

Çelebi Hava Servisi Anonim Şirketi

**Condensed consolidated financial statements
for the interim period 1 January – 30 September 2024**

**(Convenience translation into English of interim condensed
consolidated financial statements originally issued in Turkish)**

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ÇELEBİ HAVA SERVİSİ ANONİM ŞİRKETİ

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF 30 SEPTEMBER 2024

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

		<i>Not Audited</i>	<i>Audited</i>
	Notes	30 September 2024	31 December 2023
ASSETS			
Current assets			
Cash and cash equivalents	4	3.467.536.684	3.377.164.246
Financial investments		812.652.333	383.735.754
-Restricted cash	5	373.682.525	109.337.443
-Time deposits	5	438.969.808	274.398.311
Trade receivables		2.261.578.093	1.347.527.814
- Trade receivables from related parties	8, 25	488.366	4.213.897
- Trade receivables from third parties	8	2.261.089.727	1.343.313.917
Other receivables		563.482.874	488.326.000
- Other receivables from related parties	9, 25	80.418.224	134.574.137
- Other receivables from third parties	9	483.064.650	353.751.863
Inventories	10	170.877.523	136.392.286
Prepaid expenses	16	444.607.767	258.893.730
Derivatives		19.680.787	-
Other current assets	15	141.346.017	114.249.793
Total current assets		7.881.762.078	6.106.289.623
Non-current assets			
Financial investments		315.836.883	51.257.197
- Restricted cash	5	72.687.992	51.225.309
- Other financial assets at fair value through profit/loss	5	243.148.891	31.888
Other receivables		1.735.788.251	1.553.514.423
- Other receivables from related parties	9, 25	841.284.400	848.447.600
- Other receivables from third parties	9	894.503.851	705.066.823
Investments accounted using equity method	6	28.155.698	25.998.200
Property, plant and equipment	11	3.470.413.154	2.326.967.950
Right-of-use assets	12	2.556.296.688	2.473.466.467
Intangible assets		1.930.528.073	1.737.253.009
- Goodwill	13	238.323.045	211.435.188
- Other intangible assets	13	1.692.205.028	1.525.817.821
Prepaid expenses	16	593.437.144	202.522.608
Deferred tax asset	23	596.189.759	455.620.835
Other non-current assets	15	221.713.389	139.802.659
Total non-current assets		11.448.359.039	8.966.403.348
Total assets		19.330.121.117	15.072.692.971

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

ÇELEBİ HAVA SERVİSİ ANONİM ŞİRKETİ

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF 30 SEPTEMBER 2024**

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

		<i>Not Audited</i>	<i>Audited</i>
	Notes	30 September 2024	31 December 2023
LIABILITIES AND EQUITY			
Current liabilities			
Short-term financial liabilities	7	1.024.837.384	1.075.244.170
Short-term portion of long-term financial liabilities	7	639.390.662	650.477.065
Short-term lease payables	7	786.215.128	625.034.676
Trade payables		1.742.794.116	980.101.930
- Trade payables to related parties	8, 25	148.364.584	60.009.778
- Trade payables to third parties	8	1.594.429.532	920.092.152
Employee benefit obligations	18	759.074.323	509.667.946
Other payables		210.848.775	178.121.458
- Other short-term payables to third parties	9	210.848.775	178.121.458
Deferred income	17	266.424.555	125.729.779
Current profit tax liability	23	531.415.544	327.129.782
Short-term provisions		188.760.372	122.442.111
- Short-term provisions for employee benefits	14	148.605.650	86.611.202
- Other short-term provisions	14	40.154.722	35.830.909
Other current liabilities	15	529.598.445	258.896.400
Total current liabilities		6.679.359.304	4.852.845.317
Non-current liabilities			
Long-term borrowings	7	1.636.035.039	1.463.444.067
Long-term lease payables	7	2.445.647.307	2.387.344.460
Other payables		52.017.857	54.600.101
- Other long-term payables to third parties	9	52.017.857	54.600.101
Deferred income		8.896.111	7.624.111
Long-term provisions		436.825.979	310.999.397
- Provisions for employee benefits	14	436.825.979	310.999.397
Deferred tax liability	23	306.902.030	247.533.069
Other non-current liabilities	15	655.345.197	533.333.357
Total non-current liabilities		5.541.669.520	5.004.878.562
Total liabilities		12.221.028.824	9.857.723.879
EQUITY			
Equity attributable to equity holders of the parent		6.307.468.062	4.635.940.926
Paid-in capital	19	24.300.000	24.300.000
Accumulated other comprehensive income or expenses that will not be reclassified subsequently to profit or loss		1.376.944.317	819.326.670
- Foreign currency translation differences		1.629.279.800	1.015.384.235
- Remeasurement losses of defined benefit plans		(252.335.483)	(196.057.565)
Accumulated other comprehensive income or expenses that will be reclassified subsequently to profit or loss		1.732.173.691	1.610.002.813
- Foreign currency translation differences		1.732.173.691	1.610.002.813
Restricted reserves appropriated from profit	19	348.459.065	195.490.565
Prior years' profit / (losses)		310.165.534	319.097.790
Net profit / (loss) for the period		2.515.425.455	1.667.723.088
Non-controlling interests		801.624.231	579.028.166
Total equity		7.109.092.293	5.214.969.092
Total liabilities and equity		19.330.121.117	15.072.692.971

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

ÇELEBİ HAVA SERVİSİ ANONİM ŞİRKETİ

**CONDENSED CONSOLIDATED FINANCIAL STATEMENT OF PROFIT OR LOSS
FOR THE INTERIM PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024**

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

		<i>Not Audited</i>	<i>Not Audited</i>	<i>Not Audited</i>	<i>Not Audited</i>
		1 January - 30 September 2024	1 July - 30 September 2024	1 January - 30 September 2023	1 July - 30 September 2023
	Notes				
Revenue	20	13.964.820.319	5.806.814.937	7.671.180.261	3.590.386.585
Cost of sales (-)	20	(9.421.906.010)	(3.644.620.211)	(4.962.435.696)	(2.122.447.257)
GROSS PROFIT	20	4.542.914.309	2.162.194.726	2.708.744.565	1.467.939.328
General administrative expenses (-)		(1.146.209.378)	(438.073.532)	(687.188.461)	(247.784.989)
Other operating income		141.287.343	(4.715.788)	189.657.761	(93.521.411)
Other operating expenses (-)		(111.600.326)	30.871.156	(180.603.177)	(63.405.173)
OPERATING PROFIT / (LOSS)		3.426.391.948	1.750.276.562	2.030.610.688	1.063.227.755
Income from investing activities		174.205.672	158.648.550	26.277.775	6.916.386
Expenses from investing activities (-)		(1.866.575)	(1.244.028)	(302.087)	1.371.027
OPERATING PROFIT / (LOSS) BEFORE FINANCE EXPENSE		3.598.731.045	1.907.681.084	2.056.586.376	1.071.515.168
Financial income	21	427.236.317	139.440.591	269.954.281	139.484.095
Financial expenses (-)	22	(499.041.539)	(163.170.048)	(304.106.261)	(182.448.022)
Monetary Gain		(251.979)	25.994	(298.409)	(298.409)
PROFIT / (LOSS) BEFORE TAX		3.526.673.844	1.883.977.621	2.022.135.987	1.028.252.832
Profit / (loss) from discontinued operations	6	(3.953.096)	181.324	681.659	264.112
Tax income / (expense)					
Current tax expense	23	(743.100.054)	(392.507.104)	(547.442.913)	(277.604.080)
Deferred tax income / (expense)	23	(84.516.054)	(33.604.221)	(85.128.864)	(14.777.124)
PROFIT / (LOSS) FOR THE PERIOD		2.695.104.640	1.458.047.620	1.390.245.869	736.135.740
Profit / (Loss) for the Period Attributable to:					
Non-controlling interests		179.679.185	62.705.785	127.749.569	62.944.785
Equity holder of the parent		2.515.425.455	1.395.341.835	1.262.496.300	673.190.955
		2.695.104.640	1.458.047.620	1.390.245.869	736.135.740
Earnings/(loss) per share (Kr)	24	1,035	0,574	0,520	0,277

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

ÇELEBİ HAVA SERVİSİ ANONİM ŞİRKETİ

**CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE INTERIM PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024**

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

	<i>Not Audited</i>	<i>Not Audited</i>	<i>Not Audited</i>	<i>Not Audited</i>
	1 January - 30 September 2024	1 July – 30 September 2024	1 January - 30 September 2023	1 July – 30 September 2023
Net profit / (loss) for the period	2.695.104.640	1.458.047.620	1.390.245.869	736.135.740
Items that will not be reclassified to profit or loss				
- Foreign currency translation differences	613.895.565	284.352.607	499.193.523	240.713.699
- Remeasurement gains / (losses) of defined benefit plans	(75.127.553)	1.346	(46.263.195)	421.865
-Tax Impact	18.865.829	(270)	9.252.895	(105.466)
Items that will be reclassified to profit or loss				
- Foreign currency translation differences	165.071.564	(86.930.121)	788.393.732	102.929.149
Other comprehensive income / (expense)	722.705.405	197.423.562	1.250.576.955	343.959.247
Total comprehensive income / (expense)	3.417.810.045	1.655.471.182	2.640.822.824	1.080.094.987
Distribution of total comprehensive income / (expense):				
Non-controlling interests	222.596.065	33.054.692	331.140.720	95.676.262
Equity holders of the parent	3.195.213.980	1.622.416.490	2.309.682.104	984.418.725
	3.417.810.045	1.655.471.182	2.640.822.824	1.080.094.987

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

ÇELEBİ HAVA SERVİSİ ANONİM ŞİRKETİ

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

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

		Accumulated other comprehensive income and expenses that will not be reclassified subsequently to profit or loss	Accumulated other comprehensive income and expenses that will be reclassified subsequently to profit or loss			Retained earnings				
	Share capital	Gains/(losses) on remeasurement of defined benefit plans	Defined Benefit Plans Remeasurement Losses	Foreign currency translation differences	Foreign currency translation differences	Prior years' profit / (losses)	Net profit / (loss) for the period	Equity attributable to equity holders of the parent	Non- controlling interests	Total equity
As of 1 January 2024	24.300.000	195.490.565	(196.057.565)	1.015.384.235	1.610.002.813	319.097.790	1.667.723.088	4.635.940.926	579.028.166	5.214.969.092
Inflation Effect (Footnote 2.1)										
(*)	-	-	-	-	-	7.244.782	-	7.244.782	-	7.244.782
Transfers	-	152.968.500		-	-	1.514.754.588	(1.667.723.088)	-	-	-
Dividend payment	-	-	-	-	-	(1.530.931.626)	-	(1.530.931.626)	-	(1.530.931.626)
Other comprehensive income / (expense)	-	-	(56.277.918)	613.895.565	122.170.878	-	-	679.788.525	42.916.880	722.705.405
Net profit / (loss) for the period	-	-	-	-	-	-	2.515.425.455	2.515.425.455	179.679.185	2.695.104.640
As of 30 September 2024	24.300.000	348.459.065	(252.335.483)	1.629.279.800	1.732.173.691	310.165.534	2.515.425.455	6.307.468.062	801.624.231	7.109.092.293

(*) Inflation adjustment has been made in the financial statements of subsidiaries that are subject to consolidation and whose functional currency is Turkish Lira, in accordance with TAS 29.

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

ÇELEBİ HAVA SERVİSİ ANONİM ŞİRKETİ

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

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

		Accumulated other comprehensive income and expenses that will not be reclassified subsequently to profit or loss	Accumulated other comprehensive income and expenses that will be reclassified subsequently to profit or loss			Retained earnings				
	Share capital	Gains/(losses) on remeasurement of defined benefit plans	Restricted Reserves Set Aside From Profit	Foreign currency translation differences	Foreign currency translation differences	Prior years' profit / (losses)	Net profit / (loss) for the period	Equity attributable to equity holders of the parent	Non-controlling interests	Total equity
As of 1 January 2023	24.300.000	91.996.776	(76.678.552)	416.969.078	881.598.528	374.299.405	1.079.953.824	2.792.439.059	459.467.272	3.251.906.331
Inflation Effect (Footnote 2.1) (*)	-	-	-	-	-	7.526.235	-	7.526.235	-	7.526.235
Transfers	-	103.493.789	-	-	-	976.460.035	(1.079.953.824)	-	-	-
Dividend payment	-	-	-	-	-	(1.030.320.000)	-	(1.030.320.000)	(116.475.632)	(1.146.795.632)
Effect of Additional Share Purchase of Subsidiary (**)	-	-	-	-	-	(1.341.650)	-	(1.341.650)	(14.030.479)	(15.372.129)
Other comprehensive income / (expense)	-	-	(36.961.233)	499.193.523	584.953.514	-	-	1.047.185.804	203.391.151	1.250.576.955
Net profit / (loss) for the period	-	-	-	-	-	-	1.262.496.300	1.262.496.300	127.749.569	1.390.245.869
As of 30 September 2023	24.300.000	195.490.565	(113.639.785)	916.162.601	1.466.552.042	326.624.025	1.262.496.300	4.077.985.748	660.101.881	4.738.087.629

(*) Inflation adjustment has been made in the financial statements of subsidiaries that are subject to consolidation and whose functional currency is Turkish Lira, in accordance with TAS 29.

