31 March 2023, debts from short-term lease transactions are TL 62.970 (31 December 2022: TL 60.142), debts from long-term leasing transactions are TL 70.802 (31 December 2022: TL 71.481). The duration of the contract that make up Group's lease liabilities varies between 1 and 5 years.

## TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

#### NOTE 6 - INVESTMENT PROPERTIES

	1 January 2023	Additions	Disposals	Transfers	31 March 2023
<u>Buildings and land improvements:</u>					
Cost	3.868	-	-	-	3.868
Accumulated depreciation	(2.823)	(18)	-	-	(2.841)
<b>Net book value</b>	<b>1.045</b>				<b>1.027</b>
	1 January 2022	Additions	Disposals	Transfers	31 March 2022
<u>Buildings and land improvements:</u>					
Cost	3.868	-	-	-	3.868
Accumulated depreciation	(2.748)	(18)	-	-	(2.766)
<b>Net book value</b>	<b>1.120</b>				<b>1.102</b>

Total rental income from the investment properties in 1 January - 31 March 2023 amounts to TL 252 (1 January - 31 March 2022: TL 121). There are no operating expenses arising from the investment property.

As of 31 March 2023, the fair value of Group's investment properties, of which is carried at cost less accumulated depreciation, determined by TSKB Gayrimenkul Değerleme ve Danışmanlık A.Ş.

Details of the Group's investment properties and information about the fair value hierarchy as at 31 March 2023 are as follows:

#### Fair values as at 31 March 2023

	31 March 2023	Level 1 TL	Level 2 TL	Level 3 TL
Commercial property unit located in Ankara	23.160	-	-	23.160
Commercial property unit located in İzmir	25.954	-	-	25.954

## TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

#### NOTE 7 - PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment between 1 January and 31 March 2023 were as follows:

	1 January 2023	Additions	Disposals	Transfers	31 March 2023
<b>Cost:</b>					
Land	14.060	-	-	-	14.060
Land improvements	32.063	347	-	1.331	33.741
Buildings	145.202	363	-	1.250	146.815
Machinery and equipment	883.786	37	-	49.388	933.211
Furniture and fixtures	2.641.249	148.909	(4.499)	75.399	2.861.058
Motor vehicles	28.039	1.292	(695)	-	28.636
Construction in progress	172.895	119.455	-	(127.368)	164.982
	<b>3.917.294</b>	<b>270.403</b>	<b>(5.194)</b>	-	<b>4.182.503</b>
<b>Accumulated depreciation:</b>					
Land improvements	(12.251)	(208)	-	-	(12.459)
Buildings	(88.552)	(2.066)	-	-	(90.618)
Machinery and equipment	(437.228)	(10.822)	-	-	(448.050)
Furniture and fixtures	(1.359.454)	(159.107)	4.203	-	(1.514.358)
Motor vehicles	(13.669)	(872)	695	-	(13.846)
	<b>(1.911.154)</b>	<b>(173.075)</b>	<b>4.898</b>	-	<b>(2.079.331)</b>
<b>Net book value</b>	<b>2.006.140</b>				<b>2.103.172</b>

Movements of property, plant and equipment between 1 January and 31 March 2022 were as follows:

	1 January 2022	Additions	Disposals	Transfers	31 March 2022
<b>Cost:</b>					
Land	14.060	-	-	-	14.060
Land improvements	28.262	-	-	-	28.262
Buildings	141.215	-	-	876	142.091
Machinery and equipment	781.023	-	-	2.475	783.498
Furniture and fixtures	1.581.430	190.854	(1.932)	19.396	1.789.748
Motor vehicles	20.670	5.096	-	-	25.766
Construction in progress	23.885	23.258	-	(22.747)	24.396
	<b>2.590.545</b>	<b>219.208</b>	<b>(1.932)</b>	-	<b>2.807.821</b>
<b>Accumulated depreciation:</b>					
Land improvements	(11.576)	(162)	-	-	(11.738)
Buildings	(80.694)	(1.927)	-	-	(82.621)
Machinery and equipment	(400.698)	(8.827)	-	-	(409.525)
Furniture and fixtures	(917.070)	(91.192)	1.737	-	(1.006.525)
Motor vehicles	(10.506)	(682)	-	-	(11.188)
	<b>(1.420.544)</b>	<b>(102.790)</b>	<b>1.737</b>	-	<b>(1.521.597)</b>
<b>Net book value</b>	<b>1.170.001</b>				<b>1.286.224</b>

Current year depreciation and amortisation expenses of TL 123.766 (31 March 2022: TL 70.867) have been charged to cost of production TL 61.757 (31 March 2022: TL 40.459) to marketing, selling and distribution costs and TL 6.145 (31 March 2022: TL 3.711) to general administrative expenses.

