

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

**ANADOLU EFES BİRACILIK VE
MALT SANAYİİ ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS AS OF JUNE 30, 2022
TOGETHER WITH INDEPENDENT
AUDITOR'S REVIEW REPORT**

Convenience Translation into English of Interim Condensed Consolidated Financial Statements Originally Issued in Turkish
Anadolu Efes Biracılık ve Malt Sanayii Anonim Şirketi

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS AS OF JUNE 30, 2022**

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Convenience Translation into English of Interim Condensed Consolidated Financial Statements Originally Issued in Turkish

Anadolu Efes Biracılık ve Malt Sanayii Anonim Şirketi

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2022**

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

		Reviewed	Audited
			Reclassified (Note 2)
	Notes	June 30, 2022	December 31, 2021
ASSETS			
Cash and Cash Equivalents	5	21.214.609	10.260.355
Financial Investments	6	1.022.898	73.644
Trade Receivables		12.487.193	5.117.061
- Trade Receivables Due from Related Parties	25	732.229	472.351
- Trade Receivables Due from Third Parties		11.754.964	4.644.710
Other Receivables	9	461.886	158.315
- Other Receivables from Related Parties	25	372.227	120.322
- Other Receivables from Third Parties		89.659	37.993
Derivative Financial Assets	8	47.794	100.573
Inventories		10.622.947	5.903.274
Prepaid Expenses	17	1.575.718	1.861.020
- Prepaid Expenses to Related Parties		-	23.333
- Prepaid Expenses to Third Parties		1.575.718	1.837.687
Current Tax Assets		163.183	380.186
Other Current Assets	18	860.459	809.432
- Other Current Assets from Related Parties		131.444	-
- Other Current Assets from Third Parties		729.015	809.432
Current Assets		48.456.687	24.663.860
Financial Investments		822	822
Trade Receivables		2.554	-
- Trade Receivables Due from Third Parties		2.554	-
Other Receivables	9	132.186	113.066
- Other Receivables from Related Parties	25	28.703	17.409
- Other Receivables from Third Parties		103.483	95.657
Assets Due to Investments Accounted for Using Equity Method	10	979	-
Property, Plant and Equipment	12	28.363.627	21.297.137
Right-of-Use Assets	11	588.844	431.203
Intangible Assets		52.445.293	36.668.713
- Goodwill	14	11.007.109	6.506.587
- Other Intangible Assets	13	41.438.184	30.162.126
Prepaid Expenses	17	493.715	305.481
Deferred Tax Asset	22	3.140.868	2.031.664
Other Non-Current Assets	18	1.228	935
Non-Current Assets		85.170.116	60.849.021
TOTAL ASSETS		133.626.803	85.512.881

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

Convenience Translation into English of Interim Condensed Consolidated Financial Statements Originally Issued in Turkish

Anadolu Efes Biracılık ve Malt Sanayii Anonim Şirketi

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2022**

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

		Reviewed	Audited
			Reclassified (Note 2)
	Notes	June 30, 2022	December 31, 2021
LIABILITIES			
Current Borrowings	7	6.557.272	2.678.964
- <i>Current Borrowings from Third Parties</i>		6.557.272	2.678.964
- <i>Banks Loans</i>	7a	6.557.139	2.678.761
- <i>Lease Liabilities</i>	7b	133	203
Current Portion of Non-Current Borrowings	7	6.719.676	3.795.733
- <i>Current Portion of Non-Current Borrowings from Third Parties</i>		6.719.676	3.795.733
- <i>Banks Loans</i>	7a	3.333.241	1.214.094
- <i>Lease Liabilities</i>	7b	161.511	94.245
- <i>Issued Debt Instruments</i>	7a	3.224.924	2.487.394
Trade Payables		22.584.358	12.701.964
- <i>Trade Payables to Related Parties</i>	25	1.823.573	790.122
- <i>Trade Payables to Third Parties</i>		20.760.785	11.911.842
Employee Benefit Obligations		342.917	219.572
Other Payables	9	7.164.920	3.542.190
- <i>Other Payables to Related Parties</i>	25	-	18.077
- <i>Other Payables to Third Parties</i>		7.164.920	3.524.113
Derivative Financial Liabilities	8	1.390.277	444.129
Deferred Income	17	169.502	148.584
Current Tax Liabilities		631.992	178.829
Current Provisions		1.009.751	675.289
- <i>Current Provisions for Employee Benefits</i>		598.403	439.170
- <i>Other Current Provisions</i>		411.348	236.119
Other Current Liabilities	18	161.668	136.140
Current Liabilities		46.732.333	24.521.394
Long-Term Borrowings	7	21.419.043	14.771.633
- <i>Long-term Borrowings from Third Parties</i>		21.419.043	14.771.633
- <i>Banks Loans</i>	7a	521.881	2.313.176
- <i>Lease Liabilities</i>	7b	508.113	409.485
- <i>Issued Debt Instruments</i>	7a	20.389.049	12.048.972
Trade Payables		2.460	2.091
- <i>Trade Payables to Third Parties</i>		2.460	2.091
Other Payables	9	8.778	7.020
- <i>Other Payables to Third Parties</i>		8.778	7.020
Liabilities due to Investments Accounted for Using Equity Method	10	569.563	508.945
Derivative Financial Liabilities	8	775.591	708.656
Deferred Income	17	275	14.697
Non-Current Provision		428.427	348.640
- <i>Non-Current Provision for Employee Benefits</i>		428.427	348.640
Deferred Tax Liabilities	22	7.414.991	5.291.833
Other Non-Current Liabilities	18	6.576	5.479
Non-Current Liabilities		30.625.704	21.658.994
Equity Attributable to Equity Holders of the Parent		25.137.890	18.715.082
Issued Capital	15	592.105	592.105
Inflation Adjustment on Capital	15	63.583	63.583
Share Premium (Discount)		204.017	204.017
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		(54.642)	(54.642)
- <i>Revaluation and Remeasurement Gain/Loss</i>		(54.642)	(54.642)
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		16.715.033	10.467.910
- <i>Currency Translation Differences</i>		24.933.590	15.628.030
- <i>Gains (Losses) on Hedge</i>		(8.218.557)	(5.160.120)
Restricted Reserves Appropriated from Profits	15	451.694	372.939
Prior Years' Profits or Losses		5.872.174	6.000.867
Current Period Net Profit or Losses		1.293.926	1.068.303
Non-Controlling Interests		31.130.876	20.617.411
Total Equity		56.268.766	39.332.493
TOTAL LIABILITIES		133.626.803	85.512.881

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

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2022**

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

		Reviewed		Reviewed	
	Notes	1 January - 30 June 2022	1 April - 30 June 2022	1 January - 30 June 2021	1 April - 30 June 2021
Revenue	4	38.304.686	24.535.724	16.546.562	10.387.229
Cost of Sales (-)		(24.693.482)	(15.711.125)	(10.675.297)	(6.467.907)
GROSS PROFIT (LOSS)		13.611.204	8.824.599	5.871.265	3.919.322
General Administrative Expenses (-)		(2.441.651)	(1.339.494)	(1.171.096)	(643.634)
Sales, Distribution and Marketing Expenses (-)		(6.260.644)	(3.760.884)	(3.132.392)	(1.824.796)
Other Income from Operating Activities	19	2.327.527	1.810.472	335.571	151.168
Other Expenses from Operating Activities (-)	19	(1.911.162)	(880.976)	(306.759)	(111.446)
PROFIT (LOSS) FROM OPERATING ACTIVITIES	4	5.325.274	4.653.717	1.596.589	1.490.614
Investment Activity Income	20	211.588	162.455	600.095	54.702
Investment Activity Expenses (-)	20	(599.749)	(29.235)	(26.918)	(16.042)
Share of Loss from Investments Accounted for Using Equity Method	10	(62.308)	(9.258)	(172.328)	(86.168)
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)	4	4.874.805	4.777.679	1.997.438	1.443.106
Finance Income	21	2.846.397	1.059.092	1.013.586	340.955
Finance Expenses (-)	21	(3.902.189)	(1.988.898)	(1.167.679)	(543.392)
PROFIT (LOSS) FROM CONTINUING OPERATIONS BEFORE TAX	4	3.819.013	3.847.873	1.843.345	1.240.669
Tax (Expense) Income, Continuing Operations	4	(1.560.084)	(1.379.154)	(507.138)	(321.080)
- Current Period Tax Expense (-)		(1.403.038)	(977.142)	(517.426)	(322.227)
- Deferred Tax Income (Expense)		(157.046)	(402.012)	10.288	1.147
PROFIT/(LOSS) FROM CONTINUING OPERATIONS		2.258.929	2.468.719	1.336.207	919.589
PROFIT/(LOSS)		2.258.929	2.468.719	1.336.207	919.589
Profit/(Loss) Attributable to		2.258.929	2.468.719	1.336.207	919.589
- Non-Controlling Interest		965.003	1.042.794	625.913	504.458
- Owners of Parent		1.293.926	1.425.925	710.294	415.131
Earnings / (Loss) Per Share (Full TRL)	23	2,1853	2,4082	1,1996	0,7011
Earnings / (Loss) Per Share From Continuing Operations (Full TRL)	23	2,1853	2,4082	1,1996	0,7011

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

INTERIM CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2022

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

	Reviewed		Reviewed	
	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
PROFIT/(LOSS)	2.258.929	2.468.719	1.336.207	919.589
OTHER COMPREHENSIVE INCOME				
Other Comprehensive Income that will not be Reclassified to Profit or Loss			228	228
Gains (Losses) on Remeasurements Defined Benefit Plans	-	-	304	304
Taxes Relating to Components of Other Comprehensive Income that will not be Reclassified to Other Profit or Loss	-	-	(76)	(76)
- <i>Deferred Tax Income (Expense)</i>	-	-	(76)	(76)
Other Comprehensive Income that will be Reclassified to Profit or Loss	16.094.762	14.996.824	2.928.381	1.130.535
Currency Translation Differences	20.380.898	19.472.931	3.957.049	1.480.010
Other Comprehensive Income (Loss) Related with Cash Flow Hedge	(643.834)	(2.231.063)	(157.685)	(140.341)
Other Comprehensive Income (Loss) Related with Hedges of Net Investment in Foreign Operations (Note 26)	(4.495.098)	(2.844.649)	(1.098.006)	(278.427)
Taxes Relating to Components of Other Comprehensive Income that will be	852.796	599.605	227.023	69.293
- <i>Deferred Tax Income (Expense)</i>	<i>852.796</i>	<i>599.605</i>	<i>227.023</i>	<i>69.293</i>
OTHER COMPREHENSIVE INCOME (LOSS)	16.094.762	14.996.824	2.928.609	1.130.763
TOTAL COMPREHENSIVE INCOME (LOSS)	18.353.691	17.465.543	4.264.816	2.050.352
Total Comprehensive Income (Loss) Attributable to				
- <i>Non-Controlling Interest</i>	<i>10.812.642</i>	<i>10.176.164</i>	<i>2.421.439</i>	<i>1.074.094</i>
- <i>Owners of Parent</i>	<i>7.541.049</i>	<i>7.289.379</i>	<i>1.843.377</i>	<i>976.258</i>

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Anadolu Efes Biracılık ve Malt Sanayii Anonim Şirketi

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2022**

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

														Other Accumulated Comprehensive Income that will not be reclassified in Profit or Loss	Other Accumulated Comprehensive Income that will be reclassified in Profit or Loss	Retained Earnings							
														Put Option Reserve Related with Non- controlling Interests	Revaluation and Remeasurement Gain/ (Loss) (*)	Currency Translation Differences	Gains (Losses) on Hedge	Restricted Reserves Appropriated from Profits	Prior Years' Profits or (Losses)	Current Period Net Profit or (Loss)	Equity Attributable to Equity Holders of the Parent	Non- Controlling Interests	Total Equity
Previous Period (1 January – 30 June 2021)	Beginning Balances	592.105	63.583	1.364.733	6.773	(32.151)	6.481.026	(2.071.043)	372.939	5.213.040	814.759	12.805.764	12.208.964	25.014.728									
	Transfers	-	-	-	-	-	-	-	-	814.759	(814.759)	-	-	-									
	Total Comprehensive Income (Loss)	-	-	-	-	228	1.877.217	(744.362)	-	-	710.294	1.843.377	2.421.439	4.264.816									
	- Profit (Loss)	-	-	-	-	-	-	-	-	-	710.294	710.294	625.913	1.336.207									
	- Other Comprehensive Income (Loss)	-	-	-	-	228	1.877.217	(744.362)	-	-	-	1.133.083	1.795.526	2.928.609									
	Dividends	-	-	(1.160.716)	-	-	-	-	-	-	-	(1.160.716)	(414.745)	(1.575.461)									
	Ending Balances	592.105	63.583	204.017	6.773	(31.923)	8.358.243	(2.815.405)	372.939	6.027.799	710.294	13.488.425	14.215.658	27.704.083									
Current Period (1 January – 30 June 2022)	Beginning Balances	592.105	63.583	204.017	-	(54.642)	15.628.030	(5.160.120)	372.939	6.000.867	1.068.303	18.715.082	20.617.411	39.332.493									
	Transfers	-	-	-	-	-	-	-	78.755	989.548	(1.068.303)	-	-	-									
	Total Comprehensive Income (Loss)	-	-	-	-	-	9.305.560	(3.058.437)	-	-	1.293.926	7.541.049	10.812.642	18.353.691									
	- Profit (Loss)	-	-	-	-	-	-	-	-	-	1.293.926	1.293.926	965.003	2.258.929									
	- Other Comprehensive Income (Loss)	-	-	-	-	-	9.305.560	(3.058.437)	-	-	-	6.247.123	9.847.639	16.094.762									
	Dividends	-	-	-	-	-	-	-	-	(1.118.241)	-	(1.118.241)	(299.177)	(1.417.418)									
	Ending Balances	592.105	63.583	204.017	-	(54.642)	24.933.590	(8.218.557)	451.694	5.872.174	1.293.926	25.137.890	31.130.876	56.268.766									

(*) Gains (Losses) on Remeasurements of Defined Benefit Plans.