(**) The related amount consists of the equity effect arising from the purchase of additional 2% shares from Celebi Nas capital in the current period.

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

ÇELEBİ HAVA SERVİSİ ANONİM ŞİRKETİ

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024**

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

		<i>Current Period</i>	<i>Prior Period</i>
		<i>Not Audited</i>	<i>Not Audited</i>
	Notes	1 January – 30 September 2024	1 January – 30 September 2023
A. Cash flows from operating activities		3.432.019.400	1.827.992.984
Net profit / (loss) for the period		2.695.104.640	1.390.245.869
Adjustments for reconciliation of net profit/loss for the period		1.763.580.514	1.303.124.118
Adjustments related to depreciation and amortization expenses	11,12,13	679.094.094	435.553.252
Adjustments related to impairment (reversal)	8	17.493.599	16.687.639
Adjustments related to provisions		163.317.995	79.455.363
- <i>Adjustments related to provisions for employee benefits</i>	14	157.362.496	79.455.363
- <i>Adjustments related to other provisions</i>	14	5.955.499	-
Adjustments related to interest income and expenses		96.220.399	165.558.764
- <i>Adjustments related to interest income</i>	21	(197.210.763)	(14.470.558)
- <i>Adjustments related to interest expenses</i>	22	293.431.162	180.029.322
Adjustments related to unrealized foreign currency translation differences		2.710.435	(7.571.565)
Adjustments related to tax (income) expenses	23	827.616.108	632.571.777
Adjustments related to undistributed profit of investments that are accounted by the equity method	6	3.953.096	(681.659)
Adjustments related to gains/losses on disposal of non-current assets		(34.069.994)	(25.975.688)
Other adjustments for non-cash items		7.244.782	7.526.235
Changes in working capital		(411.642.599)	(647.752.623)
Adjustments related to (increase)/decrease in trade receivables			
- <i>(Increase)/decrease in trade receivables from related parties</i>		3.725.531	52.413
- <i>(Increase)/decrease in trade receivables from third parties</i>		(954.809.312)	(653.437.372)
Adjustments related to increase/decrease in other receivables related to operations		(427.756.769)	(289.281.417)
Adjustments related to (increase)/decrease in inventories		(34.485.237)	(76.304.499)
Adjustments related to (increase)/decrease in prepaid expenses		(576.628.573)	(411.181.076)
Adjustments related to increase/(decrease) in trade payables			
- <i>(Decrease)/increase in due to related parties</i>		88.354.806	26.132.016
- <i>Increase (decrease) in due to third parties</i>		674.337.380	316.329.860
Increase (decrease) in payables related to employee benefits		250.793.841	228.339.246
Adjustments related to (decrease)/increase in other payables related to operations		564.825.734	211.598.206
Cash flows generated from operations		4.047.042.555	2.045.617.364
Payments related to provisions for employee benefits	14	(71.886.742)	(94.920.931)
Payments related to other provisions	14	(4.342.121)	(1.938.016)
Tax returns (payments)		(538.814.292)	(120.765.433)

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

ÇELEBİ HAVA SERVİSİ ANONİM ŞİRKETİ

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024**

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

		<i>Current Period</i>	<i>Prior Period</i>
		<i>Not</i>	<i>Not</i>
		<i>Audited</i>	<i>Audited</i>
		1 January –	1 January –
		30 September	30 September
	Notes	2024	2023
B. Cash flows from investing activities		(1.664.159.894)	(1.405.636.815)
Cash inflows from sale of property, plant and equipment and intangible assets			
- <i>Cash inflows from sale of property, plant and equipment</i>		44.042.314	32.850.819
- <i>Cash inflows from sale of intangible assets</i>		-	-
Cash inflows from sale of property, plant and equipment and intangible assets			
- <i>Cash outflows from purchase of property, plant and equipment</i>	11	(980.427.425)	(340.944.111)
- <i>Cash outflows from purchase of intangible assets</i>	13	(84.333.178)	(123.487.952)
Cash inflows from cash advances and debts given to related parties		41.638.326	(770.883.318)
Other cash inflows/(outflows)		(685.079.931)	(203.172.253)
C. Cash flows from financing activities		(1.895.266.323)	(609.395.837)
Lease payments	7	(343.960.853)	(230.551.624)
Cash inflows from financial liabilities	7	1.613.777.657	1.123.600.936
Cash outflows due to debt payments	7	(1.716.293.692)	(236.589.058)
Interest paid	7	(115.068.572)	(172.471.049)
Interest received	21	197.210.763	68.880.081
Dividends paid		(1.530.931.626)	(1.146.795.632)
Cash outflows from changes in ownership interests that do not result in loss of control in subsidiaries		-	(15.469.491)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE THE EFFECT OF FOREIGN CURRENCY TRANSLATION DIFFERENCES		(127.406.817)	(187.039.668)
D. Foreign currency translation differences		219.073.525	1.110.408.442
Net increase/decrease in cash and cash equivalents		91.666.708	923.368.774
E. Cash and cash equivalents at the beginning of the period		3.373.899.826	1.927.530.563
Cash and cash equivalents at the end of the period	4	3.465.566.534	2.850.899.337

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

ÇELEBİ HAVA SERVİSİ ANONİM ŞİRKETİ

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024

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

NOTE 1 - ORGANIZATION AND OPERATIONS OF THE GROUP

Çelebi Hava Servisi A.Ş. (referred as "the Company" or "Çelebi Hava") established in 1958 was the first private ground handling service company in the Turkish aviation sector. The Company provides ground handling services (representation, traffic, ramp, cargo, flight operations and aircraft maintenance etc.), cargo and warehouse services and fuel supplies to domestic and foreign airlines and private cargo companies. The Company operates in İstanbul, İzmir, Ankara, Adana, Antalya, Dalaman, Bodrum, Çorlu, Bursa Yenişehir, Diyarbakır, Erzurum, Kayseri, Samsun, Trabzon, Van, Malatya, Kars, Mardin, Denizli, Hatay, Kahramanmaraş, Isparta, Erzincan, Çanakkale, Balıkesir Edremit, Iğdır, Kocaeli, Bingöl, Hakkari, Uşak, Rize airports, which are under the control of the State Airports Administration ("DHMI") and İstanbul Sabiha Gökçen airport which is under the control of the Airport Administration and Aviation Industries A.Ş. ("HEAS"). The Company is controlled by Çelebi Havacılık Holding Anonim Şirketi, the parent company which is jointly controlled by Çelebioğlu Family and Zeus Aviation Services Investments B.V.

The Company is registered in Capital Markets Board ("CMB") and has been listed in Borsa İstanbul ("BIST") since 18 November 1996. The percentage of shares which are publicly traded is 10,09% (31 December 2023: 10,09%).

The address of the headquarters of the Company is as follows:

Tayakadın Mahallesi Nuri Demirağ Caddesi No: 39 Arnavutköy / İstanbul

The average number of employees working for the Group as of the interim period ended on 30 September 2024 is 15.357 (30 September 2023: 13.704).

Information on Subsidiaries and Investments Valued with Equity Method:

The nature of the business, their respective geographical segments, and the registered country of the subsidiaries, joint venture and associate of the Group are as follows.

Subsidiaries of the Group are as follows:

<u>Subsidiary</u>	<u>Registered country</u>	<u>Geographical region</u>	<u>Nature of business</u>
CGHH	Hungary	Hungary	Ground handling services
Celebi Delhi Cargo	India	India	Warehouse and cargo services
CASI	India	India	Ground handling services
Celebi Nas	India	India	Ground handling services
Çelebi Kargo	Turkey	Turkey	Warehouse and cargo services
Celebi Cargo	Germany	Germany	Warehouse and cargo services
Celebi GH India Private Limited	India	India	Ground handling services
Celebi GS Chennai Private Limited	India	India	Ground handling services
KSU	India	India	Ground handling services
Celebi Tanzania	Tanzania	Tanzania	Ground handling services
PTN	Indonesia	Indonesia	Ground handling services
CAI	Indonesia	Indonesia	Ground handling services

In 2006, the Company acquired the shares of Budapest Airport Handling, which provides airport ground handling services at Budapest Airport, and its trade name was changed to Celebi Ground Handling Hungary ("CGHH"). The Company currently owns 100% of the capital of CGHH and the paid-in capital of CGHH is Hungarian Forints 200.000.000.

A company named Celebi Nas was established in 2008 to provide ground handling services for the execution of ground handling services at the Chhatrapati Shivaji International Airport ("CSIA") in Mumbai, India for a period of 10 years. Its share in capital is 59% and its paid-in capital is 552,000,000 Indian Rupees. In addition, a premium capital payment of 228,000,000 Indian Rupees was made by the partners of Celebi Nas. Celebi Nas has obtained a concession right until 2036 for the provision of ventilation and generator services installed on the passenger bridges at the passenger terminal in question. Within the scope of the concession agreement signed between Celebi Nas and the Airport Authority, Celebi Nas continues to provide ground handling services for 10 years following the end of the current concession period at CSIA Airport on 31 December 2019.

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024

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

NOTE 1 - ORGANIZATION AND OPERATIONS OF THE GROUP (cont'd)

Information on Subsidiaries and Investments Valued with Equity Method (cont'd):

In 2009, a company named Celebi Delhi Cargo was established to operate in the development, modernization and operation of the existing cargo terminal for 25 years at the airport in New Delhi, India. The company's share in Celebi Delhi Cargo, in which it is a founding partner, is 74% and the paid-in capital of Celebi Delhi Cargo is 1,120,000,000 Indian Rupees.

As a result of winning the tender for providing airport ground handling services at Delhi International Airport for a period of 10 years, Celebi Ground Handling Delhi Private Limited was established in 2009. The company's capital share is 99.9% and a total of 2,293,943,760 Indian Rupees in premium capital was paid to meet the required equity. The company currently provides ground handling services at New Delhi, Ahmedabad, Cochin, Bangalore and Hyderabad Airports in India within the scope of ongoing concession agreements. In 2018, the company's title was changed to Celebi Airport Services India Private Limited ("CASI"). With the authorization granted in 2019, it continues to provide ground handling services at Delhi International Airport for an additional 10 years following the expiration of the current concession period.

Çelebi Kargo Depolama ve Dağıtım Hizmetleri A.Ş. ("Çelebi Kargo") was established on 20 November 2008 to carry out transportation, cargo storage and distribution activities. Celebi Cargo GmbH ("Celebi Cargo"), the subsidiary of Çelebi Kargo with a 100% ownership, was established on November 2009 and has share capital amounting to EUR 11.140.000, rented storage and warehouse facilities at International Frankfurt Airport Cargo (Frankfurt Cargo City Süd) and carry out flight cargo storage and handling services.

The Company became a 58,70% partner in KSU Aviation Private Limited ("KSU"), a company established in India on 8 May 2019, to provide "taxiing" services to aircrafts in India. For this purpose, a capital payment of 435.148.420 Indian Rupees is made by the Company.

CGHI was established in 2023 as a subsidiary of CASI with a partnership rate of 60.98%, based on the ground handling services tender won at Ahmedabad International Airport in India. The company's capital is 164,000 Indian Rupees.

CGSC was established in 2023 as a subsidiary of CASI with a 100% partnership ratio, based on the ground handling services tender won at Chennai International Airport in India, and the company's total capital, including premium capital, is 280.095.195 Indian Rupees.

The company has a 65% stake in Celebi Tanzania, which is based in Dar es Salaam, Tanzania and has a total capital of 100.000.000 Tanzanian Shillings (approximately 40 thousand US Dollars) in order to participate in ground handling concession tenders to be opened at airports in Tanzania.

