

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

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT  
30 JUNE 2023

(Amounts expressed in Turkish Lira (“TRY”) unless otherwise indicated.)

	Note	(Reviewed) Current Period 30 June 2023	(Audited) Prior Period 31 December 2022
	references		
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents		3,702,802	6,191,301
Financial investments		89,831	89,831
Trade receivables			
-Trade receivables from related parties	19	54,418,768	85,950,547
-Trade receivables from non-related parties	5	72,636,892	56,229,926
Other receivables			
-Other receivables from related parties	19	760,403,144	62,258,453
-Other receivables from non-related parties		6,114,095	7,907,584
Inventories		45,310,234	36,233,213
Prepaid expenses		15,681,904	14,955,163
Other current assets		4,566,999	3,711,992
<b>Total current assets</b>		<b>962,924,669</b>	<b>273,528,010</b>
<b>Non-current Assets</b>			
Financial investments		313,923	313,923
Other receivables			
-Other receivables from non-related parties		14,103,321	13,188,522
Investment properties	6	706,044,826	1,769,544,826
Tangible assets	7	766,444,913	706,973,024
Intangible assets			
-Other intangible assets	8	4,817,976	13,798,350
Prepaid expenses		991,004	1,091,319
Deferred tax assets	17	76,386	117,418
Other non-current assets		114,000	114,000
<b>Total Non-current Assets</b>		<b>1,492,906,349</b>	<b>2,505,141,382</b>
<b>Total Assets</b>		<b>2,455,831,018</b>	<b>2,778,669,392</b>

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

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

**HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.**

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 30 JUNE 2023**

(Amounts expressed in Turkish Lira (“TRY”) unless otherwise indicated.)

	Note	(Reviewed) Current Period	(Audited) Prior Period
	references	30 June 2023	31 December 2022
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Short-term lease liability			
-Lease payables to non-related parties	4	6,130,720	4,469,709
Trade payables			
-Trade payables to related parties	19	27,524,443	18,660,610
-Trade payables to non-related parties	5	105,020,486	95,306,735
Employee benefit payables		23,464,169	44,243,812
Other payables			
-Other payables to related parties		-	176,044,376
-Other payables to non-related parties		145,860,897	96,308,436
Deferred income		9,285,583	9,393,991
Current income tax liabilities	17	473,607	796,997
Short-term provisions			
-Short-term provisions for employment benefits	9	64,232,522	60,126,102
-Other short-term provisions	9	23,025,381	22,980,372
Other short-term liabilities		76,772,107	116,498,897
<b>Total Current Liabilities</b>		<b>481,789,915</b>	<b>644,830,037</b>
<b>Non-Current Liabilities</b>			
Long-term lease liabilities			
-Lease payables to non-related parties	4	25,684,961	18,376,003
Long-term provisions			
-Long-term provisions for employment benefits	11	79,608,414	71,413,908
Deferred tax liability	17	129,794,646	206,107,673
Other long-term liabilities		93,073,604	2,191,142
<b>Total Non-current Liabilities</b>		<b>328,161,625</b>	<b>298,088,726</b>
<b>Total Liabilities</b>		<b>809,951,540</b>	<b>942,918,763</b>

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**HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.**

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 30 JUNE 2023**

(Amounts expressed in Turkish Lira (“TRY”) unless otherwise indicated.)

	Note reference	(Reviewed) Current Period 30 June 2023	(Audited) Prior Period 31 December 2022
<b>EQUITY</b>			
<b>Total Equity</b>		<b>1,645,879,478</b>	<b>1,835,750,629</b>
<b>Equity attributable to Equity holders of the parent company</b>		<b>1,651,275,766</b>	<b>1,839,675,942</b>
Issued capital	12	592,000,000	592,000,000
Capital adjustment differences	12	77,096,295	77,096,295
Share premiums(discounts)		76,944	76,944
Other comprehensive income and expenses that will not be reclassified subsequently to profit or loss			
-Gains (losses) on revaluation of property			
-Gains (losses) on revaluation of tangible fixed assets	12	830,191,832	1,341,312,238
-Gains (losses) on remeasurement of defined benefit plans	12	(32,010,303)	(32,010,303)
Other comprehensive income and expenses that may be reclassified subsequently to profit or loss			
-Currency translation differences	12	176,777,752	118,945,188
Restricted reserves	12	117,176,268	117,176,268
Past years profits and losses		136,199,718	(492,691,721)
Net profit (loss) for the period		(246,232,740)	117,771,033
<b>Non-controlling interests</b>		<b>(5,396,288)</b>	<b>(3,925,313)</b>
<b>Total Liabilities and Equity</b>		<b>2,455,831,018</b>	<b>2,778,669,392</b>