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

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2022**

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

		Reviewed	
	Notes	1 January- 30 June, 2022	1 January- 30 June, 2021
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		7.778.679	3.380.859
Profit/ (Loss) from Continuing Operation for the Period		2.258.929	1.336.207
Adjustments to Reconcile Profit (Loss)		5.385.652	1.700.752
Adjustments for Depreciation and Amortization Expense	4	1.888.871	1.096.470
Adjustments for Impairment Loss (Reversal)	28	872.152	21.516
Adjustments for Provisions	28	164.927	70.704
Adjustments for Interest (Income) Expenses	28	1.025.025	337.987
Adjustments for Foreign Exchange Losses (Gains)		(381.970)	138.193
Adjustments for Fair Value (Gains) Losses on Derivative Financial Instruments	28	363.405	(74.382)
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method	10	62.308	172.328
Adjustments for Tax (Income) Expenses		1.560.084	507.138
Adjustments for Losses (gains) on Disposal of Non-Current Assets	20	(169.932)	(117.786)
Transfer of Currency Translation Differences Previously Accounted as Other Comprehensive Income	20	-	(455.377)
Other Adjustments to Reconcile Profit (loss)		782	3.961
Change in Working Capital		1.006.949	766.587
Adjustments for Decrease (Increase) in Accounts Receivables		(7.512.113)	(3.180.751)
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		346.201	36.716
Adjustments for Decrease (Increase) in Inventories		(5.049.142)	(970.766)
Adjustments for Increase (Decrease) in Trade Accounts Payable		9.628.294	3.332.316
Adjustments for Increase (Decrease) in Other Operating Payables		3.593.709	1.549.072
Cash Flows from (used in) Operations		8.651.530	3.803.546
Payments Related with Provisions for Employee Benefits		(39.271)	(27.562)
Income Taxes (Paid) Return		(833.580)	(395.125)
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		(2.591.244)	(1.112.527)
Cash Outflows Arising From Purchase of Shares or Capital Increase of Associates and/or Joint Ventures	10	(1.000)	(87.000)
Proceeds from Sales of Property, Plant, Equipment		262.870	161.963
Cash Outflows Arising from Purchase of Property, Plant, Equipment and Intangible Assets	12, 13	(2.411.804)	(1.187.490)
Cash Outflows Arising From Purchase of Shares or Capital Increase of Associates and/or Joint Ventures	28	(243.310)	-
Advances and Funds Given to Related Parties		(198.000)	-
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		4.361.051	1.213.298
Proceeds from Borrowings	7a	14.862.363	7.607.544
Repayments of Borrowings	7a	(7.796.403)	(3.872.031)
Payments of Lease Liabilities	7b	(101.062)	(90.988)
Cash Inflows from Settlement of Derivative Instruments		36.990	-
Cash Outflows from Settlement of Derivative Instruments		(141.000)	-
Dividends Paid		(1.417.271)	(2.188.330)
Interest Paid	7a	(854.627)	(416.494)
Interest Received		148.628	105.323
Cash Outflows Related to Changes in Share of Subsidiaries that will not Result in Loss of Control	28	(78.873)	-
Other Inflows (Outflows) of Cash	28	(297.694)	68.274
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS BEFORE CURRENCY TRANSLATION DIFFERENCES		9.548.486	3.481.630
Effect of Currency Translation Differences on Cash and Cash Equivalents		1.401.175	215.090
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS		10.949.661	3.696.720
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5	10.253.584	8.508.135
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	21.203.245	12.204.855

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

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT JUNE 30, 2022**

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

NOTE 1. GROUP’S ORGANIZATION AND NATURE OF ACTIVITIES

General

Anadolu Efes Biracılık ve Malt Sanayii A.Ş. (Anadolu Efes, the Company) was established in İstanbul in 1966. Certain shares of Anadolu Efes are listed on the Borsa İstanbul (BIST).

The registered office of the Company is located at the address “Fatih Sultan Mehmet Mahallesi, Balkan Caddesi No:58, Buyaka E Blok, Tepeüstü, Ümraniye - İstanbul”.

The Company, its subsidiaries and joint ventures will be referred to as the “Group”. The average number of permanent personnel employed in the Group is 18.457 (December 31, 2021 – 16.701).

The interim condensed consolidated financial statements of the Group approved by the Board of Directors of the Company and signed by the Chief Financial Officer, Gökçe Yanaşmayan and Finance Director, Kerem İşeri were issued on August 10, 2022. General Assembly and specified regulatory bodies have the right to make amendments to statutory financial statements after issue.

Nature of Activities of the Group

The operations of the Group consist of production, bottling, selling and distribution of beer under a number of trademarks and also production, bottling, distribution and selling of sparkling and still beverages with The Coca- Cola Company (TCCC) trademark.

The Group owns and operates twenty one breweries; three in Türkiye, eleven in Russia and seven in other countries (December 31, 2021 - twenty one breweries; three in Türkiye, eleven in Russia and seven in other countries). The Group makes production of malt in two locations in Türkiye and three locations in Russia (December 31, 2021 – production of malt in two locations in Türkiye and three locations in Russia). Entities carrying out the relevant activities will be referred as “Beer Operations”.

The Group operates ten facilities in Türkiye, twenty facilities in other countries for sparkling and still beverages production (December 31, 2021 - ten facilities in Türkiye, nineteen facilities in other countries). Entities carrying out the relevant activities will be referred as “Soft Drink Operations”.

The Group also has joint control over Anadolu Etap Penkon Gıda ve Tarım Ürünleri San. ve Tic. A.Ş. (Anadolu Etap), which undertakes production and sales of fruit juice concentrates, purees and fresh fruit sales in Türkiye and Syrian Soft Drink Sales & Dist. LLC (SSDSD), which undertakes distribution and sales of sparkling and still beverages in Syria. In addition, the Company participates in Maltı Gıda A.Ş., which produces, distributes and sells malt bars in Türkiye.

List of Shareholders

As of June 30, 2022, and December 31, 2021, the composition of shareholders and their respective percentage of ownership can be summarized as follows:

	June 30, 2022		December 31, 2021	
	Amount	(%)	Amount	(%)
AG Anadolu Grubu Holding A.Ş.	254.892	43,05	254.892	43,05
AB Inbev Harmony Ltd.	142.105	24,00	142.105	24,00
Publicly traded and other	195.108	32,95	195.108	32,95
	592.105	100,00	592.105	100,00

The Company is controlled by AG Anadolu Grubu Holding A.Ş., the parent company.

Convenience Translation into English of Interim Condensed Consolidated Financial Statements Originally Issued in Turkish Anadolu Efes Biracılık ve Malt Sanayii Anonim Şirketi

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(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

NOTE 1. GROUP'S ORGANIZATION AND NATURE OF ACTIVITIES (continued)

List of Subsidiaries and Joint Ventures

The subsidiaries included in the consolidation and their effective shareholding rates at June 30, 2022 and December 31, 2021 are as follows:

	Country	Principal Activity	Segment	Effective Shareholding And Voting Rights %	
				June 30, 2022	December 31, 2021
Subsidiaries					
Efes Breweries International B.V. (EBI)	The Netherlands	Managing foreign investments in breweries	Beer Group	100,00	100,00
JSC FE Efes Kazakhstan Brewery (Efes Kazakhstan)	Kazakhstan	Production and marketing of beer	Beer Group	100,00	100,00
International Beers Trading LLP (IBT)	Kazakhstan	Marketing of beer	Beer Group	100,00	100,00
Efes Vitanta Moldova Brewery S.A. (Efes Moldova)	Moldova	Production and marketing of beer and low alcoholic drinks	Beer Group	96,87	96,87
JSC Lomisi (Efes Georgia)	Georgia	Production and sales of beer and carbonated soft drinks	Beer Group	100,00	100,00
PJSC Efes Ukraine (Efes Ukraine)	Ukraine	Production and marketing of beer	Beer Group	99,94	99,94
Efes Trade BY FLLC (Efes Belarus)	Belarus	Marketing and distribution of beer	Beer Group	100,00	100,00
Efes Holland Technical Management Consultancy B.V. (EHTMC)	The Netherlands	Leasing of intellectual property and similar products	Beer Group	100,00	100,00
AB InBev Efes B.V. (AB InBev Efes)	The Netherlands	Investment company	Beer Group	50,00	50,00
JSC AB Inbev Efes ⁽¹⁾	Russia	Production and marketing of beer	Beer Group	50,00	50,00
PJSC AB Inbev Efes Ukraine ⁽¹⁾	Ukraine	Production and marketing of beer	Beer Group	49,36	49,36
LLC Vostok Solod ⁽²⁾	Russia	Production of malt	Beer Group	50,00	50,00
LLC Bosteels Trade ⁽²⁾	Russia	Selling and distribution of beer	Beer Group	50,00	50,00
LLC Inbev Trade ⁽²⁾	Russia	Production of malt	Beer Group	50,00	50,00
Euro-Asien Brauerein Holding GmbH (Euro-Asien) ⁽¹⁾⁽⁶⁾	Germany	Investment company	Beer Group	50,00	50,00
Bevmar GmbH ⁽¹⁾⁽⁶⁾	Germany	Investment company	Beer Group	50,00	50,00
		Marketing and distribution company of the Group in Türkiye	Beer Group		
Efes Pazarlama ve Dağıtım Ticaret A.Ş. (Ef-Pa) ⁽⁴⁾	Türkiye			100,00	100,00
Cypex Co. Ltd. (Cypex)	Northern Cyprus	Marketing and distribution of beer	Beer Group	99,99	99,99
Efes Deutschland GmbH (Efes Germany)	Germany	Marketing and distribution of beer	Beer Group	100,00	100,00
Blue Hub Ventures B.V.	The Netherlands	Investment company	Beer Group	100,00	100,00
Efes Brewery S.R.L. (Romania) ⁽⁷⁾	Romania	Marketing and distribution of beer	Beer Group	100,00	-
Coca-Cola İçecek A.Ş. (CCİ) ⁽³⁾	Türkiye	Production of Coca-Cola products	Soft Drinks	50,26	50,26
		Distribution and selling of Coca-Cola, Doğadan and Mahmudiye products	Soft Drinks	50,25	50,25
Coca-Cola Satış ve Dağıtım A.Ş. (CCSD)	Türkiye			50,26	50,26
J.V. Coca-Cola Almaty Bottlers LLP (Almaty CC)	Kazakhstan	Production, distribution and selling of Coca Cola products	Soft Drinks	50,26	50,26
Azerbaijan Coca-Cola Bottlers LLC (Azerbaijan CC)	Azerbaijan	Production, distribution and selling of Coca Cola products	Soft Drinks	50,19	50,19
Coca-Cola Bishkek Bottlers CJSC (Bishkek CC)	Kyrgyzstan	Production, distribution and selling of Coca Cola products	Soft Drinks	50,26	50,26
CCI International Holland B.V. (CCI Holland)	The Netherlands	Investment company of CCI	Soft Drinks	50,26	50,26
The Coca-Cola Bottling Company of Jordan Ltd. (Jordan CC)	Jordan	Production, distribution and selling of Coca Cola products	Soft Drinks	50,26	50,26
Turkmenistan Coca-Cola Bottlers Ltd. (Turkmenistan CC) ⁽⁵⁾	Turkmenistan	Production, distribution and selling of Coca Cola products	Soft Drinks	29,90	29,90
Sardkar for Beverage Industry Ltd. (SBIL)	Iraq	Production, distribution and selling of Coca Cola products	Soft Drinks	50,26	50,26
Waha Beverages B.V.	The Netherlands	Investment company of CCI	Soft Drinks	50,26	50,26
Coca-Cola Beverages Tajikistan LLC (Coca Cola Tacikistan)	Tajikistan	Production, distribution and selling of Coca Cola products	Soft Drinks	50,26	50,26
Al Waha for Soft Drinks, Juices, Mineral Water, Plastics, and Plastic Caps Production LLC (Al Waha)	Iraq	Production, distribution and selling of Coca Cola products	Soft Drinks	50,26	50,26
Coca-Cola Beverages Pakistan Ltd (CCBPL) ⁽⁵⁾	Pakistan	Production, distribution and selling of Coca Cola products	Soft Drinks	24,96	24,96
Coca-Cola Bottlers Uzbekistan Ltd. (CCBU)	Uzbekistan	Production, distribution and selling of Coca Cola products	Soft Drinks	50,26	50,26
Joint Ventures					
Anadolu Etap Penkon Gıda ve Tarım Ürünleri San ve Tic. A.Ş. (Anadolu Etap)	Türkiye	Production and sales of fruit juice concentrates and sales of purees and fresh fruit sales	Beer Group	78,58	78,58
Syrian Soft Drink Sales & Dist. LLC (SSDSD)	Syria	Distribution and sales of Coca-Cola products	Soft Drinks	25,13	25,13
Associates					
Malty Gıda A.Ş. (Malty) ⁽⁸⁾	Türkiye	Distribution and sales of malt bars	Beer Group	28,41	-

(1) Subsidiaries that AB Inbev Efes B.V. directly participates.

(2) Subsidiaries of JSC AB Inbev Efes.

(3) Shares of CCI are currently traded on BIST.

(4) The Company's beer operations in Türkiye form the Türkiye Beer Operations together with Ef-Pa.

(5) CCBPL and Turkmenistan CC are controlled by CCI and are fully consolidated in accordance with TFRS as the Company has control over CCI.

(6) Liquidation process of Euro-Asien and Bevmar initiated with the BOD decision of AB Inbev Efes B.V. dated December 22, 2021.

(7) Efes Brewery S.R.L. (Romania) was established on June 6, 2022 by EBI with 100% shareholding.

(8) As of June 1, 2022, Blue Hub has participated in Malty Gıda A.Ş. by 28.41%.

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AS AT JUNE 30, 2022**

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

NOTE 1. GROUP’S ORGANIZATION AND NATURE OF ACTIVITIES (continued)

Work Environments and Economic Conditions of Subsidiaries and Joint Ventures in Foreign Countries

Certain countries, in which consolidated subsidiaries and joint ventures operate, have undergone substantial political and economic changes in recent years. As these market places do not possess well-developed business infrastructures and the Group’s operations in such countries might carry risks, which are not typically associated with those in more developed markets. Uncertainties regarding the political, legal, tax and/or regulatory environment, including the potential for adverse changes in any of these factors, could significantly affect the commercial activities of subsidiaries and joint ventures.

Developments in Russia and Ukraine

The Group is closely following the developments in Russia and Ukraine, where the Group has beer operations. The Group has been taken all possible precautions to ensure the safety of its employees. Accordingly, as of February 24, 2022, breweries were shut down and the sales operations were halted in Ukraine.

The Group has evaluated the possible effects of the developments in Russia and Ukraine on the financial statements and reviewed the estimates and assumptions used in the preparation of the consolidated financial statements. In this context, the Group has performed possible impairment tests for financial assets, inventories, property, plant and equipment, right-of-use assets, deferred tax assets, goodwill and brands in the interim consolidated financial statements as of June 30, 2022; no significant impairment has been identified other than those disclosed in Note 19 and Note 20.