99.00% of the shares of PTN, a company located in Jakarta, Indonesia, were transferred on March 27, 2024, by signing a Share Sale and Purchase Agreement for 34.650.000.000 Indonesian Rupiah. On 5 April 2024, 19 April 2024 and 17 September 2024, a capital increase of 1.010.101.010 Indonesian Rupiah, 8.339.898.990 Indonesian Rupiah and 47.520.000.000 Indonesian Rupiah was realized, respectively, and the subsidiary share reached 57.420.000.000 Indonesian Rupiah.

CAI, located in Jakarta, Indonesia, was established on 2 May 2024, as a 99.00% subsidiary of ÇHS, and a participation of 9.900.000.000 Indonesian Rupiah was made, and on 17 September 2024, a capital increase of 8.415.000.000 Indonesian Rupiah was made, and the subsidiary share reached 18.315.000.000 Indonesian Rupiah.

Associate

The associate of the Group accounted using the equity method is as follows:

<u>Associate</u>	<u>Registered country</u>	<u>Geographical region</u>	<u>Nature of business</u>
DASPL	India	India	Airport ground services

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024**

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

NOTE 1 - ORGANIZATION AND OPERATIONS OF THE GROUP (cont'd)

Information on Subsidiaries and Investments Valued with Equity Method (cont'd):

CASI, one of the subsidiaries of the Group, has a 16.66% stake in DASPL, a company established in New Delhi, India, with a paid-in capital of 250,000,000 Indian Rupees, to ensure that the ventilation, generator and utility water services installed on the passenger bridges at the airport passenger terminal are performed at international standards. On 14 November 2016, CASI acquired 8.33% of additional shares of DASPL, increasing the Group's shareholding rate in DASPL to 24.99%. The Group accounts for DASPL using the equity method in its condensed consolidated financial statements. DASPL's operations have ended as of 1 April 2022, and the net loss for the period after 31 March 2022 is shown under "Profit / (loss) from discontinued operations".

As of 30 September 2024, the condensed consolidated financial statements of the Group contain the Company, Celebi Nas, CGHH, Celebi Delhi Cargo, CASI, Çelebi Kargo, DASPL, Celebi Cargo, KSU, Celebi Tanzania, CGHI, PTN, CAI and CGSC (all together will be referred to as "the Group").

Approval of Interim Condensed Consolidated Financial Statements

The condensed consolidated financial statements of the Group for the period 1 January – 30 September 2024 have been approved for the issuance by the Board of Directors at the meeting on 11 November 2024. The shareholders of the Company have the power to amend the consolidated financial statements after the issue in the General Assembly meeting of the Group.

NOTE 2 – BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2.1. Basis of Presentation

Accounting Standards Applied

The Company and its subsidiaries located in Turkey keep and prepare their legal books and statutory financial statements in accordance with the accounting principles determined by the Turkish Commercial Code ("TCC") and tax legislation.

The Group's condensed consolidated financial statements have been prepared in accordance with the communiqué numbered II-14.1 "Communiqué on the Principles of Financial Reporting In Capital Markets" ("the Communiqué") announced by the Capital Markets Board ("CMB") on 13 June 2013 which is published on Official Gazette numbered 28676, and according to Article 5 of the Communiqué, financial statements are prepared in accordance with the Turkish Financial Reporting Standards ("TFRS") issued by Public Oversight Accounting and Auditing Standards Authority ("POA") and appendix and interpretations related to them.

The interim condensed consolidated financial statements are presented in accordance with the formats specified in the "Announcement on TFRS Taxonomy" published by the KGK on July 3, 2024, and the Financial Statement Samples and User Guide published by the CMB.

The Group has presented its condensed financial statements for the interim period ended on 30 September 2024 according to Turkish Accounting Standards No. 34 Interim Financial Reporting. In addition, interim condensed consolidated financial statements as of 30 September 2023 have been prepared by applying the accounting policies applied during the preparation of the consolidated financial statements for the year ended 31 December 2023. Therefore, these interim condensed consolidated financial statements should be evaluated together with the consolidated financial statements for the year ended 31 December 2023.

Subsidiaries operating abroad prepare their accounting records and financial statements in the currency of the countries in which they operate and in accordance with the legislation of those countries.

The accompanying summary consolidated financial statements have been prepared based on the historical cost principle, except for financial investments that are accounted for at fair value.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024**

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

NOTE 2 – BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)**2.1. Basis of Presentation (cont'd)****Foreign currency conversion****a) Functional and Presentation Currency**

Each item in the financial statements of subsidiaries and affiliates has been accounted for using the currency of the primary economic environment in which they operate ("functional currency"). The Company's functional currency is the Euro, and the condensed consolidated financial statements have been presented in Turkish Lira. Currencies other than the Euro are considered foreign currencies. The Company has measured its financial statement items in terms of the functional currency, the Euro, and presented them in terms of the reporting currency, the Turkish Lira ("TL").

b) Foreign currency transactions and balances

Foreign currency transactions are translated using the exchange rates valid on the transaction dates. Monetary assets and liabilities based on foreign currency are translated using the exchange rates valid on the date of the statement of financial position. Income or expense arising from foreign currency-based commercial transactions (trade receivables and payables) in group companies is reflected in the "other income/expenses from main activities" account, and income or expense arising from the conversion of other monetary assets and liabilities based on foreign currency is reflected in the summary consolidated profit or loss statement as "financing income/expenses".

Non-monetary items denominated in foreign currency and measured at cost are translated into the functional currency at the exchange rates prevailing on the date of the initial transaction. Non-monetary items denominated in foreign currency and measured at fair value are translated into the functional currency at the exchange rates prevailing on the date the fair value was determined.

c) Financial statements of subsidiaries, joint ventures and affiliates operating in foreign countries

The assets and liabilities of the subsidiaries and affiliates operating in foreign countries, in their financial statements prepared in accordance with the Group's accounting policies, have been converted to the presentation currency of TL, unlike the Group's functional currency, Euro, by using the direct conversion method using the exchange rate on the date of the statement of financial position, and the income and expenses using the average exchange rates.

Exchange rate differences arising from the use of closing and average exchange rates by subsidiaries and affiliates are accounted for under the foreign currency translation differences item to be reclassified within equity.

As of 30 September 2024, the functional currency of the Group's entities is shown below:

<u>Company</u>	<u>Currency</u>
Celebi Delhi Cargo	Indian Rupee (INR)
Celebi Nas	Indian Rupee (INR)
CASI	Indian Rupee (INR)
CGHI	Indian Rupee (INR)
CGSC	Indian Rupee (INR)
DASPL	Indian Rupee (INR)
KSU	Indian Rupee (INR)
Çelebi Kargo (*)	Turkish Lira (TL)
Celebi Cargo	Euro (EUR)
CGHH	Hungarian Forint (HUF)
Çelebi Tanzania	Tanzanian Shilling (TZS)
PTN	Indonesian Rupiah (IDR)
CAI	Indonesian Rupiah (IDR)

(*) The financials of Çelebi Kargo, whose functional currency is the same as the presentation currency, TL, have been consolidated in TL using the direct method and no translation difference has been accounted for in the financials of Çelebi Kargo.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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(Amounts are expressed in Turkish Lira (“TL”) unless otherwise stated.)

NOTE 2 – BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont’d)

2.1. Basis of Presentation (cont’d)

2.1.2 Foreign currency conversion (cont’d)

d) Financial reporting in hyperinflationary economies

With the announcement made by the KGK on November 23, 2023, businesses that apply TFRS have started to apply inflation accounting in accordance with TAS 29 Financial Reporting Standards in Hyperinflationary Economies as of their annual reporting period ending on or after December 31, 2023. TAS 29 is applied to the financial statements, including the consolidated financial statements, of businesses whose functional currency is the currency of a hyperinflationary economy.

Since the functional currencies of the Company and its subsidiaries other than Çelebi Kargo are not TL, TAS 29 has not been applied to the consolidated financial statements, except for Çelebi Kargo. However, in accordance with the Tax Procedure Law (“VUK”) and the Communiqué dated December 30, 2023 and numbered 32415, inflation adjustments have been made to the non-monetary items of the balance sheet dated September 30, 2024, which are subject to corporate tax calculation. Accordingly, as of September 30, 2024, the values adjusted according to inflation in line with the Tax Procedure Law have been taken as the basis for tax base in deferred tax calculations.

The inflation effects resulting from the inflation accounting applied to the financial investment accounts of Çelebi Kargo, whose functional currency is TL, and its subsidiary, whose capital and functional currency is Euro, have been netted with the elimination made at the consolidated level and accounted for in the retained earnings. The resulting effect is presented in the inflation accounting adjustment line of the equity change table.

2.2. Basis of Consolidation

- a) The consolidated financial statements include the accounts of the parent company. Çelebi Hava, its Subsidiaries and its Joint ventures (collectively referred to as the “Group”) on the basis set out in sections (b), to (f) below. The financial statements of the companies included in the scope of consolidation have been prepared as of the date of the consolidated financial statements and have been prepared in accordance with Turkish Financial Reporting Standards applying uniform accounting policies and presentation. The results of Subsidiaries and Joint ventures are included or excluded from their effective dates of acquisition or disposal respectively.
- b) The consolidated financial statements include the financial statements of the companies controlled by the Company and its subsidiaries. Control is provided by the Company's fulfillment of the following conditions:
- having power over the invested company/asset;
 - being open to or entitled to variable returns from the invested company/asset and
 - ability to use power to have an impact on returns.

If a situation or event occurs that may cause any change in at least one of the criteria listed above, the Company reassesses whether it has control over its investment.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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(Amounts are expressed in Turkish Lira ("TL") unless otherwise stated.)

NOTE 2 – BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.2. Basis of Consolidation

In cases where the Company does not have majority voting rights on the investee company/asset, it has control power over the investee company/asset, provided that it has sufficient voting rights to direct/manage the activities of the relevant investment. The Company considers all relevant events and circumstances in assessing whether the majority of votes in the relevant investment is sufficient to gain control, including the following:

- Comparison of the voting rights of the Company with the voting rights of other shareholders;
- Potential voting rights held by the Company and other shareholders;
- Rights arising from other contractual agreements and
- Other events and conditions that may show whether the Company has the power to manage the relevant activities (including the voting at the previous general assembly meetings) in cases where a decision has to be made.

- c) The direct and indirect ownership interests held by the Group in its subsidiaries are provided below, the direct and indirect ownership interest is equal to the proportion of effective interest:

Subsidiary	Ownership interest (%)	
	30 September 2024	31 December 2023
Celebi Delhi Cargo	74,0	74,0
Celebi Nas	59,0	59,0
CASI	99,9	99,9
CGHI	61,0	61,0
CGSC	100,0	100,0
KSU	58,7	58,7
Çelebi Kargo	99,9	99,9
Celebi Cargo	99,9	99,9
CGHH	100,0	100,0
Çelebi Tanzania	65,0	65,0
PTN	99,0	-
CAI	99,0	-

The IFRS conversion of PTN and CAI's financial statements and the determination of fair value within the scope of IFRS 3 are ongoing as of September 30, 2024. In addition, there is no significant impact on the consolidated financial statements of PTN and CAI.

For these reasons, the Group management has decided not to consolidate PTN's September 30, 2024 financials into the Group's September 30, 2024 interim condensed consolidated financial statements and to apply the valuations and accounting within the scope of TFRS 3 in the December 31, 2024 consolidated financial statements.

- d) The Group categorized the sales and purchase of its subsidiaries' shares transactions as transactions between group shareholders except parent company. Therefore, for the addition share purchase from other than parent company, the Group records the difference between cost of purchase and book value of asset of subsidiary's purchased portion under shareholders' equity. For the share sales to other than parent company, the Group records the income or loss as a result of the difference between sales price and book value of asset of subsidiary's sold portion under shareholders' equity.

- e) It is accounted by using the equity method.

Associate ownership interest (%)	30 September 2024	31 December 2023
DASPL	24,99	24,99

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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(Amounts are expressed in Turkish Lira ("TL") unless otherwise stated.)

NOTE 2 – BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

2.3. Going Concern

The Group prepared condensed consolidated financial statements in accordance with the going concern assumption.

2.4. Comparative Information and Restatement of Prior Period Financial Statements

The condensed consolidated financial statements of the Group have been prepared comparatively with the prior period in order to evaluate financial position and performance trends. In order to comply with the presentation of the current period consolidated financial statements, comparative information is reclassified when deemed necessary and significant differences are disclosed.

2.5. Changes in Accounting Estimates

Changes in accounting estimates are applied prospectively in the current period in which the change is made, if they are related to only one period, and in future periods, if they are related to future periods. The significant estimates used in the preparation of the condensed consolidated financial statements for the period ended September 30, 2024 are consistent with the estimates used in the preparation of the consolidated financial statements for the period ended December 31, 2023.