There is no mortgage and pledge on property, plant and equipment as of 31 March 2023 and 31 December 2022.



## TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

#### NOTE 8 - RIGHT OF USE ASSETS

The details of the right-of-use assets recognized in the condensed consolidated financial statements as of 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
Motor vehicles	83.843	84.912
Buildings	29.184	23.961
	<b>113.027</b>	<b>108.873</b>

Changes in net rights-of-use assets for the period ended 31 March 2023 amount to TL 20.216 and mainly include vehicle rents. Depreciation expenses amount to TL 16.062 (31 March 2022: TL 10.481).

#### NOTE 9 - INTANGIBLE ASSETS

The movements of intangible assets and related accumulated amortisation for the periods 31 March 2023 and 2022 were as follows:

	1 January 2023	Additions	Disposals	Transfers	31 March 2023
Rights	62.904	175	-	-	63.079
Accumulated amortisation	(38.784)	(2.513)	-	-	(41.297)
<b>Net book value</b>	<b>24.120</b>				<b>21.782</b>

  

	1 January 2022	Additions	Disposals	Transfers	31 March 2022
Rights	46.012	2.720	-	-	48.732
Accumulated amortisation	(31.261)	(1.748)	-	-	(33.009)
<b>Net book value</b>	<b>14.751</b>				<b>15.723</b>

Rights are mainly composed of computer software. There were not any internally generated intangible asset.

#### NOTE 10 - PROVISIONS, CONTINGENT ASSETS AND CONTINGENT LIABILITIES

##### a) Other short-term provisions:

	31 March 2023	31 December 2022
Provision for sales discounts	304.085	202.564
Other	18.965	14.817
	<b>323.050</b>	<b>217.381</b>

## TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

#### NOTE 10 - PROVISIONS, CONTINGENT ASSETS AND CONTINGENT LIABILITIES (Continued)

##### b) Contingent assets and liabilities:

As at 31 March 2023, the Group has letters of guarantee given amounting to TL 26.754 (31 December 2022: TL 27.415). The schedule for guarantee, pledge, mortgage and bails (GPM) given by the Group is as follows:

	31 March 2023	31 December 2022
A. Total value of GPM provided in favour of the Company itself	26.754	27.415
B. Total value of GPM provided in favour of the subsidiary	2.464.793	1.657.889
C. Total value of GPM provided in favour of third parties engaged in ordinary course of operations	-	-
D. Total value of other GPM	-	-
i. Provided in favour of the main shareholder	-	-
ii. Provided in favour of related parties excluding those mentioned at article B and C above	-	-
iii. Provided in favour of third parties excluding those mentioned at C above	-	-
	<b>2.491.547</b>	<b>1.685.304</b>

The ratio of total value of other GPM to equity is 0% at 31 March 2023 (31 December 2022: 0%).

#### NOTE 11 - CAPITAL RESERVES AND OTHER SHARE CAPITAL RESERVES

##### a) Share capital:

The Company adopted the registered share capital system available to companies registered with the CMB and set a limit on its registered share capital representing registered type shares with a nominal value of full TL 0,01. The Company's historical authorized registered share capital at 31 March 2023 and 31 December 2022 are as follows:

	31 March 2023	31 December 2022
Registered share capital (historical values)	500.000	500.000
Share capital with a nominal value	322.508	322.508

The compositions of the Company's share capital were as follows:

	31 March 2023		31 December 2022	
	TL	Share (%)	TL	Share (%)
International Beer Breweries Ltd.	308.597	95,69	308.597	95,69
Public quotation	13.911	4,31	13.911	4,31
	<b>322.508</b>		<b>322.508</b>	

## TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

#### NOTE 11 - CAPITAL RESERVES AND OTHER SHARE CAPITAL RESERVES (Continued)

There are 32.250.825.300 (31 December 2022: 32.250.825.300) units of shares with a face value of full TL 0,01 each. There are no preferred shares.