NOTE 2. BASIS OF PRESENTATION OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of Preparation and Presentation of Interim Condensed Consolidated Financial Statements

In accordance with the Capital Markets Board (CMB)’s "Communiqué on Financial Reporting in Capital Market" Numbered II-14,1 (Communiqué), promulgated in the Official Gazette numbered 28676 dated June 13, 2013, effective from interim periods beginning after September 30, 2013, listed companies are required to prepare their financial statements in conformity with Türkiye Accounting/Financial Reporting Standards (TAS/TFRS) as prescribed in the CMB Communiqué. The financial statements and explanatory notes are presented using the compulsory standard formats as published by the Communiqué.

The consolidated financial statements are presented in accordance with the specified format in “TFRS Taxonomy Announcement”, issued on April 15, 2019 by the Public Oversight Authority (POA), and “the Financial Statements Examples and Guidelines for Use”, published by the CMB of Türkiye

POA made an announcement on January 20, 2022 in order to eliminate the hesitations about for the entities which apply Turkish Financial Reporting Standards (“TFRS”) will apply TAS 29, “Financial Reporting in Hyperinflationary Economies” (IAS 29 Financial Reporting in Hyperinflationary Economies) or not for the year ended December 31, 2021. In accordance with the announcement, companies that apply TFRS should not adjust financial statements for TAS 29 - Financial Reporting in Hyperinflationary Economies, Afterwards, no new statement was made by the POA about the TMS 29 application. As of the preparation date of the interim condensed consolidated financial statements, POA did not make an additional announcement and no adjustment was made to the interim condensed consolidated financial statements in accordance with TAS 29.

The Company and its Turkish subsidiaries, associates and joint ventures maintain their books of accounts and prepare their statutory financial statements in accordance with the Turkish Commercial Code (“TCC”), tax legislation, the Uniform Chart of Accounts issued by the Ministry of Finance and TFRS. The foreign subsidiaries maintain their books of account in accordance with the laws and regulations in force in the countries in which they are registered. These interim condensed consolidated financial statements have been prepared under historical cost conventions except for financial assets and financial liabilities which are carried at fair value. The interim condensed consolidated financial statements are based on the statutory records, which are maintained under historical cost conventions, with the required adjustments and reclassifications reflected for the purpose of fair presentation in accordance with TAS.

In accordance with the TAS, the entities are allowed to prepare a complete or condensed set of interim financial statements in accordance with TAS 34, “Interim Financial Reporting”. In this respect, the Group has preferred to prepare condensed consolidated financial statements in the interim periods and prepared the aforementioned interim condensed consolidated financial statements in compliance with CMB Financial Reporting Standards.

Furthermore, in accordance with the Communiqué and announcements regarding the explanations of the Communiqué, guarantee pledge mortgage table, foreign currency position table, total export and total import amounts and hedging amount of total foreign currency liabilities are presented in the interim condensed consolidated financial statement disclosures (Note 16, 26).

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT JUNE 30, 2022**

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

NOTE 2. BASIS OF PRESENTATION OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

2.1 Basis of Preparation and Presentation of Interim Condensed Consolidated Financial Statements (continued)

The interim condensed consolidated financial statements should be considered together with the audited consolidated financial statements and disclosures as of December 31, 2021. Therefore, the interim condensed consolidated financial results may not necessarily constitute an indicator for the results to be expected for the overall fiscal year.

2.2 Functional and Reporting Currency

Functional and reporting currency of the Company and its subsidiaries, joint ventures located in Türkiye is Turkish Lira.

Functional Currency of Significant Subsidiaries Located in Foreign Countries

Subsidiary / Joint Venture	Local Currency	Functional Currency	
		2022	2021
EBI	European Currency (EURO)	USD	USD
JSC AB Inbev Efes	Russian Ruble (RUR)	RUR	RUR
PJSC AB Inbev Efes Ukraine	Ukraine Hryvnya (UAH)	UAH	UAH
AB InBev Efes B.V.	European Currency (EURO)	USD	USD
Efes Kazakhstan	Kazakh Tenge (KZT)	KZT	KZT
Efes Moldova	Moldovan Leu (MDL)	MDL	MDL
Efes Georgia	Georgian Lari (GEL)	GEL	GEL
EHTMC	European Currency (EURO)	USD	USD
Efes Germany	European Currency (EURO)	EURO	EURO
Almaty CC	Kazakh Tenge (KZT)	KZT	KZT
Azerbaijan CC	Azerbaijani Manat (AZN)	AZN	AZN
Turkmenistan CC	Turkmenistan Manat (TMT)	TMT	TMT
Bishkek CC	Kyrgyz Som (KGS)	KGS	KGS
TCCBCJ	Jordan Dinar (JOD)	JOD	JOD
SIBL	Iraqi Dinar (IQD)	IQD	IQD
SSDSD	Syrian Pound (SYP)	SYP	SYP
CCBPL	Pakistan Rupee (PKR)	PKR	PKR
CCI Holland	European Currency (EURO)	USD	USD
Waha B.V.	European Currency (EURO)	USD	USD
Al Waha	Iraqi Dinar (IQD)	IQD	IQD
Tacikistan CC	Tajikistani Somoni (TJS)	TJS	TJS
CCBU	Uzbekistan Som (UZS)	UZS	UZS

2.3 Seasonality of Operations

Due to higher beverage consumption during the summer season, the condensed consolidated interim financial results may include the effects of the seasonal variations. Therefore, the results of business operations for the first six months up to June 30, 2022 may not necessarily constitute an indicator for the results to be expected for the overall fiscal year.

2.4 Significant Accounting Estimates and Decisions

Preparation of consolidated financial statements requires management to make estimations and assumptions which may affect the reported amounts of assets and liabilities as of the statement of financial position date, the disclosure of contingent assets and liabilities and the reported amounts of income and expenses during the financial period. The accounting assessments, estimates and assumptions are reviewed considering past experiences, other factors and reasonable expectations about future events under current conditions. Although the estimations and assumptions are based on the best estimates of the management's existing incidents and operations, they may differ from the actual results. There has not been any change in accounting estimates compared to year end except for developments in Ukraine stated in Note 1.

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

NOTE 2. BASIS OF PRESENTATION OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

2.5 Comparative Information and Restatement of Prior Period Financial Statements

The consolidated financial statements of the Group are prepared in comparison with the previous period in order to allow the determination of financial status and performance trends. In order to comply with the presentation of the current period financial statements, comparative information is restated or classified when necessary and significant differences are accordingly disclosed.

The transactions related to the identification of the acquisition of LLC Coca-Cola Bottlers Uzbekistan (CCBU) shares and determination of the fair values of the identifiable assets, liabilities and contingent liabilities in the financial statement of the company have been completed within the scope of TFRS 3 “Business Combinations”.

The Group has accounted for the aforementioned merger transaction based on the fair values of the assets, liabilities and contingent liabilities at the date of acquisition in the financial statements of CCBU. As of September 30, 2021, the difference between the Group's acquisition cost and fair value of CCBU's assets, liabilities and contingent liabilities amounting to TRL2.302.469 has temporarily accounted as goodwill. A portion of that total amounting to TRL 2.141.042 has been accounted as “bottling and distribution agreements” in other intangible assets and deferred tax liability amounting to TRL 321.157 was recorded accordingly (Net asset amount after tax is TRL 1.819.885).

As of December 31, 2021, of the temporary goodwill presented as TRL3.410.144 with currency translation differences, TRL 3.171.057 has been reclassified to other intangible assets and TRL 475.659 has been reclassified to deferred tax liability (Net asset amount after tax is TRL 2.695.398).

The fair values of CCBU's net assets in its financial statements as of the date of acquisition are as follows:

	CCBU Net Book Value	CCBU Fair Value
Cash and cash equivalents	76.944	76.944
Financial Investments	93.324	93.324
Trade receivables	7.676	7.676
Inventories	203.348	203.348
Other current assets	219.077	219.077
Property, plant and equipment	291.831	291.831
Other intangible assets	-	2.141.042
Other non-current assets	4.867	4.867
Trade payables	(167.449)	(167.449)
Deferred tax liabilities	-	(321.157)
Net assets/(liabilities)	729.618	2.549.503
Total consideration (including put option)		3.032.087
Net asset / liability consolidated by the Group		(2.549.503)
Goodwill		482.584

2.6 Changes in Accounting Policies

Adoption of new and revised Turkish Financial Reporting Standards

Standards, amendments, and interpretations applicable as of June 30, 2022:

Amendments to TFRS 7, TFRS 4 and TFRS 16 Interest Rate Benchmark Reform Phase 2 (effective January 1, 2021); The Phase 2 amendments address issues that arise from the implementation of the reforms, including the replacement of one benchmark with an alternative one. The Phase 2 amendments provide additional temporary reliefs from applying specific TAS 39 and TFRS 9 hedge accounting requirements to hedging relationships directly affected by IBOR reform.

Amendments to TFRS 4 Insurance Contracts – deferral of TFRS 9 (effective January 1, 2021); These amendments defer the date of application of TFRS 17 by two years to January 1, 2023 and change the fixed date of the temporary exemption in TFRS 4 from applying TFRS 9, Financial instrument until January 1, 2023.

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NOTE 2. BASIS OF PRESENTATION OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

2.6 Changes in Accounting Policies (continued)

Adoption of new and revised Turkish Financial Reporting Standards (continued)

Standards, amendments, and interpretations applicable as of June 30, 2022 (continued)

Amendment to TFRS 16, ‘Leases’ – Covid-19 related rent concessions Extension of the practical expedient (effective 1 April 2021); As a result of the coronavirus (COVID-19) pandemic, rent concessions have been granted to lessees. In May 2020, the IASB published an amendment to TFRS 16 that provided an optional practical expedient for lessees from assessing whether a rent concession related to COVID-19 is a lease modification. On March 31, 2021, the IASB published an additional amendment to extend the date of the practical expedient from 30 June 2021 to 30 June 2022. Lessees can elect to account for such rent concessions in the same way as they would if they were not lease modifications. In many cases, this will result in accounting for the concession as variable lease payments in the period(s) in which the event or condition that triggers the reduced payment occurs.

Standards, amendments, and interpretations that are issued but not effective as of June 30, 2022

The Group has not yet implemented the following standards, which are issued but not effective, and the following amendments and interpretations to existing previous standards.

A number of narrow-scope amendments to TFRS 3, TAS 16, TAS 37 and some annual improvements on TFRS 1, TFRS 9, TAS 41 and TFRS 16; effective from annual periods beginning on or after January 1, 2022.

- **Amendments to TFRS 3, ‘Business combinations’** update a reference in TFRS 3 to the Conceptual Framework for Financial Reporting without changing the accounting requirements for business combinations.
- **Amendments to TAS 16, ‘Property, plant and equipment’** prohibit a company from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, a company will recognise such sales proceeds and related cost in profit or loss.
- **Amendments to TAS 37, ‘Provisions, contingent liabilities and contingent assets’** specify which costs a company includes when assessing whether a contract will be loss-making. Annual improvements make minor amendments to TFRS 1, ‘First-time Adoption of TFRS’, TFRS 9, ‘Financial Instruments’, TAS 41, ‘Agriculture’ and the Illustrative Examples accompanying TFRS 16, ‘Leases’.

The Group does not expect a material impact on its interim condensed consolidated financial statements and performance.

Amendments to TAS 1, Presentation of financial statements’ on classification of liabilities; effective date deferred until accounting periods starting not earlier than January 1, 2024. These narrow-scope amendments to TAS 1, ‘Presentation of financial statements’, clarify that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the expectations of the entity or events after the reporting date (for example, the receipt of a waiver or a breach of covenant). The amendment also clarifies what TAS 1 means when it refers to the ‘settlement’ of a liability. The Group does not expect a material impact on its interim condensed consolidated financial statements and performance

Narrow scope amendments to TAS 1, Practice statement 2 and TAS 8; effective from annual periods beginning on or after January 1, 2023. The amendments aim to improve accounting policy disclosures and to help users of the financial statements to distinguish between changes in accounting estimates and changes in accounting policies. The Group does not expect a material impact on its interim condensed consolidated financial statements and performance.

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 2. BASIS OF PRESENTATION OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

2.6 Changes in Accounting Policies (continued)

Adoption of new and revised Turkish Financial Reporting Standards (continued)

Standards, amendments, and interpretations that are issued but not effective as of June 30, 2022 (continued)

Amendment to TAS 12 – Deferred tax related to assets and liabilities arising from a single transaction; from annual periods beginning on or after January 1, 2023. These amendments require companies to recognise deferred tax on transactions that, on initial recognition give rise to equal amounts of taxable and deductible temporary differences. The Group does not expect a material impact on its interim condensed consolidated financial statements and performance

TFRS 17, ‘Insurance Contracts’, as amended in December 2021; effective from annual periods beginning on or after January 1, 2023. This standard replaces TFRS 4, which currently permits a wide variety of practices in accounting for insurance contracts. TFRS 17 will fundamentally change the accounting by all entities that issue insurance contracts and investment contracts with discretionary participation features. The Group does not expect a material impact on its consolidated financial statements and performance.

NOTE 3. BUSINESS COMBINATIONS

Transactions Related to the Six-Month Period Ended in June 30, 2022

None.

Transactions Related to the Six-Month Period Ended in June 30, 2021

Changes in Ownership Interests in Joint Ventures

Anadolu Etap

The Company’s ownership in Anadolu Etap has been increased to 78,58% from 76,22% on June 28, 2021 following the capital increase by TRL87.000. Anadolu Etap, which is currently being consolidated to Group’s financial statements by using the equity method, will continue to be accounted by using equity method, as the current governance structure and agreements among the shareholders of the Anadolu Etap does not allow any shareholder to fully control and consolidate.

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 4. SEGMENT REPORTING

The management monitors the operating results of its two business units separately for the purpose of making decisions about the resource allocation and performance assessment. The two operating segments are Beer Operations (Beer Group) and Soft Drinks Operations (Soft Drinks).

Segment performance is evaluated based on “EBITDA Before Non-Recurring Items” (EBITDA BNRI) which is calculated excluding profit from discontinued operations and the following effects from profit from continuing operations attributable to our equity holders:

(i) non-controlling interest, (ii) tax (expense)/income, (iii) share of gain/(loss) of investments accounted using equity method, (iv) financial income/(expense), (v) investment activity income/(expense) (vi) foreign exchange gains/(losses) arising from operating activities (vii) depreciation, amortization and other non- cash items and (viii) non-recurring items associated with Profit/Loss from Operating Activities. Non-recurring items are either income or expenses which do not occur regularly as part of the normal activities of the Group.