2.6. Changes and Errors in Accounting Policies

Significant changes in accounting policies are applied retroactively and prior period financial statements are restated. Accounting policies used in the preparation of the summary consolidated financial statements for the period ending September 30, 2024 are consistent with the accounting policies used in the preparation of the consolidated financial statements for the period ending December 31, 2023.

Significant accounting errors identified are corrected retroactively and prior period financial statements are restated.

2.7. New and Amended Turkish Financial Reporting Standards

The accounting policies used in the preparation of the summary consolidated financial statements for the accounting period ending as of September 30, 2024 have been applied consistently with those used in the previous year, except for the new and amended IFRS standards and IFRS interpretations effective as of January 1, 2024, listed below.

i) New standards, amendments and interpretations effective as of January 1, 2024

- TMS 1 Amendments - Classification of liabilities as short-term and long-term
- TFRS 16 Amendments - Lease liabilities in sale and leaseback transactions
- TMS 7 and TFRS 7 Amendments - Explanations: Supplier Finance Agreements

These changes did not have a significant impact on the Group's financial position or performance.

ii) Standards published but not yet effective and not implemented early

The new standards, interpretations and amendments listed below have been published as of the approval date of the condensed consolidated financial statements, but have not yet entered into force for the current reporting period and have not been early implemented by the Group. The Group will make the necessary changes that will affect the consolidated financial statements and disclosures after the new standards and interpretations enter into force, unless otherwise indicated.

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(Amounts are expressed in Turkish Lira (“TL”) unless otherwise stated.)

NOTE 2 – BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont’d)

2.7. New and Amended Turkish Financial Reporting Standards (cont’d)

- Amendments to TFRS 10 and TAS 28: Sales or Contributions of Assets by an Investor to an Associate or Joint Venture

The Group will assess the effects of these amendments after the standards are finalized.

- TFRS 17 – New Insurance Contracts Standard
- Amendments to TAS 21 – Lack of Exchangeability

The amendments are not applicable to the Group and do not have any impact on its financial position or performance.

iii) Changes effective from the moment of publication

- IAS 12 Amendments – International Tax Reform – Second Pillar Model Rules

There was no significant impact on the Group’s financial position or performance.

iv) Changes published by the International Accounting Standards Board (IASB) but not by the KGK

The amendments to IFRS 9 and IFRS 7 listed below, as well as IFRS 18 and IFRS 19 Standards, have been published by the IASB but have not yet been adapted to IFRS by the POA and have not been published. Therefore, they do not form part of IFRS. The Group will make the necessary amendments to the consolidated financial statements and footnotes after these Standards and amendments become effective in IFRS.

- Amendments to IFRS 9 and IFRS 7 – Classification and Measurement of Financial Instruments
- Annual Improvements to IFRS Accounting Standards – 11th Amendment
- IFRS 18 – New Standard for Presentation and Disclosure in Financial Statements
- IFRS 19 – New Standard for Non-Publicly Accountable Subsidiaries: Disclosures

The effects of these standards on the Group’s financial position and performance are being evaluated.

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024

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

NOTE 3 – SEGMENT REPORTING

Management determines the operating segments based on the reports analyzed by the key management personnel, and found effective in strategically decision taking. The management evaluates the Group from two perspectives; based on geographical position and operational segments. They are assessing the Group's performance on an operational segment basis as; Ground Handling Services, Security Services, Cargo and Warehouse Services. Since the Group's income consists primarily of these operational segments, Ground Handling Services and Cargo and Warehouse Services are regarded as reportable operating segment revenues.

The management assesses the performance of the operational segments based on a measure of EBITDA after deduction of the impact of TFRS Interpretation ("TFRIC 12"), retirement pay liability and unused vacation provisions from earnings before interest, tax depreciation and amortization.

The operational segment information provided to the board of directors as of 30 September 2024 is as follows:

	Operation Groups			
	Ground Handling	Cargo and Warehouse Services	Consolidation Adjustments	After Consolidation
1 January – 30 September 2024				
Revenue	9.464.310.876	4.538.482.745	(37.973.302)	13.964.820.319
Cost of sales	(6.735.842.258)	(2.720.141.737)	34.077.985	(9.421.906.010)
Gross profit	2.728.468.618	1.818.341.008	(3.895.317)	4.542.914.309
General administrative expenses	(885.562.783)	(269.065.460)	8.418.865	(1.146.209.378)
Addition: Depreciation and amortization	456.042.005	223.052.089	-	679.094.094
Addition: TFRIC -12 effect shares	-	51.009.947	-	51.009.947
Addition: Provision for employment termination benefit and unused vacation	144.345.886	12.696.001	-	157.041.887
EBITDA effect of investments accounted by using equity method	(5.053.002)	-	-	(5.053.002)
EBITDA	2.438.240.724	1.836.033.585	4.523.548	4.278.797.857
Lease expenses under TFRS 16	(269.181.894)	(74.778.961)	-	(343.960.855)
EBITDA (Except for TFRS 16)	2.169.058.830	1.761.254.624	4.523.548	3.934.837.002
	Operation Groups			
	Ground Handling	Cargo and Warehouse Services	Consolidation Adjustments	After Consolidation
1 July - 30 September 2024				
Revenue	4.091.981.116	1.727.893.152	(13.059.331)	5.806.814.937
Cost of sales	(2.762.445.668)	(893.272.272)	11.097.729	(3.644.620.211)
Gross profit	1.329.535.448	834.620.880	(1.961.602)	2.162.194.726
General administrative expenses	(324.385.339)	(114.259.767)	571.774	(438.073.532)
Addition: Depreciation and amortization	165.952.134	73.674.921	-	239.627.055
Addition: TFRIC -12 effect shares	-	14.490.720	-	14.490.720
Addition: Provision for employment termination benefit and unused vacation	46.145.724	4.383.500	-	50.529.224
EBITDA effect of investments accounted by using equity method	(121.347)	-	-	(121.347)
EBITDA	1.217.126.620	812.910.054	(1.389.828)	2.028.646.846
Lease expenses under TFRS 16	(70.544.592)	(25.835.041)	-	(96.379.633)
EBITDA (Except for TFRS 16)	1.146.582.028	787.075.013	(1.389.828)	1.932.267.213

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024

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

NOTE 3 – SEGMENT REPORTING (cont'd)

The operating segment information presented to the board of directors as of 30 September 2023 is as follows:

1 January - 30 September 2023	Operation Groups			
	Ground Handling	Cargo and Warehouse Services	Consolidation Adjustments	After Consolidation
Revenue	5.266.993.095	2.407.029.593	(2.842.427)	7.671.180.261
Cost of sales	(3.317.622.880)	(1.636.207.222)	(8.605.594)	4.962.435.696
Gross profit	1.949.370.215	770.822.371	(11.448.021)	2.708.744.565
General administrative expenses	(556.266.773)	(143.085.980)	12.164.292	(687.188.461)
Addition: Depreciation and amortization	288.498.412	147.054.840	-	435.553.252
Addition: TFRIC -12 effect shares	-	27.940.327	-	27.940.327
Addition: Provision for employment termination benefit and unused vacation	71.424.857	8.030.504	-	79.455.361
EBITDA effect of investments accounted by using equity method	(115.339)	-	-	(115.339)
EBITDA	1.752.911.372	810.762.062	716.271	2.564.389.705
Lease expenses under TFRS 16	(176.569.954)	(53.981.670)	-	(230.551.624)
EBITDA (Except for TFRS 16)	1.576.341.418	756.780.392	716.271	2.333.838.081

1 July - 30 September 2023	Operation Groups			
	Ground Handling	Cargo and Warehouse Services	Consolidation Adjustments	After Consolidation
Revenue	2.581.151.506	1.010.455.663	(1.220.584)	3.590.386.585
Cost of sales	(1.431.411.799)	(686.026.318)	(5.009.140)	(2.122.447.257)
Gross profit	1.149.739.707	324.429.345	(6.229.724)	1.467.939.328
General administrative expenses	(197.106.055)	(57.439.233)	6.760.299	(247.784.989)
Addition: Depreciation and amortization	123.628.650	59.499.752	-	183.128.402
Addition: TFRIC -12 effect shares	-	18.389.469	-	18.389.469
Addition: Provision for employment termination benefit and unused vacation	33.327.239	3.781.365	-	37.108.604
EBITDA effect of investments accounted by using equity method	(33.862)	-	-	(33.862)
EBITDA	1.109.555.679	348.660.698	530.575	1.458.746.952
Lease expenses under TFRS 16	(75.402.041)	(24.487.705)	-	(99.889.746)
EBITDA (Except for TFRS 16)	1.034.153.638	324.172.993	530.575	1.358.857.206

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024

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

NOTE 3 – SEGMENT REPORTING (cont'd)

The reconciliation of EBITDA with operating profit before tax is as follows:

	1 January – 30 September 2024	1 July – 30 September 2024	1 January – 30 September 2023	1 July – 30 September 2023
EBITDA for reported segments	4.278.797.857	2.028.646.846	2.564.389.705	1.458.746.952
Depreciation and amortization	(679.094.094)	(239.627.055)	(435.553.252)	(183.128.402)
TFRIC 12 effect	(51.009.947)	(14.490.720)	(27.940.327)	(18.389.469)
Provisions for employment termination benefit and unused vacation	(157.041.887)	(50.529.224)	(79.455.361)	(37.108.604)
Other operating income	141.287.343	(4.715.788)	189.657.761	(93.521.411)
Other operating expenses (-)	(92.952.403)	49.519.079	(180.603.177)	(63.405.173)
EBITDA effect of investments accounted by using equity method	5.053.002	121.347	115.339	33.862
Operating profit	3.445.039.871	1.768.924.485	2.030.610.688	1.063.227.755
Income from investment activities	152.865.773	137.308.651	26.277.775	6.916.386
Expenses from investment activities (-)	19.473.324	20.095.871	(302.087)	1.371.027
Financial income	427.236.317	139.440.591	269.954.281	139.484.095
Financial expenses (-)	(499.041.539)	(163.170.048)	(304.106.261)	(182.448.022)
Monetary Loss	(251.979)	25.992	(298.409)	(298.409)
Profit / (loss) before tax	3.545.321.767	1.902.625.542	2.022.135.987	1.028.252.832

NOTE 4 - CASH AND CASH EQUIVALENTS

	30 September 2024	31 December 2023
Cash	2.124.421	2.431.556
Banks		
- time deposit	2.137.145.216	2.347.727.034
- demand deposit	1.328.267.047	1.027.005.656
	3.467.536.684	3.377.164.246

As of 30 September 2024, the effective interest rates of time deposits are TL 45.00%-50.00%, Euro 0.10%-2.60%, US Dollar 0.01%-1.50%, Indian Rupee 4.75%-7.20% and Hungarian Forint 4.59%, respectively. (31 December 2023: TL 33.00%-41.00%, Euro 0.10%-1.75%, US Dollar 0.01%-2.25%, Indian Rupee 4.75%-7.25%). As of 30 September 2024, the maturity of time deposits is 1 day for TL, US Dollar and Euro, 30-90 days for Indian Rupee and Hungarian Forint (31 December 2023: 1 day for TL, US Dollar and Euro, 30-90 days for Indian Rupee).