Condensed consolidated financial statements as of 30 June 2023 and for the interim accounting period ending on this date were approved by the Board of Directors on 16 August 2023,

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

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

**HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
FOR THE INTERIM PERIOD 1 JANUARY - 30 JUNE 2023**

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

	Note	(Reviewed) Current Period 1 January - 30 June 2023	(Not Reviewed) Current Period 1 April - 30 June 2023	(Reviewed) Prior Period 1 January - 30 June 2022	(Not Reviewed) Prior Period 1 April - 30 June 2022
Revenue	13	263,008,280	143,544,811	229,997,234	121,978,902
Cost of sales (-)	13	(337,191,413)	(171,255,783)	(254,099,133)	(135,708,971)
<b>Gross profit (loss)</b>		<b>(74,183,133)</b>	<b>(27,710,972)</b>	<b>(24,101,899)</b>	<b>(13,730,069)</b>
General administrative expenses (-)		(93,459,015)	(23,731,256)	(47,863,601)	(16,031,004)
Marketing expenses (-)		(35,579,375)	(17,414,255)	(38,407,638)	(24,155,046)
Other operating income		92,065,614	64,424,257	29,921,162	18,559,152
Other operating expenses (-)		(75,154,437)	(52,985,452)	(25,035,778)	(20,147,440)
<b>Operating profit (loss)</b>		<b>(186,310,346)</b>	<b>(57,417,678)</b>	<b>(105,487,754)</b>	<b>(55,504,407)</b>
Income from investing activities	14	33,435,050	30,140,386	2,426,851	1,038,921
Expenses from investing activities (-)	15	(143,914,975)	(143,898,600)	(1,411,453)	(732,763)
<b>Operating profit (loss) before finance income(expense)</b>		<b>(296,790,271)</b>	<b>(171,175,892)</b>	<b>(104,472,356)</b>	<b>(55,198,249)</b>
Financing expenses (-)	16	(12,657,708)	(6,073,399)	(14,438,278)	(5,021,041)
<b>Profit (loss) before tax from continuing operations</b>		<b>(309,447,979)</b>	<b>(177,249,291)</b>	<b>(118,910,634)</b>	<b>(60,219,290)</b>
<b>Tax income (expense) of continuing operations</b>		<b>85,465,292</b>	<b>74,314,898</b>	<b>314,051</b>	<b>(2,036,727)</b>
Current tax income (expense)	17	(473,607)	(297,351)	-	472,118
Deferred tax income (expense)	17	85,938,899	74,612,249	314,051	(2,508,845)
<b>Profit (loss) for the period from continuing operations</b>		<b>(223,982,687)</b>	<b>(102,934,393)</b>	<b>(118,596,583)</b>	<b>(62,256,017)</b>
Profit (loss) for the period from discontinued operations		(22,881,082)	5,678,620	(7,933,768)	(2,695,612)
<b>Net profit (loss) for the period</b>		<b>(246,863,769)</b>	<b>(97,255,773)</b>	<b>(126,530,351)</b>	<b>(64,951,629)</b>
<b>Allocation of net profit (loss) For the period</b>					
Attributable to non-controlling interests		(631,029)	92,201	(213,210)	(69,764)
Attributable to equity holders of the parent company		(246,232,740)	(97,347,974)	(126,317,141)	(64,881,865)
<b>Loss per share</b>					
Attributable to shareholders of the parent company (Losses)		(0,4159)	(0,1644)	(0,2134)	(0,1096)

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**HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.**

**CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE  
INCOME FOR THE INTERIM PERIOD 1 JANUARY- 30 JUNE 2023**

(Amounts expressed in Turkish Lira (“TRY”) unless otherwise indicated.)