EBITDA BNRI is not an accounting measure under TFRS accounting and does not have a standard calculation method however it has been considered as the optimum indicator for the evaluation of the performance of the operating segments by considering the comparability with the entities in the same business.

The Group's segment reporting in accordance with TFRS 8 is disclosed as follows:

	Beer Group	Soft Drinks	Other⁽¹⁾and Eliminations	Total
January 1 – June 30, 2022				
Net sales	14.946.173	23.358.948	-	38.305.121
Inter-segment sales	-	(435)	-	(435)
Revenue	14.946.173	23.358.513	-	38.304.686
EBITDA BNRI	2.442.368	4.763.183	3.874	7.209.425
Impairment losses	(592.038)	(1.154)	-	(593.192)
Reversals of impairment losses	-	35.099	-	35.099
Financial Income / (Expense)	(521.767)	(534.025)	-	(1.055.792)
Tax (Expense) Income	(195.685)	(1.371.220)	6.821	(1.560.084)
Capital expenditures	649.190	1.762.673	(59)	2.411.804

	Beer Group	Soft Drinks	Other⁽¹⁾and Eliminations	Total
April 1 – June 30, 2022				
Net sales	9.842.495	14.693.522	-	24.536.017
Inter-segment sales	-	(293)	-	(293)
Revenue	9.842.495	14.693.229	-	24.535.724
EBITDA BNRI	1.989.738	2.968.754	23	4.958.515
Impairment provision	(25.610)	(841)	-	(26.451)
Reversals of impairment losses	-	14.451	-	14.451
Financial Income / (Expense)	(604.887)	(324.919)	-	(929.806)
Tax (Expense) Income	(467.757)	(916.288)	4.891	(1.379.154)
Capital expenditures	382.456	895.577	16	1.278.049

(1) Presents group consolidation adjustments.

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**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

NOTE 4. SEGMENT REPORTING (continued)

	Beer Group	Soft Drinks	Other ⁽¹⁾ and Eliminations	Total
January 1 – June 30, 2022				
Net sales	6.976.259	9.570.979	-	16.547.238
Inter-segment sales	-	(676)	-	(676)
Revenue	6.976.259	9.570.303	-	16.546.562
EBITDA BNRI	665.286	2.118.832	417	2.784.535
Impairment losses	-	(12.381)	-	(12.381)
Reversals of impairment losses	-	9.019	-	9.019
Financial Income / (Expense)	(247.753)	93.660	-	(154.093)
Tax (Expense) Income	(83.947)	(424.382)	1.191	(507.138)
Capital expenditures	575.613	611.906	(29)	1.187.490
April 1 – June 30, 2022				
Net sales	4.564.184	5.823.634	-	10.387.818
Inter-segment sales	-	(589)	-	(589)
Revenue	4.564.184	5.823.045	-	10.387.229
EBITDA BNRI	712.637	1.355.972	761	2.069.370
Impairment losses	-	(9.527)	-	(9.527)
Reversals of impairment losses	-	2.591	-	2.591
Financial Income / (Expense)	(184.210)	(18.227)	-	(202.437)
Tax (Expense) Income	(73.009)	(247.497)	(574)	(321.080)
Capital expenditures	345.970	315.684	41	661.695

As of June 30, 2022, the portion of Türkiye geographical area in the consolidated net revenue and total assets is 28% and 22% respectively (June 30, 2021- 30% and 40% respectively).

As of June 30, 2022, the portion of Russia and Ukraine geographical area in the consolidated net revenue and total assets is 26% and 43% respectively (June 30, 2021- 29% and 33% respectively).

As of June 30, 2022, the portion of Kazakhstan geographical area in the consolidated net revenue and total assets is 13% and 10% respectively (June 30, 2021- 14% and 13% respectively).

As of June 30, 2022, the portion of Pakistan geographical area in the consolidated net revenue and total assets is 13% and 5% respectively (June 30, 2021 - 14% and 8% respectively).

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 4. SEGMENT REPORTING (continued)

	Beer Group	Soft Drinks	Other ⁽¹⁾and Eliminations	Total
June 30, 2022				
Segment assets	70.163.934	51.839.165	11.623.704	133.626.803
Segment liabilities	43.174.995	33.035.233	1.147.809	77.358.037
Investments Accounted for Using Equity Method	(568.584)	-	-	(568.584)
December 31, 2021				
Segment assets	41.643.911	32.786.241	10.607.070	85.037.222
Segment liabilities	26.748.402	17.816.399	1.139.928	45.704.729
Investments Accounted for Using Equity Method	(508.945)	-	-	(508.945)

(1) Includes adjustment journals in the consolidation of the Group.

Reconciliation of EBITDA BNRI to the consolidated Profit/Loss from Continuing Operations and its components as of June 30, 2022 and 2021 are as follows:

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
EBITDA BNRI	7.209.425	4.958.515	2.784.535	2.069.370
Depreciation and amortization expenses	(1.888.871)	(1.036.539)	(1.096.470)	(557.416)
Provision for retirement pay liability	(80.041)	(57.572)	(24.816)	(15.201)
Provision for vacation pay liability	(65.755)	(17.319)	(34.485)	(12.720)
Foreign exchange gain/loss from operating activities	558.372	788.447	(23.905)	8.980
Rediscount income/expense from operating activities	(4.041)	(2.976)	(2.293)	-
Non-recurring items (*)	(391.860)	24.564	(848)	(662)
Other	(11.955)	(3.403)	(5.129)	(1.737)
PROFIT (LOSS) FROM OPERATING ACTIVITIES	5.325.274	4.653.717	1.596.589	1.490.614
Investment Activity Income	211.588	162.455	600.095	54.702
Investment Activity Expenses (-)	(599.749)	(29.235)	(26.918)	(16.042)
Share of Loss from Investments Accounted for Using Equity Method	(62.308)	(9.258)	(172.328)	(86.168)
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)	4.874.805	4.777.679	1.997.438	1.443.106
Finance Income	2.846.397	1.059.092	1.013.586	340.955
Finance Expenses (-)	(3.902.189)	(1.988.898)	(1.167.679)	(543.392)
PROFIT (LOSS) FROM CONTINUING OPERATIONS	3.819.013	3.847.873	1.843.345	1.240.669

(*) It includes impairment of inventory, utilization cost of inventory and expected credit loss for trade receivables together with accommodation and travel expenses due to recent events related to Beer Operations in Ukraine.

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NOTE 5. CASH AND CASH EQUIVALENTS

	June 30, 2022	December 31, 2021
Cash on hand	28.124	7.623
Bank accounts		
- Time deposits	17.231.867	8.317.160
- Demand deposits	3.852.949	1.790.009
Other	90.305	138.792
Cash and cash equivalents in cash flow statement	21.203.245	10.253.584
Expected credit loss (-)	(875)	(875)
Interest income accrual	12.239	7.646
	21.214.609	10.260.355

As of June 30, 2022, annual interest rate of the TRL denominated time deposit is between 15,50% and 19,50% and have maturity between 1-46 days (December 31, 2021 - 16,50% - 28,00%; maturity between 3-45 days). Annual interest rates of the US Dollars (USD) and, Euro (EURO), and other currency denominated time deposits vary between 0,75% and 13,76% and have maturity between 1-226 days (December 31, 2021– annual interest rates of the US Dollars (USD) and, Euro (EURO), and other currency time deposits vary between 0,20% - 9,50%; maturity between 3-84 days).

As of June 30, 2022, other item contains credit card receivables amounting to TRL78.148 (December 31, 2021 – TRL138.451).

As of June 30, 2022, the Group has designated its bank deposits amounting to TRL2.249.962, equivalent of thousand USD131.600 and thousand EURO3.300 for the future raw material purchases, operational and interest expense related payments in the scope of hedge accounting (December 31, 2021 – TRL2.558.016, equivalent of thousand USD180.090, thousand EURO4.500 and thousand RUR500.000).

NOTE 6. FINANCIAL INVESTMENTS

	June 30, 2022	December 31, 2021
Currency linked deposits	623.991	-
Time deposits with maturity more than three months	272.669	11.576
Restricted cash (*)	126.238	62.068
	1.022.898	73.644

(*) The restricted bank balance is the blocked amount in the bank for collateral of letters of credit in Uzbekistan and Pakistan.

As of June 30, 2022, time deposits with maturities over 3 months are composed of USD, UZS and KZT with 176 and 458 days' maturity and have 2,25%-4,50% interest rate for USD, 16,00% for UZS and 9,25% for KZT. (As of December 31, 2021, time deposits with maturities over 3 months are composed of USD and KZT and have 2,25% interest rate for USD and 7,50% - 9,50% for KZT).

NOTE 7. SHORT AND LONG TERM BORROWINGS

a) Bank Loans, issued debt instruments and other borrowings

	June 30, 2022	December 31, 2021
Short-term Bank Loans (Third Parties)	6.557.139	2.678.761
Current Portion of Bank Loans (Third Parties)	3.333.241	1.214.094
Current Portion of Issued Debt Instruments (Third Parties)	3.224.924	2.487.394
Long-term Bank Loans (Third Parties)	521.881	2.313.176
Long-term Issued Debt Instruments (Third Parties)	20.389.049	12.048.972
	34.026.234	20.742.397

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NOTE 7. SHORT AND LONG TERM BORROWINGS (continued)

b) Bank Loans, issued debt instruments and other borrowings

As of June 30, 2022, total borrowings consist of principal (lease obligations included) amounting to TRL 33.521.796 (December 31, 2021 – TRL20.585.594) and interest expense accrual amounting to TRL504.438 (December 31, 2021 – TRL156.803). As of June 30, 2022, and December 31, 2021, total amount of borrowings and the effective interest rates are as follows:

	June 30, 2022			December 31, 2021		
	Amount	Weighted average fixed rate	Weighted average floating rate	Amount	Weighted average fixed rate	Weighted average floating rate
Short-term Borrowings						
TRL denominated borrowings	4.785.617	23,94%	-	1.424.965	19,03%	-
Foreign currency denominated borrowings (USD)	771	3,00%	-	617	3,00%	-
Foreign currency denominated borrowings (Other)	1.770.751	17,81%	Kibor + 0,10%	1.253.179	8,46%	Kibor + 0,10%
	6.557.139			2.678.761		
Short-term portion of long term borrowings						
TRL denominated borrowings	314.576	11,65%	-	331.966	11,65%	-
Foreign currency denominated borrowings (USD)	5.236.805	3,84%	Libor+2,50%	2.496.795	3,40%	Libor+2,50%
Foreign currency denominated borrowings (EURO)	323.557	-	Euribor+2,08%	199.429	-	Euribor+1,99%
Foreign currency denominated borrowings (Other)	683.227	10,04%	-	673.298	9,13%	-
	6.558.165			3.701.488		
Total	13.115.304			6.380.249		
Long-term Borrowings						
TRL denominated borrowings	1.273.710	11,74%	-	772.950	11,74%	-
Foreign currency denominated borrowings (USD)	19.020.458	4,00%	Libor+2,50%	12.871.121	3,83%	Libor+2,50%
Foreign currency denominated borrowings (EURO)	494.448	-	Euribor+2,30%	565.667	-	Euribor + 2,30%
Foreign currency denominated borrowings (Other)	122.314	15,00%	-	152.410	15,00%	-
Total	20.910.930			14.362.148		
Grand Total	34.026.234			20.742.397		

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NOTE 7. SHORT AND LONG TERM BORROWINGS (continued)

a) Bank loans, issued debt instruments and other borrowings (continued)

Repayments of long-term borrowings are scheduled as follows:

	June 30, 2022	December 31, 2021
Between 1-2 years	454.599	2.047.809
Between 2-3 years	3.924.184	5.711.867
5 years and more	16.532.147	6.602.472
	20.910.930	14.362.148

The movement of borrowings as of June 30, 2022 and 2021 is as follows:

	2022	2021
Balance at January 1	20.742.397	11.794.152
Proceeds from Borrowings	14.862.363	7.607.544
Repayments of Borrowings (-)	(7.796.403)	(3.872.031)
Interest and Borrowing Expense (Note 21)	1.190.818	420.419
Interest Paid (-)	(854.627)	(416.494)
Foreign exchange (gain)/loss	5.336.076	1.245.148
Currency Translation Differences	545.610	405.812
Balance at June 30	34.026.234	17.184.550

As of June 30, 2022, net interest on cross currency swap contracts of CCI is TRL15.700 (June 30, 2021– TRL53.000).

b) Lease Liabilities

	June 30, 2022	December 31, 2021
Short term Lease Liabilities (Third Parties)	133	203
Current Portion of Lease Liabilities (Third Parties)	161.511	94.245
Long term Lease Liabilities (Third Parties)	508.113	409.485
	669.757	503.933

The movement of lease liabilities as of June 30, 2022 and 2021 is as follows:

	2022	2021
Balance at January 1	503.933	370.462
Additions	47.345	10.102
Repayments (-)	(101.062)	(90.988)
Disposals (-)	-	(17.917)
Interest expense (Note 21)	31.663	22.801
Changes in lease	53.769	39.461
Foreign exchange (gain)/loss	(12.140)	7.255
Currency translation differences	146.249	45.283
Balance at June 30	669.757	386.459

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NOTE 8. DERIVATIVE INSTRUMENTS

a) Cross currency swaps

Soft Drink Operations

As of June 30, 2022, Soft Drink Operations has a cross currency swap contract with a total amount of USD150 million due on September 19, 2024, for the probability of arising exchange rate exposure in the long term. The Group has also purchased an option on September 19, 2020 amounting to USD150 million for hedging the foreign exchange exposure with those two derivative transactions (nominal amount of TRL2.499.210). (December 31, 2021 – TRL1.999.350)

b) Currency option contracts

Beer Operations

As of June 30, 2022, Beer Operations has no derivative financial instrument of an option contract (December 31, 2021 – TRL359.092).

Soft Drink Operations

As of June 30, 2022, Soft Drink Operations holds a derivative financial instrument of an option contract signed on August 23, 2021 with an amount of USD5 million (USD8 million leveraged) and maturity of August 1, 2022. The total swap value of this hedge transaction is TRL83.307 (December 31, 2021 – TRL266.580).

c) Commodity swap and option contracts

Beer Operations

As of June 30, 2022, Beer Operations has 59 commodity swap contracts with a total nominal amount of TRL646.231 for 11.104 tonnes of aluminium, 9.020 tonnes of plastic. Aforementioned commodity swap contracts are designated as hedging instruments in cash flow hedges related to forecasted cash flow, for the highly probable purchases of production materials exposed to can and pet price risk for the year 2022 (December 31, 2021– TRL866.617).