The details of cash and cash equivalents presented in the statements of cash flows as of 30 September 2024 and 2023 are as follows:

	30 September 2024	30 September 2023
Cash on hand and cash at banks	3.467.536.684	2.852.730.310
Less: Interest accruals	(1.970.150)	(1.830.973)
	3.465.566.534	2.850.899.337

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NOTE 5 - FINANCIAL INVESTMENTS

a) *Restricted bank balances:*

	30 September 2024	31 December 2023
Restricted bank balances (Between 3 months and 365 days) (*)	373.682.525	109.337.443
Restricted bank balances (Longer than 365 days) (*)	72.687.992	51.225.309
	446.370.517	160.562.752

b) *Time deposits:*

	30 September 2024	31 December 2023
Time deposits (Between 3 months and 365 days)	438.969.808	274.398.311
	438.969.808	274.398.311

(*) Most of the restricted bank balances consist of the collections from customers and the amounts obtained within the framework of project finance within the framework of the concession agreements signed for the operation of the terminals and the related balances are kept blocked in bank accounts with a maturity longer than 3 months.

c) *Other financial assets measured at fair value through profit or loss:*

	Percentage of Shares	30 September 2024	Percentage of Shares	31 December 2023
PTN	%99	201.720.311	-	-
CAI	%99	41.391.900	-	-
Celebi Shared Services India Private Limited	%100	36.680	%100	31.888
		243.148.891		31.888

NOTE 6 - INVESTMENTS ACCOUNTED BY USING THE EQUITY METHOD

	Percentage of Shares %	30 September 2024	Percentage of Shares %	31 December 2023
DASPL	24,99%	28.155.698	24,99%	25.998.200
		28.155.698		25.998.200

The movements of investments accounted using the equity method during the nine-months interim periods ended on 30 September are as follows:

	30 September 2024	30 September 2023
As of 1 January	25.998.200	19.463.360
Shares of profit/loss	(3.953.096)	681.568
Foreign currency translation differences	6.110.594	3.823.799
As of 30 September	28.155.698	23.968.817

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024

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NOTE 6 - INVESTMENTS ACCOUNTED BY USING THE EQUITY METHOD (cont'd)

Summary information of financial statements of the investment accounted by using the equity method:

	30 September 2024	31 December 2023
Total Assets	115.350.892	115.038.960
Total Liabilities	10.585.631	8.161.470
	1 January - 30 September 2024	1 January - 30 September 2023
Profit / (Loss) for the Period (*)	(15.818.711)	2.726.637

(*) DASPL's operations ended as of 1 April 2022, and the net loss for the period after 31 March 2022 is shown under "Profit for the period / (loss) from discontinued operations."

NOTE 7 – SHORT-TERM AND LONG-TERM BORROWINGS

a) Short-term borrowings:

		30 September 2024
<i>Short-term loans:</i>	Effective interest rate (%)	Original balance TL
EUR borrowings	5,17-7,25	26.800.000 1.024.837.384
Total short-term loans		1.024.837.384

		30 September 2024
<i>Short-term finance lease obligations</i>	Effective interest rate (%)	Original balance TL
EUR finance lease obligation	1,90-6,24	14.374.386 549.679.400
INR finance lease obligation	7,95-9,75	482.533.946 196.661.535
TL finance lease obligation	22,00	35.574.891 35.574.891
HUF finance lease obligation	2-12,10	44.654.155 4.299.302
Total short-term finance lease obligations		786.215.128

		30 September 2024
<i>Short-term portion of long-term borrowings:</i>	Effective interest rate (%)	Original balance TL
EUR loans	6,23-7,24	8.941.176 341.912.358
INR loans	7,80-9,80	629.229.407 256.448.737
Interest expense accrual – EUR		1.029.122 39.353.815
Interest expense accrual –INR		4.111.669 1.675.752
Total short-term portion of long-term borrowings		639.390.662
Total short-term borrowings:		2.450.443.174

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NOTE 7 – SHORT-TERM AND LONG-TERM BORROWINGS (cont'd)

b) Long-term borrowings:			
			30 September 2024
Long-term loans:	Effective interest rate (%)	Original balance	TL
EUR borrowings	6,23-7,24	26.885.294	1.028.099.026
INR borrowings	7,80-9,80	1.491.647.887	607.936.013
			1.636.035.039
			30 September 2024
Long-term finance lease obligations:	Effective interest rate (%)	Original balance	TL
EUR finance lease obligation	1,90-6,24	55.332.890	2.115.940.795
INR finance lease obligation	7,95-9,75	683.970.959	278.759.204
TL finance lease obligation	22,00	45.877.893	45.877.893
HUR finance lease obligation	2,00-12,10	52.652.835	5.069.415
Total long-term finance lease obligations			2.445.647.307
Total long-term borrowings			4.081.682.346
Total financial liabilities			6.532.125.520
a) Short-term borrowings:			
			31 December 2023
	Effective interest rate (%)	Original balance	TL
Short-term loans:			
EUR borrowings	6,50-12,00	32.950.000	1.075.244.170
Total short-term loans			1.075.244.170
			31 December 2023
Short-term finance lease obligations	Effective interest rate (%)	Original balance	TL
EUR finance lease obligations	1,90-6,24	13.308.211	434.281.536
INR finance lease obligations	7,95-9,75	418.833.092	157.921.002
TL finance lease obligations	22,00	28.677.542	28.677.542
HUF finance lease obligations	2,00-12,10	48.677.165	4.154.596
Total short-term finance lease obligations:			625.034.676
			31 December 2023
	Effective interest rate (%)	Original balance	TL
Short-term portion of long-term loans:			
EUR borrowings	5,95-7,44	11.441.178	373.355.385
INR borrowings	8,01-9,75	514.407.307	183.936.224
Interest expense accrual – EUR		2.811.447	91.744.821
Interest expense accrual –INR		4.066.030	1.440.635
Total short-term portion of long-term borrowings:			650.477.065
Total short-term borrowings:			2.350.755.911

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

NOTE 7 – SHORT-TERM AND LONG-TERM BORROWINGS (cont'd)

b) Long-term borrowings:

		31 December 2023	
	Effective interest rate (%)	Original balance	TL
Long-term loans:			
EUR Borrowings	5,95-7,44	28.316.176	924.030.445
INR Borrowings	8,01-9,75	1.308.327.848	539.413.622
			1.463.444.067
		31 December 2023	
Long-term finance lease obligations:	Effective interest rate (%)	Original balance	TL
EUR finance lease obligations	1,90-6,24	61.946.696	2.021.481.751
INR finance lease obligations	7,95-9,75	790.659.098	302.681.940
TL finance lease obligations	22,00	51.170.726	57.170.726
HUF finance lease obligations	2,00-12,10	70.416.438	6.010.043
Total payables from long-term leases			2.387.344.460
Total long-term borrowings			3.850.788.527
Total borrowings			6.201.544.438

As at 30 September 2024 and 31 December 2023, the repayment terms of the Group's borrowings are as follows:

	30 September 2024	31 December 2023
Less than 3 months	216.304.200	1.345.760.031
Between 3-12 months	2.234.138.479	1.004.995.880
Between 1-5 years	2.790.814.868	2.472.874.777
More than 5 years	1.290.867.973	1.377.913.750
	6.532.125.520	6.201.544.438

As of 30 September 2024 and 31 December 2023, the repayment schedule of long-term loans is as follows:

	30 September 2024	31 December 2023
Between 1-2 years	464.690.548	385.457.758
Between 2-3 years	399.197.274	303.710.892
Between 3-4 years	450.729.920	321.219.847
4 years and more	321.417.297	453.055.570
	1.636.035.039	1.463.444.067

As of 30 September 2024 and 31 December 2023, the repayment maturities of the debts from the lease transactions are as follows:

	30 September 2024	31 December 2023
Up to 1 year	786.215.128	625.034.676
Between 1-5 years	1.186.409.662	1.146.371.057
More than 5 years	1.259.237.645	1.240.973.403
	3.231.862.435	3.012.379.136

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

NOTE 8 - TRADE RECEIVABLES AND PAYABLES

a) Short-term trade receivables

	30 September 2024	31 December 2023
Trade receivables from third parties	2.469.976.663	1.514.277.545
Less: Provision for impairment	(208.886.936)	(170.963.628)
Trade receivables from third parties (net)	2.261.089.727	1.343.313.917
Trade receivables from related parties (Note 25)	488.366	4.213.897
Total short-term trade receivables	2.261.578.093	1.347.527.814

Movements of provision for doubtful receivables during the accounting periods are as follows:

	30 September 2024	30 September 2023
Opening balance	170.963.628	98.676.286
Additional provisions in current period	17.493.599	16.687.639
Foreign currency translation differences	19.539.903	35.552.916
Written-off of uncollectible receivables	889.806	(2.430.222)
Closing balance	208.886.936	148.486.619

b) Short-term trade payables

	30 September 2024	31 December 2023
Trade payables to third parties	1.356.356.628	601.298.449
Accrued liabilities	238.072.904	318.793.703
Total trade payables to third parties	1.594.429.532	920.092.152
Payables to related parties (Note 25)	148.364.584	60.009.778
Total short-term trade payables	1.742.794.116	980.101.930

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NOTE 9 - OTHER RECEIVABLES AND PAYABLES

a) Other short-term receivables

	30 September 2024	31 December 2023
Receivables from tax office	79.579.926	40.669.484
Deposits and guarantees given	74.561.395	63.795.700
Airline tax (*)	144.496.805	107.562.680
Other miscellaneous receivables (**)	184.426.524	141.723.999
Other short-term receivables from third parties	483.064.650	353.751.863
Other receivables from related parties (Note 25)	80.418.224	134.574.137
Total short-term other receivables	563.482.874	488.326.000

(*) Related to airline tax effective in Hungary from 1 July 2022.

(**) The majority of other miscellaneous receivables consist of loans of INR 400.000.000 that Delhi Cargo has given to GMR Group companies (31 December 2023: INR 940.000.000).

b) Other long-term receivables

	30 September 2024	31 December 2023
Deposits and guarantees given (*)	893.481.887	705.066.823
Other	1.021.964	-
Other long-term receivables from third parties	894.503.851	705.066.823
Receivables from related parties (Note 25)	841.284.400	848.447.600
Total long-term other receivables	1.735.788.251	1.553.514.423

(*) As of 30 September 2024, deposits and guarantees given predominantly consists of the deposits given for the subsidiaries of the Group located in India, CASI, Celebi Delhi Cargo and Celebi Nas, amounting to TL 414.569.591 (31 December 2023: TL 91.388.570), TL 316.504.552 (31 December 2023: TL 216.224.945) and TL 126.186.693 (31 December 2023: TL 367.606.329), respectively, to local authorities and companies and the amounts shown in the blockage at banks.

c) Other short-term payables

	30 September 2024	31 December 2023
Deposits and guarantees received	175.282.988	154.400.628
Other short-term payables	35.565.787	23.720.830
Total short-term other payables	210.848.775	178.121.458

d) Other long-term payables

	30 September 2024	31 December 2023
Deposits and guarantees received	52.017.857	54.600.101
	52.017.857	54.600.101

NOTE 10 – INVENTORIES

	30 September 2024	31 December 2023
Trade goods	41.969.402	45.989.646
Other inventories (*)	128.908.121	90.402.640
	170.877.523	136.392.286

(*) Other inventories include fuel oil, baggage sticker, boarding passes, miscellaneous periodicals, clothes and spare parts.

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD OF 1 JANUARY – 30 SEPTEMBER 2024

(Amounts are expressed in Turkish Lira (“TL”) unless otherwise stated.)

NOTE 11 - PROPERTY, PLANT AND EQUIPMENT

Movements in property, plant and equipment for the period ended on 30 September 2024 are as follows:

	Opening 1 January 2024	Additions	Disposals	Transfers	Foreign currency translation differences	Closing 30 September 2024
Cost						
Plant, machinery and equipment	2.755.861.609	238.601.248	(62.454.818)	493.322.734	537.588.662	3.962.919.435
Motor vehicles	616.285.009	10.533.374	(1.675.324)	22.242.467	107.850.467	755.235.993
Furniture and fixtures	288.033.831	36.358.496	(2.991.346)	4.500.959	56.513.587	382.415.527
Leasehold improvements	926.935.091	61.368.909	(3.478.214)	35.283.107	165.726.361	1.185.835.254
Construction in progress	111.619.899	633.565.398	-	(555.349.267)	(51.710.753)	138.125.277
	4.698.735.439	980.427.425	(70.599.702)	-	815.968.324	6.424.531.486
Accumulated depreciation						
Plant, machinery and equipment	(1.574.792.231)	(156.438.895)	53.969.047	-	(257.452.555)	(1.934.714.634)
Motor vehicles	(338.123.376)	(37.438.040)	1.675.324	-	(49.315.692)	(423.201.784)
Furniture and fixtures	(173.031.486)	(29.812.245)	2.257.749	-	(30.464.658)	(231.050.640)
Leasehold improvements	(285.820.396)	(31.420.472)	2.725.262	-	(50.635.668)	(365.151.274)
	(2.371.767.489)	(255.109.652)	60.627.382	-	(387.868.573)	(2.954.118.332)
Net book value	2.326.967.950					3.470.413.154

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NOTE 11 - PROPERTY, PLANT AND EQUIPMENT (cont'd)

Movements in property, plant and equipment for the interim period ended on 30 September 2023 are as follows:

	Opening 1 January 2023	Additions	Disposals	Transfers	Foreign currency translation differences	Closing 30 September 2023
Cost						
Plant, machinery and equipment	1.489.198.096	158.015.021	(37.266.831)	22.698.693	714.761.754	2.347.406.733
Motor vehicles	323.134.741	28.238.049	(6.692.795)	15.395.202	149.265.065	509.340.262
Furniture and fixtures	161.464.516	14.380.020	(10.009.131)	4.050.835	76.144.699	246.030.939
Leasehold improvements	522.334.696	19.063.224	-	4.554.480	243.590.080	789.542.480
Construction in progress	120.831.028	121.247.797	-	(123.212.204)	60.178.044	179.044.665
	2.616.963.077	340.944.111	(53.968.757)	(76.512.994)	1.243.939.642	4.071.365.079
Accumulated depreciation						
Plant, machinery and equipment	(925.053.586)	(129.146.302)	32.229.717	-	(435.477.461)	(1.422.763.132)
Motor vehicles	(190.978.302)	(28.981.075)	4.995.422	-	(86.717.301)	(292.764.236)
Furniture and fixtures	(92.351.471)	(24.541.458)	9.868.487	-	(44.924.732)	(147.265.612)
Leasehold improvements	(142.966.800)	(31.237.923)	-	-	(71.294.991)	(241.562.300)
	(1.351.350.159)	(161.684.262)	47.093.626	-	(638.414.485)	(2.104.355.280)
Net book value						
	1.265.612.918					1.967.009.799

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NOTE 12 – RIGHT-OF-USE ASSETS

Movements in right of use assets for the interim period ended on 30 September 2024 are as follows:

	Opening 1 January 2024	Additions	Modifications	Foreign currency translation differences	Closing 30 September 2024
Cost					
Buildings and land	3.662.254.993	-	(7.122.064)	576.463.161	4.231.596.090
Machinery, plant and equipment	184.114.987	-	-	31.638.481	215.753.468
Motor vehicles	82.639.482	-	-	13.695.894	96.335.376
	3.929.009.462	-	(7.122.064)	621.797.536	4.543.684.934
Accumulated depreciation					
Buildings and land	(1.227.664.364)	(260.264.317)	-	(212.359.914)	(1.700.288.595)
Machinery, plant and equipment	(156.294.944)	(6.122.457)	-	(27.403.515)	(189.820.916)
Motor vehicles	(71.583.687)	(13.354.292)	-	(12.340.756)	(97.278.735)
	(1.455.542.995)	(279.741.066)	-	(252.104.185)	(1.987.388.246)
Net book value	2.473.466.467				2.556.296.688

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NOTE 12 – RIGHT-OF-USE ASSETS (cont’d)

Movements in right of use assets for the interim period ended on 30 September 2023 are as follows:

	Opening 1 January 2023	Additions	Modifications	Foreign currency translation differences	Closing 30 September 2023
Cost					
Buildings and land	2.024.032.245	14.813.420	31.412.296	943.593.358	3.013.851.319
Machinery, plant and equipment	94.103.174	22.409.639	-	47.573.797	164.086.610
Motor vehicles	50.311.689	-	(64.591)	23.187.233	73.434.331
	2.168.447.108	37.223.059	31.347.705	1.014.354.388	3.251.372.260
Accumulated depreciation					
Buildings and land	(551.172.927)	(167.254.607)	-	(289.876.168)	(1.008.303.702)
Machinery, plant and equipment	(94.103.174)	(466.867)	-	(43.032.619)	(137.602.660)
Motor vehicles	(31.448.598)	(11.008.124)	-	(16.800.014)	(59.256.736)
	(676.724.699)	(178.729.598)	-	(349.708.801)	(1.205.163.098)
Net book value	1.491.722.409				2.046.209.162

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NOTE 13 - INTANGIBLE ASSETS

a) Other Intangible Assets

Movements in other intangible assets for the interim period ended on 30 September 2024 are as follows:

	Opening 1 January 2024	Additions	Disposals	Foreign currency translation differences	Closing 30 September 2024
Cost					
Rights	48.236.123	-	-	8.025.138	56.261.261
Software	164.308.572	4.704.717	(625.490)	26.226.623	194.614.422
Concession rights (*)	844.967.001	70.818.878	-	56.173.002	971.958.881
Build-operate-transfer investments (**)	1.768.629.775	8.809.583	-	340.886.628	2.118.325.986
	2.826.141.471	84.333.178	(625.490)	431.311.391	3.341.160.550
Accumulated depreciation					
Rights	(22.879.495)	(5.341.577)	-	(4.300.929)	(32.522.001)
Software	(481.631.967)	-	-	(102.975.029)	(584.606.996)
Concession rights (*)	(131.790.196)	(7.717.122)	625.490	(21.448.464)	(160.330.292)
Build-operate-transfer investments (**)	(664.021.992)	(131.184.677)	-	(76.289.564)	(871.496.233)
	(1.300.323.650)	(144.243.376)	625.490	(205.013.986)	(1.648.955.522)
Net book value	1.525.817.821				1.692.205.028

(*) Represents fixed asset expenditures made under the concession agreement signed by Celebi Delhi Cargo with DIAL and accounted for under TFRYK 12.

(**) The amounts calculated as a result of bringing the deposit prices paid in accordance with the concession agreements signed for the delivery of cargo and ground services at the airports in India to their present values, are accounted for under build-and-transfer basis to be amortized during the concession period.

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NOTE 13 – INTANGIBLE ASSETS (cont’d)

a) Other Intangible Assets (cont’d)

Movements in other intangible assets for the interim period ended on 30 September 2023 are as follows:

	Opening 1 January 2023	Additions	Disposals	Foreign currency translation differences	Closing 30 September 2023
Cost					
Rights	23.312.907	-	-	10.636.118	33.949.025
Software	96.345.005	4.220.408	(1.841.697)	45.356.392	144.080.108
Concession rights (*)	540.520.369	-	-	245.827.658	786.348.027
Build-operate-transfer investments (**)	1.035.701.453	119.267.54	-	497.588.251	1.652.557.248
	1.695.879.734	123.487.952	(1.841.697)	799.408.419	2.616.934.408
Accumulated depreciation					
Rights	(15.774.894)	(2.726.260)	-	(7.760.425)	(26.261.579)
Software	(74.720.298)	(7.409.435)	1.841.697	(35.493.102)	(115.781.138)
Concession rights (*)	(285.446.461)	(38.779.904)	-	(115.686.916)	(439.913.281)
Build-operate-transfer investments (**)	(351.037.619)	(46.223.793)	-	(192.695.285)	(589.956.697)
	(726.979.272)	(95.139.392)	1.841.697	(351.635.728)	(1.171.912.695)
Net book value	968.900.462				1.445.021.713

(*) Represents fixed asset expenditures made under the concession agreement signed by Celebi Delhi Cargo and Celebi Nas and accounted for under TFRYK 12.

(**) The amounts calculated as a result of bringing the deposit prices paid in accordance with the concession agreements signed for the delivery of cargo and ground services at the airports in India to their present values, are accounted for under build-and-transfer basis to be amortized during the concession period.

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NOTE 13 – INTANGIBLE ASSETS (cont'd)

b) Goodwill

Goodwill as of 30 September 2024 and 31 December 2023 is as follows:

	30 September 2024	31 December 2023
Goodwill due to acquisition of CGHH	224.952.887	199.415.548
Goodwill due to acquisition of KSU	13.370.158	12.019.640
	238.323.045	211.435.188

As of 30 September 2024, movement of goodwill is as follows:

	30 September 2024	30 September 2023
As of 1 January	211.435.188	124.300.843
Foreign currency translation differences	26.887.857	57.601.550
As of end of the period	238.323.045	181.902.393

NOTE 14 – PROVISIONS, COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES

a) Short-term Provisions

Other short-term provisions

	30 September 2024	31 December 2023
Provision for litigation and obligation	40.154.722	35.830.909
	40.154.722	35.830.909

Movements of other short-term provisions for the period 1 January - 30 September 2024 are as follows:

	30 September 2024	30 September 2023
As of 1 January	35.830.909	10.679.098
Addition during the year	5.955.499	4.174.985
Payments during the year	(4.342.121)	(1.938.016)
Foreign currency translation differences	2.710.435	873.626
As of end of the period	40.154.722	13.789.693

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NOTE 14 – PROVISIONS, COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES (cont'd)

a) Short-term Provisions (cont'd)

Short-term provisions for employee benefits

	30 September 2024	31 December 2023
Provision for unused vacation	125.592.839	65.813.803
Provision for employment termination benefits (*)	23.012.811	20.797.399
	148.605.650	86.611.202

(*) Consists of employment termination benefits of the outsourced employees of Celebi GH Delhi, Celebi Delhi Cargo and Celebi Cargo, the subsidiaries of the Group.

b) Long-term provisions:

Long-term provisions for employee benefits

	30 September 2024	31 December 2023
Provision for employment termination benefits	436.825.979	310.999.397
	436.825.979	310.999.397

Provision for employment termination benefits is recorded based on the explanations below. The Group does not have any other defined benefit plans except for the legally mandatory one explained below.

The provision has been calculated by estimating the present value of the future probable obligation of the Group arising from the retirement of employees.

Under the Turkish Labor Law, the Group is required to pay termination benefits to each employee who has completed one year of service, who achieves the retirement age (58 for women and 60 for men), who has charged 25 years of services (20 years for women) and whose employment is terminated without due cause, is called up for military service or who dies.

Since the legislation was changed on 23 May 2002, there are certain transitional provisions relating to length of service prior to retirement. The amount payable at 30 September 2024 consists of one month's salary limited to a maximum of TL 41.828,42 (31 December 2023: TL 23.489,83) for each year of service.

The liability is not funded, as there is no funding requirement.

In accordance with local regulations in India, the Group is required to make employee termination benefit payments to each employee in its subsidiaries, joint ventures, and associate, who has completed five years of service, who is called up for military service, who achieves the retirement age, who early retires, or who dies.

Turkish Financial Reporting Standards require actuarial valuation methods to be developed to estimate the enterprise's obligation under defined benefit plans. The principal assumption is that the maximum liability for each year of service will increase in line with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the anticipated effects of future inflation.

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NOTE 14 – PROVISIONS, COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES (cont'd)

b) Long-term Provisions (cont'd)

Long-term provisions for employee benefits (cont'd)

Since the Group calculates the reserve for employment termination benefits every six months the maximum amount of TL 41.828,42 which is effective from 1 July 2024 (1 January 2024: TL 35.058,58) has been taken into consideration in the calculations. Movements in the provision for employment termination benefits are as follows:

The provisions for employee benefits for the period between 1 January 2024 and 30 September 2024 are as follows:

	30 September 2024	30 September 2023
As of 1 January	331.796.796	150.871.653
Payments made during the period	(62.194.358)	(90.055.182)
Actuarial (gain) / loss	75.448.161	46.263.195
Service cost	61.946.205	50.225.299
Interest cost	37.067.346	1.756.561
Foreign currency translation differences	14.387.176	30.302.785
Transfers	1.387.464	(1.368.865)
As of end of the period	459.838.790	187.995.446

The provisions for unused vacation rights for the period between 1 January 2024 and 30 September 2024 are as follows:

	30 September 2024	30 September 2023
As of 1 January	65.813.803	38.745.670
Payments during the period	(9.672.384)	(4.865.749)
Increase during the period	57.459.970	27.473.501
Foreign currency translation differences	11.991.450	11.123.158
As of end of the period	125.592.839	72.476.580

c) Contingent assets and liabilities of the Group

Guarantees received	30 September 2024	31 December 2023
Guarantee letters	234.270.736	119.594.605
Guarantee notes	69.835.221	10.132.663
Guarantee cheques	7.847.118	4.991.949
	311.953.075	134.719.217
Guarantees given	30 September 2024	31 December 2023
Guarantee letters	695.117.632	650.770.798
Collaterals (*)	680.499.410	591.557.780
Pledged shares (*)	167.631.058	145.729.120
	1.543.248.100	1.388.057.698

(*) Collaterals and pledged shares amounting to TL 848.130.468 consist of collaterals given to the Group's subsidiaries and joint venture partners (31 December 2023: TL 737.286.900) (Note 25).

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NOTE 14 – PROVISIONS, COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES (cont'd)

c) Contingent assets and liabilities of the Group (cont'd)

The litigations and claims those generate contingent assets and liabilities to the Group as of 30 September 2024 are as follows:

As of 30 September 2024, the Group has contingent liabilities amounting to TL 89.439.192 (31 December 2023: TL 82.062.180) due to the legal cases and enforcement proceedings in progress against the Group.