Note Reference	(Reviewed) Current Period 1 January - 30 June 2023	(Not Reviewed) Current Period 1 April - 30 June 2023	(Reviewed) Prior Period 1 January - 30 June 2022	(Not Reviewed) Prior Period 1 April - 30 June 2022
<b>Other comprehensive income statement</b>				
<b>Net profit (loss) for the period</b>	<b>(246,863,769)</b>	<b>(97,255,773)</b>	<b>(126,530,351)</b>	<b>(64,951,629)</b>
<b>Other comprehensive income</b>				
<b>Other comprehensive income (expense) that will not be subsequently reclassified to profit and loss</b>				
- Gains (losses) on revaluation of tangible fixed assets	-	-	-	-
- Gain (loss) on revaluation for defined benefits	-	-	-	-
Taxes related to other comprehensive income (expense) that will not be subsequently reclassified to profit and loss				
- Gain (loss) on revaluation of property, tax effect	-	-	-	-
- Gain (loss) on revaluation for defined benefits, tax effect	-	-	-	-
<b>Other comprehensive Income (expense) that will be subsequently reclassified to profit and loss</b>				
- Currency translation differences	56,992,618	27,077,087	24,466,665	13,686,714
<b>Other comprehensive income (expense)</b>	<b>56,992,618</b>	<b>27,077,087</b>	<b>24,466,665</b>	<b>13,686,714</b>
<b>Total comprehensive income (expense)</b>	<b>(189,871,151)</b>	<b>(70,178,686)</b>	<b>(102,063,686)</b>	<b>(51,264,915)</b>
<b>Allocation of total comprehensive Income (expense)</b>				
Attributable to non-controlling interests	(1,470,975)	(1,319,293)	793,857	(68,835)
Attributable to shareholders of the parent company	(188,400,176)	(68,859,393)	(102,857,543)	(51,196,080)

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

HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE INTERIM PERIOD 1 JANUARY- 30 JUNE 2023

(Amounts expressed in Turkish Lira (“TRY”) unless otherwise indicated).

					Other comprehensive Income (expense) that will be subsequently reclassified to Profit or loss	Other comprehensive Income (expense) that will not be subsequently reclassified to Profit or loss							
					Other comprehensive Income (expense) that	Other comprehensive Income (expense) that							Accumulated profits
	Note Reference	Shared capital	Inflation adjustment to shares	Share premiums (discounts)	Currency translation differences <sup>(1)</sup>	Gains (losses) on property revaluation	Gains (losses) on remeasurement of defined benefit plans	Restricted reserves	Retained earnings / (losses)	Net profit / (loss) for	Equity attributable to Shareholders	Non- controlling interests	Total equity
<b>Balances at 1 January 2022</b>	12	592,000,000	77,198,813	76,944	76,135,841	543,697,494	(25,908,521)	117,176,268	(547,909,813)	55,218,092	887,685,118	(4,024,104)	883,661,014
Transfers								-	55,218,092	(55,218,092)	-	-	-
Total comprehensive income / (expense)		-	-	-	23,459,598	-	-	-	-	(126,317,141)	(102,857,543)	793,857	(102,063,686)
-Other comprehensive income (expense)		-	-	-	23,459,598	-	-	-	-	-	23,459,598	1,007,067	24,466,665
-Net profit (loss) for the period		-	-	-	-	-	-	-	-	(126,317,141)	(126,317,141)	(213,210)	(126,530,351)
<b>Balances at 30 June 2022</b>	12	592,000,000	77,198,813	76,944	99,595,439	543,697,494	(25,908,521)	117,176,268	(492,691,721)	(126,317,141)	784,827,575	(3,230,247)	781,597,328
<b>Balances at 1 January 2023</b>	12	592,000,000	77,096,295	76,944	118,945,188	1,341,312,238	(32,010,303)	117,176,268	(492,691,721)	117,771,033	1,839,675,942	(3,925,313)	1,835,750,629
Transfers		-	-	-	-	(511,120,406)	-	-	628,891,439	(117,771,033)	-	-	-
Total comprehensive income / (expense)		-	-	-	57,832,564	-	-	-	-	(246,232,740)	(188,400,176)	(1,470,975)	(189,871,151)
-Other comprehensive income (expense)		-	-	-	57,832,564	-	-	-	-	-	57,832,564	(839,946)	56,992,618
-Net profit (loss) for the period		-	-	-	-	-	-	-	-	(246,232,740)	(246,232,740)	(631,029)	(246,863,769)
<b>Balances at 30 June 2023</b>	12	592,000,000	77,096,295	76,944	176,777,752	830,191,832	(32,010,303)	117,176,268	136,199,718	(246,232,740)	1,651,275,766	(5,396,288)	1,645,879,478

- (1) In accordance with the board decision dated November 22, 2017 of Pronto Media Holding, which is located in Russia as the indirect subsidiary of Trader Media East Ltd, of which of the Group owns 97,29% shares, the Group decided to discontinue the digital operations within its body and impairment losses of such operations have been recognized under “discontinued operations” in the in statement of profit (loss). Additionally, currency translation differences recognized under equity attributable to TME activities will be transferred from equity to the statement of profit or loss when the necessary conditions are met.

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**HÜRRİYET GAZETECİLİK VE MATBAACILIK A.Ş.**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE  
INTERIM PERIOD 1 JANUARY – 30 JUNE 2023**

(Amounts expressed in Turkish Lira (“TRY”) unless otherwise indicated.)