Soft Drink Operations

As of June 30, 2022, Soft Drink Operations has 12 aluminium swap transactions with a total nominal amount of TRL804.074 for 17.187 tonnes and 2 aluminium option transactions with a total nominal amount of TRL319.099 for 6.720 tonnes (13.440 tonnes leveraged). The total of these aluminium swap contracts is designated as hedging instruments in cash flow hedges related to forecasted cash flow, for the high probability purchases of production material exposed to can price risk for the years 2022 and 2023 (December 31, 2021 – TRL788.479).

As of June 30, 2022, Soft Drink Operations has 2 resin swap transactions with a total nominal amount of TRL152.128 for 10.700 tones. The total of these resin swap contracts is designated as hedging instruments in cash flow hedges related to forecasted cash flow, for the high probability purchases of pet exposed to commodity price risk for the year 2022 (December 31, 2021 – TRL36.788).

As of June 30, 2022, Soft Drink Operations has 2 sugar swap transactions with a total nominal amount of TRL276.223 for 35.050 tones. The total of these sugar swap contracts is designated as hedging instruments in cash flow hedges related to forecasted cash flow, for the high probability purchases of sugar exposed to commodity price risk for the year 2023 (December 31, 2021 – None).

d) Currency forwards

Beer Operations

As of June 30, 2022, Beer Operations have FX forward transactions with a total nominal amount of TRL4.160.841, for forward contracts amounting to USD100 million and EURO144 million. The total of these FX forward contracts are designated as cash flow hedges related to forecasted cash flow, for the high probability purchases of raw material, trade goods and operational expenses, exposed to foreign currency risk (December 31, 2021 – TRL5.740.346).

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NOTE 8. DERIVATIVE INSTRUMENTS (continued)

e) Swap contracts

Soft Drink Operations

As of June 30, 2022, Soft Drink Operations has no swap contract (December 31, 2021 – TRL377.168).

The effective portion of change is in fair value of derivative instruments designated as hedging instruments in cash flow hedges is recognized in the consolidated statement of comprehensive income. The Group calculates the fair values of financial instruments that do not have an active market by using market data, using similar transactions, reference to fair value of similar instruments and discounted cash flow analysis.

	June 30, 2022		December 31, 2021	
	Nominal Value	Fair Value Asset / (Liability)	Nominal Value	Fair Value Asset / (Liability)
Currency option contracts	83.307	5.970	625.672	32.768
Cross currency participation swaps	2.499.210	(715.502)	1.999.350	(708.423)
Commodity swap and option contracts	2.197.755	(145.042)	1.691.884	47.139
Currency forwards	4.160.841	(1.263.500)	5.740.346	(292.452)
Fair value hedge reserve assets / (liabilities)	-	-	377.168	(131.244)
	8.941.113	(2.118.074)	10.434.420	(1.052.212)

NOTE 9. OTHER RECEIVABLES AND PAYABLES

a) Other Current Receivables

	June 30, 2022	December 31, 2021
Receivables from related parties (Note 25)	346.611	108.614
Sublease receivables from related parties (Note 25) ⁽¹⁾	25.616	11.708
Due from personnel	33.927	15.318
Deposits and guarantees given	3.479	6.567
Receivables from tax office	827	709
Other	51.426	15.399
	461.886	158.315

b) Other Non-Current Receivables

	June 30, 2022	December 31, 2021
Deposits and guarantees given	74.972	68.213
Receivables from tax office	28.511	26.467
Sublease receivables from related party (Note 25) ⁽¹⁾	28.703	17.409
Other	-	977
	132.186	113.066

(1) Subleases from related parties has been recorded according to TFRS 16 which are related with the management building and leased on behalf of the parent company AG Anadolu Group A.Ş. and the subsidiaries.

c) Other Current Payables

	June 30, 2022	December 31, 2021
Taxes other than income taxes	5.559.626	2.201.148
Deposits and guarantees taken	1.429.648	885.134
Dividends payable	105.943	83.853
Payables for purchases to obtain control of subsidiaries	-	239.922
Payables related to share changes in subsidiaries that do not result in loss of control	-	71.977
Other current payables to related parties (Note 25)	-	18.077
Other	69.703	42.079
	7.164.920	3.542.190

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NOTE 9. OTHER RECEIVABLES AND PAYABLES (continued)

d) Other Non-Current Payables

	June 30, 2022	December 31, 2021
Deposits and guarantees taken	8.778	7.020
	8.778	7.020

NOTE 10. INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD

	June 30, 2022		December 31, 2021	
	Ownership	Carrying Value	Ownership	Carrying Value
Anadolu Etap ⁽¹⁾	78,58%	(569.563)	78,58%	(508.945)
SSDSD ⁽²⁾	25,13%	-	25,13%	-
Malty Gıda A.Ş. ⁽³⁾	28,41%	979	-	-
		(568.584)		(508.945)

Relating to investments accounted for using equity method, total assets and liabilities as of June 30, 2022 and December 31, 2021 and profit/(loss) for the period of as of June 30, 2022 and June 30, 2021 are as follows:

	Anadolu Etap		SSDSD		Malty Gıda	
	June 30, 2022	December 31, 2021	June 30, 2022	December 31, 2021	June 30, 2022	December 31, 2021
Total Assets	2.662.234	2.376.564	171	770	1.850	-
Total Liabilities	3.387.035	3.024.225	27.451	21.288	1.044	-
Net Assets	(724.801)	(647.661)	(27.280)	(20.518)	806	-
Group's Share (%)	78,58%	78,58%	25,13%	25,13%	28,41%	-
Group's Share of Net Assets	(569.563)	(508.945)	(6.855)	(5.156)	229	-
	Anadolu Etap		SSDSD		Malty Gıda	
	January 1- June 30, 2022	January 1- June 30, 2021	January 1- June 30, 2022	January 1- June 30, 2021	January 1- June 30, 2022	January 1- June 30, 2021
Group's Share of Profit/(Loss) for the period	(60.618)	(169.091)	(1.669)	(3.237)	(21)	-

The movement of investments accounted for using equity method as of June 30, 2022 and 2021 are as follows:

	2022	2021
Balance at January 1	(508.945)	(57.241)
Shares in profits/losses of investments accounted using the equity method	(62.308)	(172.328)
Share purchase ⁽³⁾	1.000	-
Capital increase	-	87.000
Other	1.669	3.237
Balance at June 30	(568.584)	(139.332)

- (1) Losses exceeding the Group's share in Anadolu Etap, has been continued to be accounted as "Liabilities due to Investments Accounted for Using Equity Method" in consolidated financial statements in accordance with TAS 28.
- (2) SSDSD, which has been accounted by using equity method in CCI financial statements, is accounted as investment in associates in Group's financial statements.
- (3) As of June 1, 2022, the Group has participated in Malty Gıda A.Ş. by 28.41%.

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NOTE 11. RIGHT-OF-USE ASSETS

For the six-month periods ended June 30, 2022 and 2021, movement on right use of asset are as follows:

Current year	Net Book Value January 1, 2022	Additions	Amendments to Leasing	Amortization	Disposals, net	Currency translation differences, net	Net Book Value June 30, 2022
Land	68.747	-	12.162	(2.788)	-	32.598	110.719
Buildings	269.748	5.727	27.241	(28.899)	-	78.090	351.907
Machinery and equipment	18.550	1.108	-	(6.305)	(162)	8.155	21.346
Vehicles	72.545	40.510	14.366	(40.443)	(1.665)	17.825	103.138
Other	1.613	-	-	(789)	-	910	1.734
	431.203	47.345	53.769	(79.224)	(1.827)	137.578	588.844

Previous year	Net Book Value January 1, 2021	Additions	Amendments to Leasing	Amortization	Disposals, net	Currency translation differences, net	Net Book Value June 30, 2021
Land	33.861	-	3.810	(1.585)	(846)	6.774	42.014
Buildings	184.047	4.767	37.605	(23.034)	(16.084)	29.265	216.566
Machinery and equipment	28.164	-	-	(6.317)	-	185	22.032
Vehicles	77.466	5.335	111	(26.625)	(1.176)	2.494	57.605
Other	3.715	-	-	(1.500)	-	200	2.415
	327.253	10.102	41.526	(59.061)	(18.106)	38.918	340.632

Interest income from sub-leases is TRL 4.696. (June 30, 2021- 3.101 TL) (Note 25).

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NOTE 12. PROPERTY, PLANT AND EQUIPMENT

For the six-month periods ended June 30, 2022 and 2021, movement on property, plant and equipment are as follows:

Current year	Net Book Value January 1, 2022	Additions	Depreciation	Disposals, net	Currency translation differences, net	Impairment / (Impairment reversal), net	Transfers, net	Net Book Value June 30, 2022
Land and land improvements	1.057.728	9.530	(16.566)	(27.499)	278.617	-	(6.675)	1.295.135
Buildings	5.366.396	284.869	(144.610)	(26.294)	2.005.831	(15.373)	44.405	7.515.224
Machinery and equipment	8.983.599	513.165	(827.170)	(9.868)	3.114.794	(12.645)	272.961	12.034.836
Vehicles	218.843	27.861	(32.256)	(514)	76.048	4	8.102	298.088
Other tangibles	4.178.633	1.096.281	(721.500)	(27.365)	797.148	(64.166)	163.357	5.422.388
Leasehold improvements	4.661	-	(1.142)	-	667	-	245	4.431
Construction in progress	1.487.277	364.394	-	(1.200)	479.209	-	(536.155)	1.793.525
	21.297.137	2.296.100	(1.743.244)	(92.740)	6.752.314	(92.180)	(53.760)	28.363.627

Previous year	Net Book Value January 1, 2021	Additions	Depreciation	Disposals, net	Currency translation differences, net	Impairment / (Impairment reversal), net	Transfers, net	Net Book Value June 30, 2021
Land and land improvements	680.692	453	(7.520)	(1.032)	71.261	-	47.683	791.537
Buildings	3.192.273	6.908	(77.772)	(4.178)	541.887	-	(824)	3.658.294
Machinery and equipment	5.592.844	124.057	(449.496)	(9.548)	922.775	3.883	227.032	6.411.547
Vehicles	120.603	16.244	(14.883)	91	33.573	-	(16.984)	138.644
Other tangibles	2.428.732	563.962	(441.981)	(25.030)	285.845	(7.245)	79.309	2.883.592
Leasehold improvements	5.051	-	(933)	-	-	-	-	4.118
Construction in progress	571.871	418.529	-	(3.060)	131.860	-	(341.392)	777.808
	12.592.066	1.130.153	(992.585)	(42.757)	1.987.201	(3.362)	(5.176)	14.665.540

As of June 30, 2022, there is a pledge on property, plant and equipment of TRL267.390 (December 31, 2021– TRL248.135) for loans of Soft Drink Operations. This amount is disclosed in Commitments and Contingencies note under guarantees, pledges and mortgages (GPMs) table (Note 16).

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NOTE 13. OTHER INTANGIBLE ASSETS

For the six-month periods ended June 30, 2022 and 2021, movement on other intangible assets are as follows:

Current year	Net Book Value January 1, 2022	Additions	Amortization	Disposals, net	Currency translation differences, net	Impairment / (Impairment reversal),net (*)	Transfers, net	Net Book Value June 30, 2022
Bottling contracts	18.026.563	-	-	-	2.489.773	-	-	20.516.336
Licence agreements	10.218.168	-	-	-	7.990.707	(448.560)	-	17.760.315
Brands	1.410.991	-	-	-	1.039.750	(17.353)	-	2.433.388
Rights	153.931	538	(39.376)	-	75.583	-	61.987	252.663
Construction in progress	61.080	33.275	-	-	-	-	(6.166)	88.189
Other intangible assets	291.393	81.891	(26.995)	(1.195)	44.334	-	(2.135)	387.293
	30.162.126	115.704	(66.371)	(1.195)	11.640.147	(465.913)	53.686	41.438.184

Previous year	Net Book Value January 1, 2021	Additions	Amortization	Disposals, net	Currency translation differences, net	Impairment / (Impairment reversal),net	Transfers, net	Net Book Value June 30, 2021
Bottling contracts	10.417.801	-	-	-	977.638	-	-	11.395.438
Licence agreements	5.642.031	-	-	-	1.182.452	-	-	6.824.483
Brands	774.556	-	-	-	155.622	-	-	930.178
Rights	88.637	232	(25.604)	(1.416)	8.873	-	4.684	75.406
Construction in progress	90.551	31.656	-	-	-	-	(51.029)	71.178
Other intangible assets	154.132	25.449	(16.643)	(3)	17.834	-	41.804	222.573
	17.167.708	57.337	(42.247)	(1.420)	2.342.419	-	(4.541)	19.519.256

(*) Impairment amounting to TRL465.913 regarding the Group's beer operations in Ukraine.

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NOTE 14. GOODWILL

For the six-month period ended June 30, 2022 and 2021, movements of the goodwill during the period are as follows:

	2022	2021
At January 1	6.506.587	3.299.250
Currency translation differences	4.500.522	675.959
At June 30	11.007.109	3.975.209

NOTE 15. CAPITAL RESERVES AND OTHER EQUITY ITEMS

The legal reserves consist of first and second legal reserves in accordance with the Turkish Commercial Code. The first legal reserve is appropriated out of the statutory net income at the rate of 5%, until the total reserve reaches a maximum of 20% of the Company's issued capital (inflation-restated issued capital in accordance with the communiqués and resolution of CMB). The second legal reserve is appropriated at the rate of 10% of all distributions in excess of 5% of the Company's issued capital (inflation-restated capital in accordance with CMB). The legal reserves are not available for distribution unless they exceed 50% of the issued capital, other than that legal reserves cannot be used.

Quoted companies distribute dividend according to the Communiqué No: II-19,1 which is effective from February 1, 2014 of the CMB.

Companies distribute dividend within the framework of the profit distribution policies determined by the general assemblies and in accordance with the related legislation by the decision of the general assembly. Within the scope of the communiqué, a minimum distribution ratio has not been determined. Companies pay dividends as specified in articles of incorporation and in profit distribution policies.

Inflation adjustment to shareholders' equity and carrying amount of extraordinary reserves can only be netted-off against prior years' losses and used as an internal source for capital increase. However, when inflation adjustment to shareholders' equity is used for cash dividend distribution, it is subject to income tax.