The details of collaterals, pledges and mortgages of the Group at 30 September 2024 and 31 December 2023 are as follows:

		30 September 2024		31 December 2023	
CPGM given by the Group		Amount	TL Equivalent	Amount	TL Equivalent
A. CPGM given on behalf of the Group's legal personality			695.117.632		650.770.798
	TL	42.026.448	42.026.448	30.936.753	30.936.753
	EUR	3.880.780	148.401.803	6.040.632	197.121.528
		2.210.500	75.560.416		
	USD		370.692.878	2.210.500	65.190.519
	INR	909.541.854		864.362.431	306.252.253
	HUF	606.939.001	58.436.087	600.700.000	51.269.745
B. CPGM given on behalf of fully consolidated subsidiaries			848.130.468		737.286.900
	EUR	50.000	1.912.010	50.000	1.631.630
	INR	2.076.304.000	846.218.458	2.076.304.000	735.655.270
			1.543.248.100		1.388.057.698

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NOTE 15 – OTHER ASSETS AND LIABILITIES

a) Other Current Assets

	30 September 2024	31 December 2023
Deferred VAT	135.926.116	110.697.509
Advances given to personnel	1.651.689	2.162.306
Other	3.768.212	1.389.978
	141.346.017	114.249.793

b) Other Non-current Assets

	30 September 2024	31 December 2023
Prepaid taxes and funds (*)	208.172.358	132.212.407
VAT and service tax receivables	13.016.471	7.109.576
Other	524.560	480.676
	221.713.389	139.802.659

(*) The related amount as of 30 September 2024 consists of prepaid taxes and funds, which can be offset in more than 1 year period.

c) Other Current Liabilities

	30 September 2024	31 December 2023
Airline tax (*)	196.552.747	124.961.846
Taxes and funds payable	262.996.402	109.729.800
Maintenance obligation liability	40.762.521	-
Other miscellaneous payables and liabilities	25.146.453	24.181.658
	4.140.322	23.096
	529.598.445	258.896.400

(*) It is related to the airline tax that came into force in Hungary as of July 1, 2022.

d) Other Non-current Liabilities

	30 September 2024	31 December 2023
Maintenance obligation liability	655.345.197	533.333.357
	655.345.197	533.333.357

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NOTE 16 – PREPAID EXPENSES

a) Short-term prepaid expenses

	30 September 2024	31 December 2023
Prepaid expenses	294.959.851	164.588.824
Order advances given	149.647.916	94.304.906
	444.607.767	258.893.730

b) Long-term prepaid expenses

	30 September 2024	31 December 2023
Prepaid expenses	382.641.181	45.699.326
Advances given for fixed assets	210.795.963	156.823.282
	593.437.1444	202.522.608

NOTE 17 – DEFERRED INCOME

a) Short-term deferred income

	30 September 2024	31 December 2023
Advances received	263.230.861	117.641.269
Prepaid expenses	3.193.694	8.088.510
	266.424.555	125.729.779

b) Long-term deferred income

	30 September 2024	31 December 2023
Prepaid expenses	8.896.111	7.624.111
	8.896.111	7.624.111

NOTE 18 – PAYABLES FOR EMPLOYEE BENEFITS

	30 September 2024	31 December 2023
Bonus payable accruals	309.202.797	210.156.270
Wages and salaries payables	296.243.237	176.315.602
Social security withholdings payable	153.628.289	123.196.074
	759.074.323	509.667.946

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NOTE 19 - EQUITY

a) Share Capital

As of 30 September 2024, the authorized share capital of the Group is TL 24.300.000 comprising of 2.430.000.000 registered shares with a face value each of 1 Kr (31 December 2023: 2.430.000.000 shares).

The Group's shareholders and their shares in the capital as of 30 September 2024 and 31 December 2023 are as follows:

Shareholders	30 September 2024		31 December 2023	
	Amount	Share%	Amount	Share%
Çelebi Havacılık Holding A.Ş. (ÇHH)	21.848.528	89,91	21.848.528	89,91
Other	2.451.472	10,09	2.451.472	10,09
	24.300.000	100,00	24.300.000	100,00

b) Restricted reserves appropriated from profit (legal reserves)

The legal reserves consist of first and second reserves, appropriated in accordance with the Turkish Commercial Code. The Turkish Commercial Code stipulates that the first legal reserve is appropriated out of statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the Company's paid-in capital. The second legal reserve is appropriated at the rate of 10% per annum of all cash distributions in excess of 5% of the paid-in capital. Under the Turkish Commercial Code, the legal reserves can be used only to offset losses and are not available for any other usage unless they exceed 50% of paid-in capital.

As of 30 September 2024, the number of restricted reserves is TL 348.459.065 (31 December 2023: 195.490.565 TL).

Listed companies distribute dividend in accordance with the Communiqué No. II-19.1 issued by the CMB which is effective from 1 February 2014. Companies distribute dividends in accordance with their dividend payment policies settled and dividend payment decision taken in general assembly and also in conformity with relevant legislations. The communiqué does not constitute a minimum dividend rate. Companies distribute dividend in accordance with the method defined in their dividend policy or articles of incorporation. In addition, dividend can be distributed by fixed or variable instalments and advance dividend can be paid in accordance with profit on interim financial statement of the Company.

c) Remeasurement losses on defined benefit plans

Consists of actuarial gains and losses recognized as other comprehensive income as a result of the adoption of TAS 19.

d) Foreign currency translation differences

Accumulated foreign currency translation differences in other comprehensive income and expenses not to be reclassified to profit or loss

Consist of exchange differences arising from the translation of the consolidated financial statements from Euro, the functional currency of the parent, to TL, the presentation currency.

Accumulated foreign currency translation differences in other comprehensive income and expenses to be reclassified to profit or loss

Consist of exchange differences arising from the translation of the financial statements of subsidiaries and associates whose functional currency is different from TL to TL, which is the presentation currency.

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NOTE 20 – REVENUE AND COST OF SALES

	1 January - 30 September 2024	1 July - 30 September 2024	1 January - 30 September 2023	1 July - 30 September 2023
Ground handling services	9.842.619.883	4.262.622.898	5.413.800.837	2.679.365.301
Revenue from cargo and warehouse services	4.519.638.291	1.729.246.959	2.360.518.950	993.345.840
Rental revenue not related to aviation	226.714.062	76.799.808	156.950.202	62.505.883
Less: Returns and discounts	(624.151.917)	(261.854.728)	(260.089.728)	(144.830.439)
Revenue	13.964.820.319	5.806.814.937	7.671.180.261	3.590.386.585
Cost of sales	(9.421.906.010)	(3.644.620.211)	(4.962.435.696)	(2.122.447.257)
Gross profit	4.542.914.309	2.162.194.726	2.708.744.565	1.467.939.328

NOTE 21 - FINANCE INCOME

	1 January - 30 September 2024	1 July - 30 September 2024	1 January - 30 September 2023	1 July - 30 September 2023
Foreign exchange gains	76.154.544	12.925.687	121.031.690	65.242.930
Interest income	197.210.763	80.584.759	80.042.510	38.141.796
Other finance income	153.871.010	45.930.145	68.880.081	36.099.369
	427.236.317	139.440.591	269.954.281	139.484.095

NOTE 22 - FINANCE EXPENSES

	1 January - 30 September 2024	1 July - 30 September 2024	1 January - 30 September 2023	1 July - 30 September 2023
Foreign exchange losses	78.710.622	19.146.210	76.105.264	60.590.450
Interest expenses	184.645.527	69.576.955	118.061.526	49.434.197
Finance expenses incurred within the scope of TFRS 16 (*)	131.475.559	40.006.190	54.409.523	37.940.591
Other finance expenses	104.209.831	34.440.693	55.529.948	34.482.784
	499.041.539	163.170.048	304.106.261	182.448.022

(*) Consists of expenses that are not realized within the scope of TFRS 16 and do not generate cash outflow.

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NOTE 23 - TAX ASSETS AND LIABILITIES

	30 September 2024	31 December 2023
Current period corporate tax payable	531.415.544	327.129.782
Current profit tax liability, net	531.415.544	327.129.782
Deferred tax assets	596.189.759	455.620.835
Deferred tax liabilities	(306.902.030)	(247.533.069)
Deferred tax assets – net	289.287.729	208.087.766

a) Income Tax

Turkish tax legislation does not permit a parent company, its subsidiaries, to file a tax return on its consolidated financial statements. Therefore, the tax liabilities of the Group's consolidated financial statements are calculated separately for all companies included in the scope of consolidation.

In Turkey, the corporate tax rate is 25% (31 December 2023: 25%). The corporate tax rate is applied to the net corporate income to be deducted from deduction of exemptions and reductions in tax laws and an addition of expenses not subject to deduction according to tax legislation.

Effective from 1 January 2018, the corporate tax rate in Hungarian will be implemented as 9%.

Corporate tax in India for fiscal year 2024 is 25.17% (2023: 25.17%), The corporate tax rate is applicable on the total income of companies after adjusting for certain disallowable expenses, income tax exemptions (affiliation privilege, investment allowance exemption, etc.) and income tax deductions (like research and development expenses).

In Germany, the corporate tax rate is 31.83% for fiscal year 2024 (2023: 31.83%). The corporate tax rate is applicable on the total income of companies after adjusting for certain disallowable expenses, income tax exemptions (affiliation privilege, investment allowance exemption, etc.) and income tax deductions (like research and development expenses).

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NOTE 23 - TAX ASSETS AND LIABILITIES (cont'd)

a) Income Tax (cont'd)

For the periods ended on 30 September 2024 and 2023, tax expenses of the Group are as follows:

	1 January - 30 September 2024	1 July - 30 September 2024	1 January - 30 September 2023	1 July - 30 September 2023
- Current period corporate tax	(743.100.054)	(392.507.104)	(547.442.913)	(277.604.080)
- Deferred tax income	(84.516.054)	(33.604.221)	(85.128.864)	(14.777.124)
Current tax income (expense) – net	(827.616.108)	(426.111.325)	(632.571.777)	(292.381.204)

b) Deferred Taxes

The Group considers the differences arising from different valuation of the financial statements prepared in accordance with TFRS in the calculation of deferred tax assets and liabilities. The differences mainly arise due to the different accounting of income and expenses in line with Tax Laws and TFRS in different periods. In accordance with the method of liabilities based on subsequent differences, the rates for deferred revenue asset and liabilities are 25%, 9%, 31.83% and 25.17% for Turkey, Hungary, Germany and India, respectively.

The analysis of cumulative temporary differences and the related deferred tax assets and liabilities in respect of items for which deferred income tax has been provided as of 30 September 2024 and 31 December 2023 using the enacted tax rates are as follows:

	Total temporary differences		Deferred tax assets (liabilities)	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
Deferred tax assets				
Personnel bonus accrual	(109.772.128)	(90.337.480)	27.443.032	22.584.370
Accrued sales commissions	(412.898.904)	(137.157.492)	103.224.726	34.289.373
Provision for employment termination benefits	(306.776.174)	(214.975.933)	76.701.784	53.749.864
TFRS 16 adjustments	(800.415.645)	(670.680.660)	184.530.423	156.033.552
Provision for unused vacation liability	(76.536.040)	(37.119.124)	19.134.010	9.279.781
Provision for litigation and indemnity	(30.709.176)	(25.850.764)	7.677.294	6.462.691
Deferred tax income calculated over unused previous years' losses	(262.604.640)	(224.508.292)	84.291.862	72.073.897
Other	(389.897.010)	(371.222.681)	93.186.628	101.147.307
Deferred tax assets			596.189.759	455.620.835

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NOTE 23 - TAX ASSETS AND LIABILITIES (cont'd)

b) Deferred Tax (cont'd)

	Total temporary differences		Deferred tax assets (liabilities)	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
Deferred tax liabilities				
Adjustments related to property, plant and equipment and intangible assets	1.941.731.045	887.991.954	(245.908.627)	(201.945.525)
Other	243.973.612	182.350.188	(60.993.403)	(45.587.544)
Deferred tax liabilities			(306.902.030)	247.533.069
Deferred tax assets, net			289.287.729	208.087.766

Deferred tax movement table is as follows:

	30 September 2024	30 September 2023
1 January	208.087.766	218.196.016
Foreign currency translation differences	146.850.188	86.890.717
Deferred tax income / (expenses) for the current period	(84.516.054)	(85.128.864)
Remeasurement gain/losses of defined benefit plans	18.865.829	9.252.895
30 September	289.287.729	229.210.764

NOTE 24 - EARNINGS PER SHARE

Earnings per share disclosed in the consolidated statements of income are determined by dividing the net income by the weighted average number of shares that have been outstanding during the year.