	Historical value	Restated value	Adjustment to share capital
Share capital	322.508	600.121	277.613

#### b) Other equity items:

	31 March 2023	31 December 2022
Adjustment to share capital	277.613	277.613
Restricted reserves appropriated from profits	207.944	207.944
Share premium	154	154
	<b>485.711</b>	<b>485.711</b>

The legal reserves consist of first and second reserves, appropriated in accordance with the TCC. The TCC stipulates that the first legal reserve is appropriated out of statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the Company's paid-in capital. The second legal reserve is appropriated at the rate of 10% per annum of all cash distributions.

Other equity items shall be carried at the amounts in accordance with the Turkish Financial Reporting Standards.

#### c) Accumulated profits:

As at 31 March 2023, accumulated profit in condensed consolidated financial position of the Group prepared in accordance with Turkish Financial Reporting Standards amount to TL 3.356.645 (31 December 2022: TL 1.327.912).

There is not any privilege as to dividends. The policy of the Company concerning dividend distribution is to distribute the profit considering its medium and long term strategies, financial situation, the investments and financial plans, other fund requirements, market conditions, economical environment, Capital Market Board legislations and Turkish Commercial Code.

In the event that distributable profit is available in accordance with relevant regulation, the dividend distribution resolution to be taken by the Board of Directors in the form of cash and/or shares and/or installments as long as the amount is not below than 20% of the distributable profit within the frame of the provisions of Capital Market Board legislation and Turkish Commercial Code shall be submitted to the approval of General Assembly; and the distribution shall be completed within legal terms.

## TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

#### NOTE 12 - TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES)

##### Current income tax liability:

	31 March 2023	31 December 2022
Provision for corporate tax expense	13.998	252.473
Less: Prepaid taxes	(119.613)	(359.199)
<b>Current income tax asset</b>	<b>(105.615)</b>	<b>(106.726)</b>

Turkish tax legislation does not permit a parent company and its subsidiaries to file a consolidated tax return. Therefore, provisions for taxes, as reflected in the condensed consolidated financial statements, have been calculated on a separate-entity basis.

Corporation tax is payable at a rate of 20% for the year 2023 (31 December 2022: 23%). On the total income of the Company after adjusting for certain disallowable expenses, exempt income and investment and other allowances (e.g. research and development allowance). No further tax is payable unless the profit is distributed. Corporations are required to pay advance corporation tax quarterly at the rate of 20% (31 December 2022: 23%) on their corporate income. Under the Turkish taxation system, tax losses can be carried forward to offset against future taxable income for up to 5 years. Tax losses cannot be carried back to offset profits from previous periods.

In Turkey, there is no procedure for a final and definitive agreement on tax assessments. Companies file their tax returns within the 25th of the fourth month following the close of the financial year to which they relate. Tax returns are open for 5 years from the beginning of the year that follows the date of filing, during which time the tax authorities have the right to examine tax returns, and the related accounting records on which they are based, and may issue re-assessments based on their findings.

Dividends paid to non-resident corporations, which have a place of business in Turkey, or resident corporations are not subject to withholding tax. Otherwise, dividends paid are subject to withholding tax at the rate of 10% (31 December 2022: 10%). An increase in capital via issuing bonus shares is not considered as a profit distribution and thus does not incur withholding tax.

Taxation on income for the periods 31 March 2023 and 2022 is as follows:

	1 January - 31 March 2023	1 January - 31 March 2022
Current tax expense	(13.998)	(78.881)
Deferred tax expense	(50.698)	(10.862)
	<b>(64.696)</b>	<b>(89.743)</b>

## TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

#### NOTE 12 - TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (Continued)

Reconciliation of the taxation on income for the periods 31 March 2023 and 2022 is as follows:

	1 January - 31 March 2023	1 January - 31 March 2022
<b>Income before tax</b>	<b>194.927</b>	<b>316.097</b>
Tax calculated at tax rates applicable	(38.985)	(71.130)
Other adjustments not subject to tax	(18.475)	(16.261)
Expenses not deductible for tax purposes	(7.527)	(3.123)
Exemptions	291	771
<b>Tax expense</b>	<b>(64.696)</b>	<b>(89.743)</b>

#### Deferred taxes:

The Group recognizes deferred tax assets and liabilities based upon temporary differences arising between the condensed consolidated financial statements and the statutory tax condensed consolidated financial statements. Deferred taxes are calculated on temporary differences that are expected to be realized or settled under the liability method using the principal enacted tax rate of 20% (31 December 2022: 20%).

In Turkey, the companies cannot declare a consolidated tax return, therefore subsidiaries that have deferred tax assets position were not net off against subsidiaries that have deferred tax liabilities position and disclosed separately.