For June 30, 2022 and December 31, 2021, nominal amounts, equity restatement differences and restated value of equity are as follows:

	June 30, 2022			December 31, 2021		
	Nominal Amount	Inflation Adjustment on Capital	Restated Amount	Nominal Amount	Inflation Adjustment on Capital	Restated Amount
Issued capital	592.105	63.583	655.688	592.105	63.583	655.688
Legal reserves	451.694	74.729	526.423	372.939	74.729	447.668
Extraordinary reserves	1.100.653	25.831	1.126.484	266.332	25.831	292.163

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NOTE 16. COMMITMENTS AND CONTINGENCIES

Parent Company (Anadolu Efes) and Subsidiaries Included in Consolidation

As of June 30, 2022, and December 31, 2021 guarantees, pledges and mortgages (GPMs) given in favor of the parent company and subsidiaries included in full consolidation are as follows:

June 30, 2022							
Current year	Total TRL Equivalent	Original Currency TRL	Original Currency Thousand USD	Original Currency Thousand EURO	Original Currency Thousand UAH	Original Currency Thousand PKR	Other Foreign Currency TRL Equivalent
A. GPMs given on behalf of the Company's legal personality	465.291	138.681	101	1.088	67.855	2.666.996	50.454
B. GPMs given in favor of subsidiaries included in full consolidation ⁽¹⁾	9.355.468	-	3.000	477.195	1.146.071	193.150	348.140
C. GPMs given by the Company for the liabilities of 3rd parties in order to run ordinary course of business	-	-	-	-	-	-	-
D. Other GPMs	1.290.463	176.979	-	63.988	-	-	-
i. GPMs given in favor of parent company	-	-	-	-	-	-	-
ii. GPMs given in favor of group companies not in the scope of B and C above ⁽²⁾	1.290.463	176.979	-	63.988	-	-	-
iii. GPMs given in favor of third party companies not in the scope of C above	-	-	-	-	-	-	-
Total	11.111.222	315.660	3.101	542.271	1.213.925	2.860.146	398.594
Ratio of other GPMs over the Company's equity (%)	2,3						

December 31, 2021							
Previous year	Total TRL Equivalent	Original Currency TRL	Original Currency Thousand USD	Original Currency Thousand EURO	Original Currency Thousand UAH	Original Currency Thousand PKR	Other Foreign Currency TRL Equivalent
A. GPMs given on behalf of the Company's legal personality	474.223	205.208	181	370	25.989	2.667.001	46.933
B. GPMs given in favor of subsidiaries included in full consolidation ⁽¹⁾	1.897.725	-	3.600	39.069	1.555.011	2.538.234	308.832
C. GPMs given by the Company for the liabilities of 3rd parties in order to run ordinary course of business	-	-	-	-	-	-	-
D. Other GPMs	1.252.461	30.848	-	80.827	-	-	-
i. GPMs given in favor of parent company	-	-	-	-	-	-	-
ii. GPMs given in favor of group companies not in the scope of B and C above ⁽²⁾	1.252.461	30.848	-	80.827	-	-	-
iii. GPMs given in favor of third party companies not in the scope of C above	-	-	-	-	-	-	-
Total	3.624.409	236.056	3.781	120.266	1.581.000	5.205.235	355.765
Ratio of other GPMs over the Company's equity (%)	3,2						

- (1) Consists of the GPMs given in favor of subsidiaries included in full consolidation for their borrowings. These financial liabilities are included in short-term and long-term borrowings in consolidated financial statements.
- (2) Includes the GPMs given in favor of Anadolu Etap which is the Group's investment accounted by using equity method. The Company has given a Project Completion Guarantee (Guarantee) for Anadolu Etap's payment obligations according to the loan agreement signed by Anadolu Etap with European Bank For Reconstruction and Development (EBRD) thousand EURO81.429 and TRL154.599 in total as of June 30, 2022 (December 31, 2021: thousand EURO102.857). This guarantee is included in clause (D) of the GPM table above. The guarantee that has been given by Anadolu Efes is limited with Anadolu Efes' share in Anadolu Etap as determined by Article 12 of the Corporate Governance Communiqué.

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NOTE 16. COMMITMENTS AND CONTINGENCIES (continued)

Murabaha

CCBPL has signed Murabaha facility agreements with Habib Bank Limited and Standard Chartered Bank (Banks). Based on these agreements, the Banks and CCBPL agree that they shall enter into a series of sugar and resin purchase transactions from time to time on the dates and in the amounts to be agreed between them subject to the terms of this agreement. As of June 30, 2022, CCBPL has USD53 million purchase commitment to the banks for sugar and resin until December 31, 2022 and USD 5 million purchase commitment to the Banks for sugar and resin until March 31, 2023 (December 31, 2021- USD 15 million sugar until the end of June 2022 and USD 37 million sugar and resin until the end of December 2022).

Tax and Legal Matters

Legislation and regulations regarding taxation and foreign currency transactions in most of the territories in which the Group operates out of Türkiye continue to evolve as a result of the transformation from command to market oriented economy managed by the government. The various legislation and regulations are not always clearly written and the interpretation related with the implementation of these regulations is subject to the opinions of the local, regional and national tax authorities, the Central Bank and Ministry of Finance. Tax declarations, together with other legal compliance areas (as examples, customs and currency control) are subject to review and investigation by a number of authorities, who are enabled by law to impose significant fines, penalties and interest charges. These facts may create tax risks in the territories in which the Group operates substantially more so than typically found in countries with more developed tax systems.

As per the change in governing law in Pakistan, “Capacity Tax” was started to be applied as of July 9, 2013, replacing “Sales and Excise Tax”. CCBPL fulfilled all the obligations as per the new law and change in regulations.

As of May 2014, “Capacity Tax” application was cancelled by the constitutional court and the law has been reverted to “Sales and Excise Tax”. After this withdrawal, CCBPL fulfilled all the obligations again according to “Sales and Excise Tax” system.

After the withdrawal, Federal tax office in Pakistan requested TRL285.113 (PKR3.505 million) additional tax payment from CCBPL, by arguing that “Sales and Excise Tax” should be applied retrospectively by considering the period before the cancellation of “Capacity Tax” application. Company Management objected and litigated this request, since withdrawal decisions of constitutional court could not be applied retrospectively in principle. In the opinion of Management, the outcome of the litigation will be favourable (December 31, 2021 - TRL264.680 (PKR3.505 million)).

Litigations against the Group

As of June 30, 2022, according to the legal opinion taken by the administration in response to 68 lawsuits filed against Beer Operations, in the event of loss the estimated compensation will be million TRL283.439. In the opinion given by the legal counsel of the Group, it is stated that there is low probability of losing the cases and so no provision has been made in the financial statements (December 31, 2021- TRL165.285)

Soft Drink Operations are involved on an ongoing basis in 203 litigations arising in the ordinary course of business as of June 30, 2022 with an amount of TRL14.748 (December 31, 2021 – TRL17.717). As of December 31, 2021, no court decision has been granted yet.

As of June 30, 2022, CCBPL has tax litigations. If the claims are resulted against CCBPL, the tax liability would be TRL86.758 (PKR1.067 million) (December 31, 2021 – TRL393.437 (PKR5.210 million)).

Group management does not expect any adverse consequences related with these litigations that would materially affect Group’s operation results, financial status and liquidity.

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NOTE 17. PREPAID EXPENSES AND DEFERRED INCOME

a) Short Term Prepaid Expenses

	June 30, 2022	December 31, 2021
Advances given to suppliers	1.018.235	1.336.959
Prepaid sales expenses	412.098	434.757
Prepaid insurance expenses	11.134	21.319
Prepaid rent expenses	5.046	1.235
Prepaid expenses to related parties (Anadolu Efes Spor Kulübü)	-	23.333
Prepaid other expenses	129.204	43.417
	1.575.718	1.861.020

b) Long Term Prepaid Expenses

	June 30, 2022	December 31, 2021
Prepaid sales expenses	317.322	217.050
Advances given to suppliers	63.852	22.601
Prepaid rent expenses	29.057	27.277
Prepaid other expenses	83.484	38.553
	493.715	305.481

c) Short Term Deferred Income (Deferred Income Other Than Contract Liabilities)

	June 30, 2022	December 31, 2021
Advances taken	169.279	148.584
Deferred income	223	-
	169.502	148.584

d) Long Term Deferred Income (Deferred Income Other Than Contract Liabilities)

	June 30, 2022	December 31, 2021
Deferred income	275	14.697
	275	14.697

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NOTE 18. OTHER ASSETS AND LIABILITIES

a) Other Current Assets

	June 30, 2022	December 31, 2021
Value Added Tax (VAT) deductible or to be transferred	612.765	619.386
Other Current Assets from related parties (Anadolu Efes Spor Kulübü)	131.444	-
Deferred VAT and other taxes	18.503	54.702
Other	97.747	135.344
	860.459	809.432

b) Other Non-Current Assets

	June 30, 2022	December 31, 2021
Deferred VAT and other taxes	849	660
Other	379	275
	1.228	935

c) Other Current and Non-Current Liabilities

As of June 30, 2022, and December 31, 2021, other current liabilities are as follows:

	June 30, 2022	December 31, 2021
Deferred VAT and other taxes	19.019	55.096
Put option liability	39.392	31.513
Other	103.257	49.531
	161.668	136.140

As of June 30, 2022, and December 31, 2021, other non- current liabilities are as follows:

	June 30, 2022	December 31, 2021
Deferred VAT and other taxes	683	500
Other	5.893	4.979
	6.576	5.479

As of June 30, 2022, the obligation of TRL39.392 results from the put option carried, for the purchase of %12,5 of Turkmenistan CC shares from Day Investment Ltd., with a consideration of USD2.360 thousand. USD amount is converted with the official USD purchase rate announced by Central Bank of Republic of Türkiye and resulting TRL amount is reflected under other current liabilities (December 31, 2021 – TRL31.513).

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NOTE 19. OTHER INCOME / EXPENSES FROM OPERATING ACTIVITIES

a) Other Income from Operating Activities

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
Foreign exchange gains arising from operating activities	1.846.332	1.501.335	186.675	80.833
Reversal of provision for inventory obsolescence ^(*)	143.133	127.682	17.825	5.519
Income from scrap and other materials	70.880	46.518	21.796	14.256
Rent income	8.728	4.726	5.251	2.621
Reversal of provision for expected credit loss	6.580	3.714	4.850	1.275
Insurance compensation income	1.534	312	7.167	6.959
Other	250.340	126.185	92.007	39.705
	2.327.527	1.810.472	335.571	151.168

b) Other Expense from Operating Activities

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
Foreign exchange losses arising from operating activities	(1.287.960)	(712.888)	(210.580)	(71.853)
Provision for inventory obsolescence ^(*)	(379.385)	(41.039)	(26.770)	(15.198)
Provision for expected credit loss ^(*)	(84.387)	(33.150)	(14.059)	2.970
Donations	(1.973)	(1.947)	(160)	(129)
Depreciation and amortization	-	-	(102)	(51)
Other	(157.457)	(91.952)	(55.088)	(27.185)
	(1.911.162)	(880.976)	(306.759)	(111.446)

NOTE 20. INVESTMENT ACTIVITY INCOME / EXPENSE

a) Investment activity income

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
Gain on disposal of PPE	176.489	148.004	132.165	48.577
Reversal of impairment on PPE	35.099	14.451	9.019	2.591
Transfer of currency translation differences previously accounted as other comprehensive income	-	-	455.377	-
Gain on put option valuation	-	-	3.534	3.534
	211.588	162.455	600.095	54.702

b) Investment activity expense

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
Provision for impairment on intangible assets ^(*)	(465.913)	-	-	-
Provision for impairment on PPE ^(*)	(127.279)	(26.451)	(12.381)	(9.527)
Loss on disposal of PPE	(6.557)	(2.784)	(12.964)	(5.093)
Loss on disposal of intangible assets	-	-	(1.415)	(1.415)
Other	-	-	(158)	(7)
	(599.749)	(29.235)	(26.918)	(16.042)

^(*) The Group has evaluated the effect of developments in Russia and Ukraine on the interim consolidated financial statements as of June 30, 2022 as explained in Note 1; accordingly reflected impairment on inventory amounting to TRL239.622, expected credit loss amounting to TRL57.844, impairment on PPE amounting to TRL126.121 and impairment on intangible assets amounting to TRL465.913 to its statement of profit or loss (December 31, 2021 – None).

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NOTE 21. FINANCE INCOME / EXPENSE

a) Finance Income

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
Foreign exchange gain	2.507.377	1.025.142	864.389	284.172
Interest income	192.760	131.011	102.132	40.127
Gain on derivative transactions	141.564	(99.475)	42.719	15.028
Interest income from subleases	4.696	2.414	3.101	1.421
Gain arising from the termination of lease agreements	-	-	1.075	207
Other	-	-	170	-
	2.846.397	1.059.092	1.013.586	340.955

b) Finance Expense

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
Foreign exchange loss	(2.082.971)	(892.543)	(568.149)	(212.567)
Interest and borrowing expense	(1.190.818)	(645.068)	(420.419)	(205.769)
Loss on derivative transactions	(483.774)	(370.987)	(110.031)	(80.932)
Interest expense from leases	(31.663)	(16.921)	(22.801)	(12.027)
Other	(112.963)	(63.379)	(46.279)	(32.097)
	(3.902.189)	(1.988.898)	(1.167.679)	(543.392)

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NOTE 22. TAX ASSETS AND LIABILITIES

The Group is subject to taxation in accordance with the tax regulations and the legislation effective in the countries in which the Group companies operate.

Different corporate tax rates of subsidiaries are as follows:

	June 30, 2022	December 31, 2021
Türkiye (*)	23%	25%
The Netherlands	25%	25%
Russia	20%	20%
Kazakhstan	20%	20%
Moldova	12%	12%
Georgia	-	-
Ukraine	18%	18%
Azerbaijan	20%	20%
Kyrgyzstan	10%	10%
Pakistan	29%	29%
Iraq	15%	15%
Jordan	17%	17%
Turkmenistan	8%	8%
Tajikistan	13%	13%
Uzbekistan	15%	15%

(*) According to Amendment to the Corporate Tax Law, which came into force after being published in the Official Gazette dated April 22, 2021 and numbered 31462; the legal corporate tax rate of 20% was applied as 25% for the earnings of the corporations for the 2021 taxation period, and will be applied as 23% for the earnings for the 2022 taxation period. The aforementioned application will be effective starting from January 1, 2021. Within the scope of the aforementioned law, deferred tax assets and liabilities in the consolidated financial statements as of June 30, 2022, are calculated as 23% for the amount that will have tax effect in 2022 and for the part that will have a tax effect in the following periods calculated with 20% rate.