	Note Reference	(Reviewed) Current period 1 January- 30 June 2023	(Reviewed) Prior period 1 January- 30 June 2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Net profit (loss) for the period</b>		<b>(922,551,529)</b>	<b>(9,271,537)</b>
Profit (loss) from continuing operations		<b>(246,863,769)</b>	<b>(126,530,351)</b>
Profit (loss) from discontinued operations		(223,982,687)	(118,596,583)
<b>Adjustments to reconcile profit (loss) for the period</b>		<b>113,572,835</b>	<b>58,401,981</b>
Adjustments related to depreciation and amortization expenses	7, 8	9,079,518	8,557,569
Adjustments related to impairment / (reversal)			
Adjustments related to impairment (reversal) of receivables	5	3,116,997	1,911,575
Adjustments related to provision for impairment of inventories		62,226	171,740
Adjustments to reconcile profit (loss) for the period			
Adjustments related to (reversal) of provision for employment benefits	9, 11	30,353,285	18,456,318
Adjustments related to litigation and legal provisions (reversal)	9	974,027	408,610
Adjustment related to general provisions (reversals)		319,181	615,715
Adjustment related to other provisions (reversals)		912,311	(115,614)
Adjustments related to interest (income) expense			
Adjustments related to interest income		(7,374)	(29,545)
Adjustments related to interest expense	16	13,773,751	17,469,156
Deferred Financial Expense from Credit Purchases		26,986,305	7,289,084
Unearned Financial Income from Credit Sales		(33,864,024)	(307,996)
Adjustments related to tax income(expense)	17	(85,465,292)	(314,051)
Adjustments related to losses arising from disposal of fixed assets			
Adjustments related to losses (gains) arising from disposal of tangible assets	6	143,898,600	-
Adjustments related to profit (loss) confirmation		3,433,324	4,289,420
<b>Changes in working capital</b>		<b>(772,044,383)</b>	<b>61,713,964</b>
Adjustments related to (increase) decrease in trade receivables			
(Increase) decrease in trade receivables from related parties		31,531,779	(1,598,081)
(Increase) decrease in trade receivables from non-related parties		(27,213,315)	(36,613,585)
Adjustments related to (increase) decrease in inventories		(8,938,672)	(7,808,542)
(Increase) decrease in prepaid expenses		(626,426)	(6,257,303)
Adjustments related to increase (decrease) in trade payables			
Increase (decrease) in trade payables to related parties		(167,180,543)	99,368,329
Increase (decrease) in trade payables to unrelated parties		9,713,751	26,556,538
Increase (decrease) in payables related to employee benefits		(20,779,643)	8,498,969
Increase (decrease) in deferred income		(108,408)	(1,875,110)
Adjustments related to other increase (decrease) in working capital			
(Increase) decrease in other assets related to operating activities		(698,121,008)	(45,710,951)
Increase (decrease) in other liabilities related to operating activities		109,678,102	27,153,700

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE  
INTERIM PERIOD 1 JANUARY – 30 JUNE 2023**

(Amounts expressed in Turkish Lira (“TRY”) unless otherwise indicated.)

	Note Reference	(Reviewed) Current period 1 January- 30 June 2023	(Reviewed) Prior period 1 January- 30 June 2022
<b>CASH GENERATED FROM OPERATIONS</b>		<b>(905,335,317)</b>	<b>(6,414,406)</b>
Employment benefits paid	9, 11	(18,465,394)	(3,428,826)
Payments related to other provisions	9	(145,060)	(88,752)
Taxes returns (payments)	17	(796,997)	(517,434)
Other cash inflows (outflows)	5	2,191,239	1,177,881
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		<b>907,405,650</b>	<b>16,473,546</b>
Cash inflows from sale of tangible and intangible assets	7, 8	758,141	21,645,104
Cash outflows from purchase of tangible and intangible assets			
Cash outflows from purchases of tangible assets	7	(12,961,266)	(4,860,478)
Cash outflows from purchases of intangible assets	8	-	(340,625)
Cash inflows from sale of investment property		919,601,400	-
Interests received		7,375	29,545
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		<b>(17,207,075)</b>	<b>(21,758,576)</b>
Cash outflow from rent agreements		(3,433,324)	(4,289,420)
Interests paid	16	(13,773,751)	(17,469,156)
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECT OF EXCHANGE RATE CHANGES</b>		<b>(32,352,954)</b>	<b>(14,556,567)</b>
Effects of currency translation rate changes on cash and cash equivalents		29,864,455	25,885,246
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		<b>(2,488,499)</b>	<b>11,328,679</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>		<b>6,191,301</b>	<b>2,490,122</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<b>3,702,802</b>	<b>13,818,801</b>

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