The breakdown of cumulative temporary differences and the resulting deferred tax assets and liabilities provided at 31 March 2023 and 31 December 2022, using enacted tax rates at the statement of financial position dates, are as follows:

	<u>31 March 2023</u>		<u>31 December 2022</u>	
	Cumulative temporary differences	Deferred tax (liability)/asset	Cumulative temporary differences	Deferred tax (liability)/asset
Property, plant and equipment and intangible fixed assets	(1.906.276)	381.232	(2.014.418)	402.860
Inventory	(55.106)	11.021	(23.839)	4.768
Provision for employment termination benefits	(89.466)	17.919	(133.971)	26.820
Provision for unused vacation and other provisions	(157.984)	31.597	(256.396)	51.279
Provision for impairment of financial investments	(3.463)	693	(3.463)	693
Provision for doubtful receivables	(11.651)	2.330	(15.876)	3.175
Other - net	(114.863)	22.969	(137.368)	27.473
		<b>467.761</b>		<b>517.068</b>

Thereof:

	31 March 2023	31 December 2022
Subsidiaries with net deferred income tax assets	467.761	517.068
	<b>467.761</b>	<b>517.068</b>

## TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 MARCH 2023

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

#### NOTE 12 - TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX ASSETS AND LIABILITIES) (Continued)

Movement of deferred tax assets for the periods 31 March 2023 and 2022 are as follows:

	<b>2023</b>	<b>2022</b>
<b>1 January</b>	<b>517.068</b>	<b>87.125</b>
Profit or loss effect	(50.698)	(10.862)
Other comprehensive income effect	1.391	(368)
<b>31 March</b>	<b>467.761</b>	<b>75.895</b>

#### NOTE 13 - EARNINGS PER SHARE

Earnings per share are calculated by dividing the profit for the current year by the weighted average number of ordinary shares in issue during the year.

		<b>1 January - 31 March 2023</b>	<b>1 January - 31 March 2022</b>
Net profit for the year	A	130.231	226.354
Number of ordinary shares with a full TL 1 face value	B	32.250.825.300	32.250.825.300
<b>Gain per 100 shares (full TL)</b>	<b>A/B</b>	<b>0,40</b>	<b>0,70</b>

There are no differences between basic and diluted gain per share for the periods 31 March 2023 and 2022.

#### NOTE 14 - FINANCIAL INVESTMENTS

	<b>31 March 2023</b>	<b>31 December 2022</b>
Financial assets at fair value through other comprehensive income	263	263
	<b>263</b>	<b>263</b>

# TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 March 2023

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

### NOTE 15 - FOREIGN CURRENCY POSITION

#### Foreign Currency Position Schedule

	31 March 2023				31 December 2022			
	TL Equivalent	USD	Euro	Other (TL Equivalent)	TL Equivalent	USD	Euro	Other (TL Equivalent)
1. Trade Receivables	2.887	74	29	865	20.829	1	910	2.628
2a. Monetary Financial Assets (Including Cash, Bank accounts)	412.057	10.179	10.412	55	927.698	25.110	22.923	58
2b. Non-Monetary Financial Assets	398.416	21	19.026	1.417	230.805	11	11.323	4.359
3. Other	-	-	-	-	-	-	-	-
<b>4. Current Assets (1+2+3)</b>	<b>813.360</b>	<b>10.274</b>	<b>29.467</b>	<b>2.337</b>	<b>1.179.332</b>	<b>25.122</b>	<b>35.156</b>	<b>7.045</b>
5. Trade Receivables	-	-	-	-	-	-	-	-
6a. Monetary Financial Assets	-	-	-	-	-	-	-	-
6b. Non-Monetary Financial Assets	55.156	-	2.646	-	12.844	-	643	-
7. Other	-	-	-	-	-	-	-	-
<b>8. Non-Current Assets (5+6+7)</b>	<b>55.156</b>	<b>-</b>	<b>2.646</b>	<b>-</b>	<b>12.844</b>	<b>-</b>	<b>643</b>	<b>-</b>
<b>9. Total Assets (4+8)</b>	<b>868.516</b>	<b>10.274</b>	<b>32.113</b>	<b>2.337</b>	<b>1.192.176</b>	<b>25.122</b>	<b>35.799</b>	<b>7.045</b>
10. Trade Payables	(103.658)	(1.101)	(3.926)	(548)	(149.535)	(1.524)	(6.031)	(260)
11. Financial Liabilities	(11.778)	-	(564)	-	(10.309)	-	(515)	-
12a. Monetary Other Liabilities	-	-	-	-	-	-	-	-
12b. Non-Monetary Other Liabilities	-	-	-	-	-	-	-	-
<b>13. Short Term Liabilities (10+11+12)</b>	<b>(115.436)</b>	<b>(1.101)</b>	<b>(4.490)</b>	<b>(548)</b>	<b>(159.844)</b>	<b>(1.524)</b>	<b>(6.546)</b>	<b>(260)</b>
14. Trade Payables	-	-	-	-	-	-	-	-
15. Financial Liabilities	(20.778)	-	(995)	-	(16.934)	-	(846)	-
16a. Monetary Other Liabilities	-	-	-	-	-	-	-	-
16b. Non-Monetary Other Liabilities	(20)	(1)	-	(1)	(1.013)	(53)	(1)	-
<b>17. Long Term Liabilities (14+15+16)</b>	<b>(20.798)</b>	<b>(1)</b>	<b>(995)</b>	<b>(1)</b>	<b>(17.947)</b>	<b>(53)</b>	<b>(847)</b>	<b>-</b>
<b>18. Total Liabilities (13+17)</b>	<b>(136.234)</b>	<b>(1.102)</b>	<b>(5.485)</b>	<b>(549)</b>	<b>(177.791)</b>	<b>(1.577)</b>	<b>(7.393)</b>	<b>(260)</b>
<b>19. Net Asset/(Liability) Position of Off-Financial Position</b>								
Derivative Instruments (19a-19b)	-	-	-	-	-	-	-	-
<b>19a. Net Asset/(Liability) Position of Off-Financial Position</b>								
Derivative Instruments	-	-	-	-	-	-	-	-
<b>19b. Amount of Liability Nature Off-Financial Position</b>								
Derivative Instruments	-	-	-	-	-	-	-	-
<b>20. Net Foreign Asset/(Liability) Position (9-18+19)</b>	<b>732.282</b>	<b>9.172</b>	<b>26.628</b>	<b>1.788</b>	<b>1.014.385</b>	<b>23.545</b>	<b>28.406</b>	<b>6.785</b>
<b>21. Net Foreign Currency Asset/(Liability) Position of Monetary Items (=1+2a+5+6a-10-11-12a-14-15-16a)</b>	<b>278.730</b>	<b>9.152</b>	<b>4.956</b>	<b>372</b>	<b>771.749</b>	<b>23.587</b>	<b>16.441</b>	<b>2.426</b>
<b>22. Total Fair Value of Financial Instruments Used for Foreign Currency Hedging</b>								
23. Amount of foreign currency denominated assets hedged	-	-	-	-	-	-	-	-
24. Amount of foreign currency denominated liabilities hedged	-	-	-	-	-	-	-	-

As of 31 March 2023, Group's export and import amounts are TL 130.920 and TL 138.004 respectively.

**TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY**

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD 1 JANUARY - 31 March 2023**

*(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated.)*

**NOTE 15 - FOREIGN CURRENCY POSITION (Continued)**

**31 March 2023:**

	Profit/Loss	
	Appreciation of foreign currency	Depreciation of foreign currency
<b>Change of USD by 10% against TL:</b>		
1- Asset/Liability denominated in USD - nets	17.487	(17.487)
2- The part of USD risk hedged (-)	-	-
<b>3- USD effect - net (1+2)</b>	<b>17.487</b>	<b>(17.487)</b>
<b>Change of Euro by 10% against TL:</b>		
4- Asset/Liability denominated in Euro - net	10.349	(10.349)
5- The part of EUR risk hedged (-)	-	-
<b>6- Euro effect - net (4+5)</b>	<b>10.349</b>	<b>(10.349)</b>
<b>Change of other currencies by 10% against TL:</b>		
7- Asset/Liability denominated in other currencies - net	37	(37)
8- The part of other currency risk hedged (-)	-	-
<b>9- Other currency effect - net (7+8)</b>	<b>37</b>	<b>(37)</b>
<b>TOTAL (3+6+9)</b>	<b>27.873</b>	<b>(27.873)</b>