As of June 30, 2022 and December 31, 2021 consolidated deferred tax assets and liabilities calculated by using effective tax rates are summarized as below:

	June 30, 2022	December 31, 2021
Deferred tax asset	3.140.868	2.031.664
Deferred tax liability	(7.414.991)	(5.291.833)
	(4.274.123)	(3.260.169)

	Asset		Liability		Net	
	June 30, 2022	December 31, 2021	June 30, 2022	December 31, 2021	June 30, 2022	December 31, 2021
PP&E and intangible assets and right of use assets	-	-	(8.435.703)	(5.891.014)	(8.435.703)	(5.891.014)
Inventories	40.055	-	-	(8.926)	40.055	(8.926)
Carry forward losses	2.439.475	1.727.535	-	-	2.439.475	1.727.535
Retirement pay liability and other employee benefits	192.403	83.448	-	-	192.403	83.448
Other provisions and accruals	1.284.032	687.059	-	-	1.284.032	687.059
Unused investment discounts	188.379	119.130	-	-	188.379	119.130
Derivative financial instruments	17.236	22.599	-	-	17.236	22.599
	4.161.580	2.639.771	(8.435.703)	(5.899.940)	(4.274.123)	(3.260.169)

As of June 30, 2022, total investments made for Bursa, Elazığ, Köyceğiz, Çorlu, Ankara, Mersin, İzmir and Isparta production line investments under the scope of investment incentives with infinite useful life are amounting to TRL295.245 (December 31, 2021, TRL295.245) with a total tax advantage of TRL188.379 (December 31, 2021, - TRL119.131). Tax advantage calculated from the beginning date of the incentives by considering the future advantages is amounting to TRL4.528 (December 31, 2021 – TRL4.528).

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NOTE 23. EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the net income for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period. Weighted average number of shares represents the number of shares as a result of capital increase and adjusted number of shares at the beginning period multiplied with the time-weighting factor. Time weighting factor is calculated by dividing the number of days that the shares are available by the total number of days of the period. The Group has no dilutive instruments.

Following table illustrates the net income and share figures used in earnings per share calculation:

	1 January-30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
Weighted average number of shares (full value)	592.105.263	592.105.263	592.105.263	592.105.263
Profit/ (loss) for the owners of parent	1.293.926	1.425.925	710.294	415.131
Earnings/ (losses) per share (full TRL)	2,1853	2,4082	1,1996	0,7011
Profit/ (loss) for the owners of parent	1.293.926	1.425.925	710.294	415.131
Profit/ (loss) from continuing operations	1.293.926	1.425.925	710.294	415.131
Earning/ (losses) from continuing operations (full TRL)	2,1853	2,4082	1,1996	0,7011

There have been no other transactions involving ordinary shares or potential ordinary shares between the financial statement date and the date of approval of these financial statements.

NOTE 24. DIVIDEND DISTRIBUTION

For the period January-December 2021, cash dividend proposal of gross full TRL1,8545 (net full TRL1,66905) per each share with full TRL 1 nominal value realizing a 185,45% gross dividend distribution over its issued capital amounting to TRL592.105 a total of TRL1.098.059 to be distributed consist of; TRL575.033 from the profit in the annual statutory accounts for the calendar year 2021 which exceeding the previous year's statutory losses, TRL280.906 from the legally released part of the general legal reserves and TRL242.120 from extraordinary reserves was approved in General Assembly meeting held on April 20, 2022. The dividend amounting to TRL 1.118.241 including TRL20.182 paid to the founding shareholders per the Company's principal agreement has distributed in cash as of May 20, 2022.

In 2022, dividend payment amounting to TRL299.177 (2021 – TRL414.745) has been made to non-controlling interests.

NOTE 25. RELATED PARTY BALANCES AND TRANSACTIONS

a) Balances with Related Parties

Due from Related Parties

	June 30, 2022	December 31, 2021
Migros Group Companies ⁽²⁾	618.880	270.466
AB InBev Group Companies ⁽³⁾	240.847	294.416
Anadolu Etap Tarım ve Gıda Ürünleri Sanayi ve Ticaret A.Ş. (*)	200.206	-
AG Anadolu Grubu Holding A.Ş. ⁽¹⁾	54.413	29.781
Other	18.813	15.419
	1.133.159	610.082

(*) The interest rate of the Group's short-term TRL receivables from Anadolu Etap is 19,20% as of June 30, 2022 (December 31, 2021 – None).

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NOTE 25. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

a) Balances with Related Parties (continued)

Due to Related Parties

	June 30, 2022	December 31, 2021
AB InBev Group Companies ⁽³⁾	1.644.579	740.488
Anadolu Efes Spor Kulübü	131.444	24.833
Oyex Handels GmbH ⁽²⁾	39.352	14.577
AG Anadolu Grubu Holding A.Ş. ⁽¹⁾	3.411	8.609
Anadolu Eğitim ve Sosyal Yardım Vakfı	-	18.088
Other	4.787	1.604
	1.823.573	808.199

(1) The shareholder of the Group

(2) Related party of AG Anadolu Grubu Holding A.Ş. (a shareholder)

(3) Related parties of AB Inbev Harmony Ltd. (a shareholder)

b) Transactions with Related Parties

Purchases of Goods, Services and Donations

	Nature of transaction	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
AB InBev Group Companies ⁽³⁾	Service and Purchase of Trade Goods	534.201	221.542	371.899	101.724
Anadolu Efes Spor Kulübü	Service	204.333	147.666	87.714	44.946
Oyex Handels GmbH ⁽²⁾	Purchase of Materials and Fixed Assets	66.312	36.966	42.212	16.345
AG Anadolu Grubu Holding A.Ş. ⁽¹⁾	Consultancy Service	19.555	9.574	24.460	12.231
Çelik Motor Ticaret A.Ş. ⁽²⁾	Vehicle Leasing	454	273	286	11
Efestur Turizm İşletmeleri A.Ş. ⁽²⁾	Travel and Accommodation	-	-	1.508	804
Other		576	223	508	146
		825.431	416.244	528.587	176.207

Financial Income and Expense

	Nature of transaction	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
AG Anadolu Grubu Holding A.Ş. ⁽¹⁾	Interest Income from Subleases	4.696	2.414	3.101	1.421
Çelik Motor Ticaret A.Ş.	Interest Expense from Leases	-	-	(277)	(250)
		4.696	2.414	2.824	1.171

Revenue and Other Income / (Expenses)

	Nature of transaction	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
Migros Group Companies ⁽²⁾	Sales Income	790.793	486.605	430.534	242.119
AB InBev Group Companies ⁽³⁾	Other Income	11.484	(24.432)	51.431	19.401
Other	Other Income	2.577	1.491	1.961	1.415
		804.854	463.664	483.926	262.935

(1) The shareholder of the Group

(2) Related party of AG Anadolu Grubu Holding A.Ş. (a shareholder)

(3) Related parties of AB Inbev Harmony Ltd. (a shareholder)

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NOTE 25. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

Director’s Remuneration

Total benefits provided to Anadolu Efes Board members for the periods ending on 30 June 2022 and 2021 are TRL 211 and TRL 299, respectively As of June 30, 2022, and 2021, remuneration and similar benefits received by total executive members of the Board of Directors and executive directors are as follows:

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
Short-term employee benefits	48.718	16.431	34.940	9.950
Post-employment benefits	-	-	-	-
Other long-term benefits	1.529	-	1.667	54
Termination benefits	919	-	19	19
Share based payments	-	-	-	-
	51.166	16.431	36.626	10.023

NOTE 26. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

The Group’s principal financial instruments comprise bank borrowings, leases, cash and short-term deposits. The main purpose of these financial instruments is to raise funds for the Group’s operations. Besides, The Group has various other financial instruments such as trade debtors and trade creditors, which arise directly from its operations.

The main risks arising from the Group’s financial instruments can be identified as interest rate risk, foreign currency risk, foreign currency hedge risk of net investments in foreign operations, liquidity risk, price risk, credit risk and capital risk. The Group management reviews and agrees policies for managing each of these risks. The Group also monitors the market price risk arising from all financial instruments.

a) Interest Rate Risk

The Group is exposed to interest rate risk through the impact of rate changes on interest bearing assets and liabilities. The Group manages interest rate risk by using natural hedges that arise from offsetting interest rate of assets and liabilities or derivative financial instruments.

Some of the interest rates associated with financial liabilities are based on prevailing market interest rates. Therefore, the Group is affected by changes in interest rates in national and international markets. The Group's exposure to market risk arising from changes in interest rates is primarily related to its debts and liabilities. The Group makes interest swap transactions to hedge interest rate risk as stated in Note 8.

b) Foreign Currency Risk

Foreign currency risk generally arises from the EURO and USD denominated assets and liabilities of the Group. The Group has transactional currency exposures. Such exposures arise from sales or purchases of goods and services or borrowings of the Group in currencies other than the functional currency. The Group manages short term foreign currency risk by balancing foreign currency denominated assets and liabilities. The Group designates certain part of its bank deposits for the future raw material purchases, operational expense and interest related payments Note 5 Group’s foreign currency liability consists of mainly long term liabilities. The Group also conducts foreign exchange forward transactions and cross currency swap transactions in order to hedge its foreign currency risk as stated in Note 8. Accordingly, in the short term foreign currency risk that may arise from fluctuation of foreign currencies are relatively limited.

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NOTE 26. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

b) Foreign Currency Risk (continued)

Net foreign currency exposure for the consolidated Group companies as of June 30, 2022 and December 31, 2021 are presented below:

Foreign Currency Position Table						
June 30, 2022						
	Total TRL Equivalent	Thousand USD	Total TRL Equivalent	Thousand EURO	Total TRL Equivalent	Other Foreign Currency TRL
1. Trade Receivables and Due from Related Parties	207.650	4.676	77.915	5.741	99.727	30.008
2a. Monetary Financial Assets (Cash and cash equivalents included)	2.378.831	108.982	1.815.790	28.196	489.767	73.274
2b. Non- monetary Financial Assets	1.119	-	-	64	1.119	-
3. Other	83.943	1.028	17.120	3.847	66.823	-
4. Current Assets (1+2+3)	2.671.543	114.686	1.910.825	37.848	657.436	103.282
5. Trade Receivables and Due from Related Parties	-	-	-	-	-	-
6a. Monetary Financial Assets	-	-	-	-	-	-
6b. Non-monetary Financial Assets	-	-	-	-	-	-
7. Other	-	-	-	-	-	-
8. Non-Current Assets (5+6+7)	-	-	-	-	-	-
9. Total Assets (4+8)	2.671.543	114.686	1.910.825	37.848	657.436	103.282
10. Trade Payables and Due to Related Parties	(5.158.056)	(189.589)	(3.158.818)	(104.600)	(1.816.918)	(182.320)
11. Short- term Borrowings and Current Portion of Long- term Borrowings	(5.578.315)	(316.765)	(5.236.402)	(19.684)	(341.913)	-
12a. Monetary Other Liabilities	(972)	-	1	(56)	(973)	-
12b. Non-monetary Other Liabilities	(39.393)	(2.364)	(39.393)	-	-	-
13. Current Liabilities (10+11+12)	(10.776.736)	(508.718)	(8.434.612)	(124.340)	(2.159.804)	(182.320)
14. Trade Payables and Due to Related Parties	(104)	-	-	(6)	(104)	-
15. Long-Term Borrowings	(19.601.481)	(1.145.425)	(19.084.390)	(29.769)	(517.091)	-
16 a. Monetary Other Liabilities	-	-	-	-	-	-
16 b. Non-monetary Other Liabilities	-	-	-	-	-	-
17. Non-Current Liabilities (14+15+16)	(19.601.585)	(1.145.425)	(19.084.390)	(29.775)	(517.195)	-
18. Total Liabilities (13+17)	(30.378.321)	(1.654.143)	(27.519.002)	(154.115)	(2.676.999)	(182.320)
19. Off Statement of Financial Position Derivative Items' Net Asset/(Liability)	25.562.553	1.534.238	25.562.553	-	-	-
Position (19a+19b)	25.562.553	1.534.238	25.562.553	-	-	-
19a. Total Hedged Assets (*)	25.562.553	1.534.238	25.562.553	-	-	-
19b. Total Hedged Liabilities	-	-	-	-	-	-
20. Net Foreign Currency Asset / (Liability) Position (9+18+19)	(2.144.225)	(5.219)	(45.624)	(116.267)	(2.019.563)	(79.038)
21. Monetary Items Net Foreign Currency Asset / (Liability) Position (1+2a+5+6a+10+11+12a+14+15+16a)	(27.752.447)	(1.538.121)	(25.585.904)	(120.178)	(2.087.505)	(79.038)
22. Total Fair Value of Financial Instruments Used to Manage the Foreign Currency Position	(1.257.530)	(23.423)	(390.457)	(49.918)	(867.074)	-
23. Total value of Hedged Foreign Currency Assets	-	-	-	-	-	-

Foreign Currency Position Table						
December 31, 2021						
	Total TRL Equivalent	Thousand USD	Total TRL Equivalent	Thousand EURO	Total TRL Equivalent	Other Foreign Currency TRL
1. Trade Receivables and Due from Related Parties	290.954	11.023	146.922	8.224	124.071	19.961
2a. Monetary Financial Assets (Cash and cash equivalents included)	4.112.184	289.648	3.860.714	10.255	154.714	96.756
2b. Non- monetary Financial Assets	219	-	-	14	219	-
3. Other	243.037	16.064	214.116	1.917	28.921	-
4. Current Assets (1+2+3)	4.646.394	316.735	4.221.752	20.410	307.925	116.717
5. Trade Receivables and Due from Related Parties	-	-	-	-	-	-
6a. Monetary Financial Assets	-	-	-	-	-	-
6b. Non-monetary Financial Assets	-	-	-	-	-	-
7. Other	287	-	-	19	287	-
8. Non-Current Assets (5+6+7)	287	-	-	19	287	-
9. Total Assets (4+8)	4.646.681	316.735	4.221.752	20.429	308.212	116.717
10. Trade Payables and Due to Related Parties	(3.850.369)	(137.956)	(1.838.821)	(125.197)	(1.888.810)	(122.738)
11. Short- term Borrowings and Current Portion of Long- term Borrowings	(2.710.066)	(189.499)	(2.498.226)	(14.041)	(211.832)	(8)
12a. Monetary Other Liabilities	(1.433)	-	-	(95)	(1.433)	-
12b. Non-monetary Other Liabilities	(31.513)	(2.364)	(31.513)	-	-	-
13. Current Liabilities (10+11+12)	(6.593.381)	(329.819)	(4.368.560)	(139.333)	(2.102.075)	(122.746)
14. Trade Payables and Due to Related Parties	(75)	-	-	(5)	(75)	-
15. Long-Term Borrowings	(13.526.991)	(970.726)	(12.938.809)	(38.984)	(588.140)	(42)
16 a. Monetary Other Liabilities	-	-	-	-	-	-
16 b. Non-monetary Other Liabilities	-	-	-	-	-	-
17. Non-Current Liabilities (14+15+16)	(13.527.066)	(970.726)	(12.938.809)	(38.989)	(588.215)	(42)
18. Total Liabilities (13+17)	(20.120.447)	(1.300.545)	(17.307.369)	(178.322)	(2.690.290)	(122.788)
19. Off Statement of Financial Position Derivative Items' Net Asset/(Liability)	12.929.130	970.000	12.929.130	-	-	-
Position (19a+19b)	12.929.130	970.000	12.929.130	-	-	-
19a. Total Hedged Assets (*)	12.929.130	970.000	12.929.130	-	-	-
19b. Total Hedged Liabilities	-	-	-	-	-	-
20. Net Foreign Currency Asset / (Liability) Position (9+18+19)	(2.544.636)	(13.810)	(156.487)	(157.893)	(2.382.078)	(6.071)
21. Monetary Items Net Foreign Currency Asset / (Liability) Position (1+2a+5+6a+10+11+12a+14+15+16a)	(15.685.796)	(997.510)	(13.268.220)	(159.843)	(2.411.505)	(6.071)
22. Total Fair Value of Financial Instruments Used to Manage the Foreign Currency Position	(390.928)	(502)	(6.673)	(25.470)	(384.254)	-
23. Total value of Hedged Foreign Currency Assets	-	-	-	-	-	-

(*) In order to hedge foreign exchange risk arising from the translation of net investments in the subsidiaries operating in the Netherlands to Turkish Lira, the USD denominated bonds have been designated as hedges of net investment risk

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NOTE 26. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

b) Foreign Currency Risk (continued)

The information regarding the export and import figures realized as of June 30, 2022 and 2021 is as follows:

	1 January- 30 June 2022	1 April- 30 June 2022	1 January- 30 June 2021	1 April- 30 June 2021
Total Export	1.113.436	682.270	492.568	308.098
Total Import	6.811.447	4.083.304	3.144.275	1.824.567

The following table demonstrates the sensitivity analysis of foreign currency as of June 30, 2022 and 2021:

Foreign Currency Position Sensitivity Analysis				
	June 30, 2022 ^(*)		June 30, 2021 ^(*)	
	Income / (Loss)			
	Increase of the foreign currency	Decrease of the foreign currency	Increase of the foreign currency	Decrease of the foreign currency
Increase / decrease in USD by 10%:				
USD denominated net asset / (liability)	(2.558.590)	2.558.590	(628.528)	628.528
USD denominated hedging instruments (-)	2.556.255	(2.556.255)	1.145.213	(1.145.213)
Net effect in USD	(2.335)	2.335	516.685	(516.685)
Increase / decrease in EURO by 10%:				
EURO denominated net asset / (liability)	(208.751)	208.751	(154.436)	154.436
EURO denominated hedging instruments (-)	-	-	-	-
Net effect in EURO	(208.751)	208.751	(154.436)	154.436
Increase / decrease in other foreign currencies by 10%:				
Other foreign currency denominated net asset / (liability)	(7.904)	7.904	436	(436)
Other foreign currency hedging instruments (-)	-	-	-	-
Net effect in other foreign currency	(7.904)	7.904	436	(436)
TOTAL	(218.990)	218.990	362.685	(362.685)

^(*) Monetary assets and liabilities eliminated in scope of consolidation are not included.

c) Foreign Currency Hedge of Net Investments in Foreign Operations

The Group has designated two bonds, the first amounting to USD180 million out of USD500 million bond issued as of May 30, 2013 and the second amounting to USD500 million out of USD500 million bond issued as of June 28, 2021 to hedge its foreign currency risk arising from the translation of net assets of its subsidiary located in Netherlands, Efes Breweries International (whose main activity is facilitating foreign investments in breweries).

CCİ has designated two bonds, the first amounting to USD270 million out of USD500 million bond issued as of September 19, 2017 and the second USD458 million out of USD500 million bond issued as of January 20, 2022 as a hedging instrument in order to hedge its foreign currency risk arising from the translation of net assets of its subsidiary located in Netherlands, CCI Holland and Waha B.V.

The effective part of the change in the value of the bonds and loans designated as hedging of net investments amounting to TRL4.495.098 (TRL3.596.078- including deferred tax effect) is recognized as “Gains (Losses) on Hedge” under Equity and to “Other Comprehensive Income (Loss) Related with Hedges of Net Investment in Foreign Operations” under Other Comprehensive Income (December 31, 2021 – TRL5.603.352 (TRL4.482.682- including deferred tax effect), June 30, 2021 – TRL1.098.006 (TRL823.505- including deferred tax effect)).

d) Liquidity Risk

Liquidity risk is the risk that an entity will be unable to meet its net funding requirements. The risk is mitigated by matching the cash in and out flow volume supported by committed lending limits from qualified credit institutions. The Group also reduces the risk by preferring long-term debt.

e) Price Risk

This is a combination of currency, interest and market risks which the Group manages through natural hedges that arise from offsetting the same currency receivables and payables, interest bearing assets and liabilities. Market risk is closely monitored by the management using the available market information and appropriate valuation methods.

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NOTE 26. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

f) Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Group attempts to control credit risk by limiting transactions with specific counterparties and assessing the creditworthiness of the counterparties.

Concentrations of credit risk arise when a number of counterparties are engaged in similar business activities or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations of credit risk indicate the relative sensitivity of the Group's performance to developments affecting a particular industry or geographic location.

The Group seeks to manage its credit risk exposure through diversification of sales activities to avoid undue concentrations of risks with individuals or groups of customers in specific locations or businesses. The Group keeps guarantees for a part of its receivables by means of DDS (Direct Debit System). The Group also obtains guarantees from the customers when appropriate and keep considerable portion of the receivables secured with guarantees or receivable insurance.

Maximum exposure to credit risk and aging of financial assets past due but not impaired as of June 30, 2022 and December 31, 2021 are disclosed as below:

	Receivables				Deposits	Derivative Instruments
	Trade Receivables		Other Receivables			
	Due from related parties	Due from third parties	Due from related parties	Due from third parties		
June 30, 2022						
Maximum exposure to credit risk at the end of reporting period (A+B+C+D+E)	732.229	11.757.518	400.930	193.142	21.981.476	47.794
- Maximum credit risk secured by guarantees	337.316	5.014.717	-	-	-	-
A. Net carrying amount of financial assets that are neither past due nor impaired	732.229	11.391.194	400.930	193.142	21.981.476	47.794
B. Carrying amount of financial assets whose term has been renegotiated, otherwise past due or impaired	-	-	-	-	-	-
C. Net carrying amount of financial assets past due but not impaired	-	355.763	-	-	-	-
- Under guarantee, securities and credit insurance	-	75.248	-	-	-	-
D. Net carrying amount of financial assets impaired	-	10.561	-	-	-	-
- past due (gross carrying value)	-	307.196	-	-	-	-
- impaired (-)	-	(296.635)	-	-	-	-
- Net carrying amount of financial assets under guarantee, securities and credit insurance	-	10.561	-	-	-	-
- not past due (gross carrying value)	-	-	-	-	-	-
- impaired (-)	-	-	-	-	-	-
- Net carrying amount of financial assets under guarantee, securities and credit insurance	-	-	-	-	-	-
E. Off- balance sheet items which include credit risk	-	-	-	-	-	-

Financial Assets Past Due but Not Impaired

June 30, 2022	Trade Receivables	Other Receivables	Deposits	Derivative Instruments
Past due between 1-30 days	284.074	-	-	-
Past due between 1-3 months	68.980	-	-	-
Past due between 3-12 months	2.680	-	-	-
Past due for more than 1 year	29	-	-	-

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NOTE 26. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

	Receivables				Deposits	Derivative Instruments
	Trade Receivables		Other Receivables			
	Due from related parties	Due from third parties	Due from related parties	Due from third parties		
December 31, 2021						
Maximum exposure to credit risk at the end of reporting period (A+B+C+D+E)	472.351	4.644.710	137.731	133.650	10.118.745	100.573
- Maximum credit risk secured by guarantees	149.628	1.433.908	-	-	-	-
A. Net carrying amount of financial assets that are neither past due nor impaired	472.351	4.447.492	137.731	133.650	10.118.745	100.573
B. Carrying amount of financial assets whose term has been renegotiated, otherwise past due or impaired	-	-	-	-	-	-
C. Net carrying amount of financial assets past due but not impaired	-	186.896	-	-	-	-
- Under guarantee, securities and credit insurance	-	14.079	-	-	-	-
D. Net carrying amount of financial assets impaired	-	10.322	-	-	-	-
- past due (gross carrying value)	-	192.908	-	-	-	-
- impaired (-)	-	(182.586)	-	-	-	-
- Net carrying amount of financial assets under guarantee, securities and credit insurance	-	10.322	-	-	-	-
- not past due (gross carrying value)	-	-	-	-	-	-
- impaired (-)	-	-	-	-	-	-
- Net carrying amount of financial assets under guarantee, securities and credit insurance	-	-	-	-	-	-
E. Off- balance sheet items which include credit risk	-	-	-	-	-	-

Financial Assets Past Due but Not Impaired

December 31, 2021	Trade Receivables	Other Receivables	Deposits	Derivative Instruments
Past due between 1-30 days	128.016	-	-	-
Past due between 1-3 months	42.787	-	-	-
Past due between 3-12 months	16.093	-	-	-
Past due for more than 1 year	-	-	-	-

g) Capital Risk Management

The Group's policy is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximize shareholder value. The Group periodically measures Net Debt to EBITDA BNRI ratio to maintain capital risk management. Net Debt is calculated by deducting cash and cash equivalents and deposits over three months from total borrowing.

NOTE 27. FINANCIAL INSTRUMENTS (FAIR VALUE AND HEDGE ACCOUNTING DISCLOSURES)

Fair Value

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 optimum fair value of a financial instrument is the quoted market value, if any.

The financial assets and liabilities which are denominated in foreign currencies are evaluated by the foreign exchange rates prevailing on the date of balance sheet which approximate to market rates. The following methods and assumptions were used to estimate the fair value of each class of financial instrument of the Group for which it is practicable to estimate a fair value:

a) Financial Assets

The fair values of certain financial assets carried at cost in the consolidated financial statements, including cash and cash equivalents plus the respective accrued interest and other financial assets are considered to approximate their respective carrying values due to their short-term nature and negligible credit losses. The carrying value of trade receivables along with the related allowance for unearned income and uncollectibility are estimated to be their fair values.

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**NOTE 27. FINANCIAL INSTRUMENTS (FAIR VALUE AND HEDGE ACCOUNTING DISCLOSURES)
(continued)**

b) Financial Liabilities

Trade payables and other monetary liabilities are considered to approximate their respective carrying values due to their short-term nature. The bank borrowings are stated at their amortized costs and transaction costs are included in the initial measurement of loans and bank borrowings. The fair value of bank borrowings are considered to state their respective carrying values since the interest rate applied to bank loans and borrowings are updated periodically by the lender to reflect active market price quotations. The carrying value of trade payables along with the related allowance for unrealized cost is estimated to be their fair values.

Derivative Instruments, Risk Management Objectives and Policies

Derivative instruments and hedging transactions are explained in Note 5, Note 8 and Note 26.

NOTE 28. EXPLANATORY INFORMATION ON STATEMENT OF CASH FLOWS

a) Adjustments for Impairment Loss (Reversal)

	January 1 – June 30, 2022	January 1 – June 30, 2021
Adjustments for impairment loss (reversal of impairment) of inventories (Note 19)	236.252	8.945
Adjustments for impairment loss (reversal of impairment) of intangible assets (Note 20)	465.913	-
Adjustments for impairment loss (reversal of impairment) of property, plant and equipment (Note 20)	92.180	3.362
Adjustments for impairment loss (reversal of impairment) of receivables (Note 19)	77.807	9.209
	872.152	21.516

b) Adjustments for (Reversal of) Provisions Related with Employee Benefits

	January 1 – June 30, 2022	January 1 – June 30, 2021
Provision for vacation pay liability	65.755	34.485
Provision for retirement pay liability	80.041	24.816
Provision for seniority bonus	19.131	11.403
	164.927	70.704

c) Adjustments for Interest (Income) Expenses

	January 1 – June 30, 2022	January 1 – June 30, 2021
Adjustments for interest expenses (Note 21)	1.190.818	420.419
Adjustments for interest expense related to leases (Note 21)	31.663	22.801
Adjustments for interest income (Note 21)	(192.760)	(102.132)
Adjustments for interest income income sub-lease receivables (Note 21)	(4.696)	(3.101)
	1.025.025	337.987

d) Cash Flows from (used in) Financing Activities

	January 1 – June 30, 2022	January 1 – June 30, 2021
Income / (loss) from cash flow hedge	564.607	45.918
Change in time deposits with maturity more than three months	(261.093)	22.356
Change in currency linked deposits	(537.038)	-
Change in restricted cash	(64.170)	-
	(297.694)	68.274

e) Adjustments for Fair Value (Gains) Losses on Derivative Financial Instruments

	January 1 – June 30, 2022	January 1 – June 30, 2021
Adjustments for fair value (gains) losses on derivative financial instruments	363.405	(70.848)
Put option revaluation	-	(3.534)
	363.405	(74.382)

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NOTE 28. EXPLANATORY INFORMATION ON STATEMENT OF CASH FLOWS (continued)

f) Cash Flows from Purchase or Changes of Shares in Subsidiaries

	January 1 – June 30, 2022	January 1 – June 30, 2021
Cash paid for business acquisitions (*)	(243.310)	-
Cash paid for purchase of non-controlling interests (**)	(78.873)	-
	(322.183)	-

(*) The remaining part of total cash outflow related to acquisition of LLC Coca-Cola Bottlers Uzbekistan (CCBU) in addition to TRL3.054.902 paid as of December 31, 2021.

(**) Cash outflow related to purchase of 10,0% stake in The Coca-Cola Bottling Company of Jordan Limited (TCCBCJ) accrued as of December 31, 2021.

NOTE 29. EVENTS AFTER REPORTING PERIOD

None.