**31 December 2022:**

	Profit/Loss	
	Appreciation of foreign currency	Depreciation of foreign currency
<b>Change of USD by 10% against TL:</b>		
1- Asset/Liability denominated in USD - nets	44.023	(44.023)
2- The part of USD risk hedged (-)	-	-
<b>3- USD effect - net (1+2)</b>	<b>44.023</b>	<b>(44.023)</b>
<b>Change of Euro by 10% against TL:</b>		
4- Asset/Liability denominated in Euro - net	32.909	(32.909)
5- The part of EUR risk hedged (-)	-	-
<b>6- Euro effect - net (4+5)</b>	<b>32.909</b>	<b>(32.909)</b>
<b>Change of other currencies by 10% against TL:</b>		
7- Asset/Liability denominated in other currencies - net	243	(243)
8- The part of other currency risk hedged (-)	-	-
<b>9- Other currency effect - net (7+8)</b>	<b>243</b>	<b>(243)</b>
<b>TOTAL (3+6+9)</b>	<b>77.175</b>	<b>(77.175)</b>

There is no effect of foreign currency changes on equity apart from the effects on net income as of 31 March 2023 and 31 December 2022.



# TÜRK TUBORG BİRA VE MALT SANAYİİ A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY - 31 March 2023

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

### NOTE 15 - FOREIGN CURRENCY POSITION (Continued)

#### Capital risk management:

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

The Group monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as the total liability less cash and cash equivalents and financial investments.

	31 March 2023	31 December 2022
Total liabilities	3.969.349	4.613.905
Less: Cash and cash equivalents	(1.064.467)	(2.171.062)
Net debt	2.904.882	2.442.843
Total equity	4.267.262	4.142.596
<b>Debt/equity ratio</b>	<b>68%</b>	<b>59%</b>

### NOTE 16 - FINANCIAL INSTRUMENTS

#### Classes of financial instruments and their fair values:

##### 31 March 2023:

	Financial liabilities at amortised cost	Financial assets at fair value through profit or loss	Book value	Note
<b><u>Financial assets</u></b>				
Cash and cash equivalents	1.064.467	-	1.064.467	17
Trade receivables	1.614.258	-	1.614.258	4
<b><u>Financial liabilities</u></b>				
Trade payables	849.703	-	849.703	4
Lease liabilities	133.772	-	133.772	5
Bank loans	881.602	-	881.602	5

##### 31 December 2022:

	Financial liabilities at amortised cost	Financial assets at fair value through profit or loss	Book value	Note
<b><u>Financial assets</u></b>				
Cash and cash equivalents	2.171.062	-	2.171.062	17
Trade receivables	1.767.315	-	1.767.315	4
<b><u>Financial liabilities</u></b>				
Trade payables	1.144.114	-	1.144.114	4
Lease liabilities	131.623	-	131.623	5
Bank loans	854.676	-	854.676	5

The Group management believes that the book values of financial instruments reflect their corresponding fair values.

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#### NOTE 17 - CASH AND CASH EQUIVALENTS

	31 March 2023	31 December 2022
Banks	1.055.515	1.156.970
- TL denominated time deposits	517.640	167.200
- Euro denominated time deposits	217.038	458.017
- USD denominated time deposits	194.405	469.155
- TL denominated demand deposits	125.876	62.126
- USD denominated demand deposits	556	472
Cash in hand	218	238
Other (*)	8.734	1.013.854
	<b>1.064.467</b>	<b>2.171.062</b>

TL denominated time deposits of TL 517.640 (31 December 2022: TL 167.200) at 31 March 2023 has an interest rate of 28,09% p.a. (31 December 2022: 21,79% p.a.) and maturity is on 16 April 2023 (31 December 2022: 2 January 2023) whereas USD denominated time deposits of USD 10.150 (31 December 2022: USD 25.085) at 31 March 2023 has an interest rate of 4,61% p.a. (31 December 2022: 3,37% p.a.) and its weighted average maturity is on 6 April 2023 (31 December 2022: 11 January 2023). Euro denominated time deposits of Euro 10.412 (31 December 2022: Euro 22.923) at 31 March 2023 has an interest rate of 1,55% p.a. (31 December 2022: 3,18%) and its weighed maturity is on 24 April 2023 (31 December 2022: 13 January 2023).

(\*) Other balance consists of Mutual funds in TL weighted average annual interest rate is 23,85% (31 December 2022: 21,10%).

Based on the independent data with respect to the credit risk assessment of the banks at which the Group has deposits, the credit quality of banks is sufficient. The fair values of cash and cash equivalents approximate carrying values, including accrued income at the respective balance sheet dates.

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