Companies can increase their capital by distributing shares ("Bonus Shares") to existing shareholders from retained earnings in proportion of their shares. When earnings per share are calculated, these bonus shares are considered as issued shares. Therefore, weighted average of shares used in earnings per share calculation are obtained by retrospective application of the issuance of the shares as free of charge.

Earnings per share are determined by dividing net profit attributable to shareholders by the weighted average number of issued ordinary shares as below:

	1 January - 30 September 2024	1 July - 30 September 2024	1 January - 30 September 2023	1 July - 30 September 2023
Net profit / (loss) attributable to the parent	2.515.425.455	1.395.341.835	1.262.496.300	673.190.955
Weighted average number of shares with 1 KR face value each	2.430.000.000	2.430.000.000	2.430.000.000	2.430.000.000
Earnings per share (Kr)	1,035	0,574	0,520	0,227

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NOTE 25 - RELATED PARTY DISCLOSURES

Details of amounts due from and due to related parties as of reporting periods and a summary of transactions with related parties during the period are as follows:

i) Balances with related parties

Short-term receivables from related parties

	30 September 2024	31 December 2023
Çelebi Havacılık Holding ⁽¹⁾	488.366	1.431.694
Other	-	2.782.203
	488.366	4.213.897

Long-term receivables from related parties

	30 September 2024	31 December 2023
Çelebi Havacılık Holding ^{(1) (*)}	841.284.400	848.447.600
	841.284.400	848.447.600

Other receivables from related parties

	30 September 2024	31 December 2023
Çelebi Havacılık Holding ^{(1) (*)}	80.418.224	134.574.137
	80.418.224	134.574.137

Payables to related parties

	30 September 2024	31 December 2023
Çelebi Havacılık Holding ^{(1) (**)}	142.758.469	55.191.043
Celebi Shared Services India Pvt Ltd ⁽⁴⁾	5.606.115	4.780.042
DASPL ⁽⁴⁾	-	38.693
	148.364.584	60.009.778

- (1) Parent company
- (2) Subsidiary of the parent
- (3) Joint venture of the Group
- (4) Associate of the Group
- (5) Other related party

(*) The related amount consists of the intra-group loan receivables of EUR 30,000,000 from CGHH and Celebi Cargo to ÇHH.

(**) As of 30 September 2024, the related amount consists of legal, financial, human resources, management, corporate communication, procurement, information technologies and business development services provided to the Group by ÇHH along with business development projects run by ÇHH on behalf and on account of the Group and expense projections.

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

NOTE 25 - RELATED PARTY DISCLOSURES (cont'd)

ii) Significant transactions with related parties

	1 January - 30 September 2024	1 January - 30 September 2023
Miscellaneous sales to related parties		
Çelebi Havacılık Holding ⁽¹⁾	39.275.719	8.109.775
Other	7.144.151	6.815
	46.419.870	8.116.590
Contribution to holding expenses (*)		
Çelebi Havacılık Holding ⁽¹⁾	405.042.003	248.210.478
	405.042.003	248.210.478
(*) Contribution paid to ÇHH includes services received from ÇHH to Çelebi Hava such as legal, financial, human resource, management, business development, corporate communication, procurement, IT consultancy.		
	1 January - 30 September 2024	1 January - 30 September 2023
Other purchases from related parties		
Celebi Shared Services India ⁽²⁾	15.703.800	-
Çelebi Havacılık Holding ^{(1) (*)}	459.517.831	24.467.075
	475.221.631	24.467.075

(1) Parent company

(2) Subsidiary of the parent

(3) Associate of the Group

(4) Other related party

(*) Other purchases consist of car rental, organization fees and other expenses. The purchases made from ÇHH, which are classified under other purchases from related companies, consist of expenses directly related to the Company, related to the business development projects and tenders carried out by ÇHH on behalf of the Company.

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NOTE 25 - RELATED PARTY DISCLOSURES (cont'd)

As of 30 September 2024 and 31 December 2023, collaterals given in favour of the subsidiaries and joint venture of the Group for the loans borrowed by them are as follows:

30 September 2024	EUR	INR	Total TL
Celebi Nas ⁽¹⁾	-	97.704.000	39.820.242
Celebi Delhi Cargo ⁽²⁾	-	313.600.000	127.810.816
CASI ⁽³⁾	-	1.665.000.000	678.587.400
Celebi Cargo ⁽⁴⁾	50.000	-	1.912.010
	50.000	2.076.304.000	848.130.468

31 December 2023	EUR	INR	Total TL
Celebi Nas ⁽¹⁾	-	97.704.000	34.617.504
Celebi Delhi Cargo ⁽²⁾	-	313.600.000	111.111.616
CASI ⁽³⁾	-	1.665.000.000	589.926.150
Celebi Cargo GmbH ⁽⁴⁾	50.000	-	1.631.630
	50.000	2.076.304.000	737.286.900

- (1) Within the scope of the long-term project finance and working capital loan agreement signed between Celebi Nas and a bank resident in India amounting to INR 2.345.000.000 cash and INR 845.000.000 non-cash, 30% of the 59% shares of Celebi Nas owned by the Company has been pledged in favor of the lender bank to fulfill financial obligations arising from the agreement. As of 30 September 2024, the risk of the cash loan in the respective bank is amounting INR 244.761.309.
- (2) Guarantee at an equivalent amount to the loan amount is given to aforementioned banks for the financial liabilities sourcing from agreements concluded with related banks regarding long term cash project loan at an amount of cash INR 1.800.000.000 and non-cash INR 50.000.000 concluded between Celebi Delhi Cargo and an India resident bank and 28% portion of the owned by the Company are pledged on behalf of the bank. As of 30 September 2024, the risk of the cash loan in the respective bank is amounting INR 565.589.056.
- (3) Celebi Airport Services has a borrowing amounting to INR 1.215.000.000 cash and INR 600.000.000 non-cash within the scope of the long-term project finance and working capital loan agreement signed between the Company and a bank resident in India. As of 30 September 2024, the risk of the cash loan in the respective bank is amounting to INR 856.808.999.
- (4) As of 30 September 2024, the cash credit risk amount at the relevant banks for the financial liabilities arising from the EUR 50.000 non-cash loan agreements signed between Celebi Cargo GmbH and the banks residing in Germany is EUR 50.000.

Key management compensation:

The Group has determined key management personnel as members of board of directors, general manager and vice general managers. Compensation amounts have been classified as follow:

	1 January - 30 September 2024	1 July- 30 September 2024	1 January - 30 September 2023	1 July - 30 September 2023
Short-term employee benefits to key management	139.429.779	39.016.307	78.748.728	20.819.799

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NOTE 26 – NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS

Currency risk

The Group is exposed to foreign exchange rate risk through operations done using multiple currencies. The main principle in the management of this foreign currency risk is maintaining foreign exchange position in a way to be affected least by the fluctuations in foreign exchange rates.

For this reason, the proportion of the positions of these currencies among each other or against Turkish Lira to shareholders' equity is aimed to be controlled under certain limits. Derivative financial instruments are also used, when necessary. In this context, the Group's primary method is utilizing forward foreign currency transactions. The Group is exposed to exchange rate risk mainly in terms of Euro and US Dollar.

As of 30 September 2024, other things being constant, if the TL was to depreciate/appreciate by 10% against the USD, net profit arising from foreign exchange gains/losses resulting over net foreign currency position in this currency would decrease/increase net income by TL 40.883.901 (31 December 2023: TL 27.013.993).

As of 30 September 2024, other things being constant, if the TL was to depreciate/appreciate by 10% against the Euro, net profit arising from foreign exchange gains/losses resulting over net foreign currency position in this currency would increase/decrease net income by TL 14.709.169 (31 December 2023: TL 13.373.176).

As of 30 September 2024, other things being constant, if the TL was to depreciate/appreciate by 10% against the GBP, net profit arising from foreign exchange gains/losses resulting over net foreign currency position in this currency would increase/decrease by TL 399.560 (31 December 2023: TL 151.133).

As of 30 September 2024, if the Turkish Lira exchange rate was 10% lower/higher and all other variables remained constant, net profit arising from foreign exchange gains/losses resulting over net foreign currency position in this currency would increase/decrease by TL 48.307.664 (31 December 2023: TL 33.433.107).

Foreign currency denominated assets and liabilities of the Group as of 30 September 2024 and 31 December 2023 are as follows:

	30 September 2024	31 December 2023
Assets denominated in foreign currency	2.687.773.544	1.955.348.389
Liabilities denominated in foreign currency (-)	2.912.498.477	2.045.386.560
Net foreign currency position	(224.724.933)	(90.038.171)

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NOTE 26 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

The table below summarizes TL equivalent of the Group's foreign currency denominated assets and liabilities as of 30 September 2024 and 31 December 2023:

30 September 2024	TL Equivalent	USD	EUR	GBP	Turkish Lira
1. Trade Receivables	729.504.097	4.330.919	8.224.879	1.874	266.855.454
2. Monetary Financial Assets	1.150.067.848	12.279.831	10.524.931	9.528	327.399.876
3. Other	234.598.599	502.780	722.367	600	189.761.333
4. Current Assets (1+2+3)	2.114.170.544	17.113.530	19.472.177	12.002	784.016.663
5. Other	573.603.000	-	15.000.000	-	-
6. Non-Current Assets (5)	573.603.000	-	15.000.000	-	-
7. Total Assets (4+6)	2.687.773.544	17.113.530	34.472.177	12.002	784.016.663
8. Trade Payables	619.663.791	4.890.790	2.367.152	600	361.936.466
9. Financial Liabilities	335.968.602	-	7.855.443	-	35.574.891
10. Other Monetary Liabilities	846.942.073	262.263	330.995	85.406	821.401.184
11. Current Liabilities (8+9+10)	1.802.574.466	5.153.053	10.553.590	86.006	1.218.912.541
12. Financial Liabilities	1.107.621.138	-	27.765.107	-	45.877.893
13. Other Monetary Liabilities	2.302.873	-	-	-	2.302.873
14. Non-Current Liabilities (12+13)	1.109.924.011	-	27.765.107	-	48.180.766
15. Total Liabilities (11+14)	2.912.498.477	5.153.053	38.318.697	86.006	1.267.093.307
16. Net Foreign Currency Asset/Liability Position (7-15)	(224.724.933)	11.960.477	(3.846.520)	(74.004)	(483.076.644)
17. Net Monetary Foreign Currency Asset/(Liability) Position (7-15)	(224.724.933)	11.960.477	(3.846.520)	(74.004)	(483.076.644)

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NOTE 26 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

31 December 2023	TL Equivalent	USD	EUR	GBP	Turkish Lira
1. Trade Receivables	421.777.837	3.232.156	6.254.083	-	122.370.366
2. Monetary Financial Assets	718.331.300	8.866.806	7.139.824	2.265	223.761.396
3. Other	242.856.212	21.975	3.293.851	72.727	131.984.000
4. Current Assets (1+2+3)	1.382.965.349	12.120.937	16.687.758	74.992	478.115.762
5. Other	572.383.040	44.506	17.500.000	-	-
6. Non-Current Assets (5)	572.383.040	44.506	17.500.000	-	-
7. Total Assets (4+6)	1.955.348.389	12.165.443	34.187.758	74.992	478.115.762
8. Trade Payables	194.939.662	2.973.248	1.009.408	-	74.315.106
9. Financial Liabilities	270.129.804	-	7.399.112	-	28.677.542
10. Other Monetary Liabilities	428.574.411	414.218	285.355	81.243	403.988.973
11. Current Liabilities (8+9+10)	893.643.877	3.387.466	8.693.875	81.243	506.981.621
12. Financial Liabilities	1.149.762.223	-	33.481.595	-	57.170.726
13. Other Monetary Liabilities	1.980.460	-	-	-	1.980.460
14. Non-Current Liabilities (12+13)	1.151.742.683	-	33.481.595	-	59.151.186
15. Total Liabilities (11+14)	2.045.386.560	3.387.466	42.175.470	81.243	566.132.807
16. Net Foreign Currency Asset/(Liability) Position (7-15)	(90.038.171)	8.777.977	(7.987.712)	(6.251)	(88.017.045)
17. Net Monetary Foreign Currency Asset/(Liability) Position (7-15)	(90.038.171)	8.777.977	(7.987.712)	(6.251)	(88.017.045)

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NOTE 26 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Capital risk management

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

The shareholders of the Company, in order to maintain or modify capital structure, can change the amount of dividends paid to shareholders, return capital to shareholders, issue new shares and sell assets to decrease financing needs consistent with the regulations of the CMB.

Consistent with others in the industry, the Group monitors capital on the basis of the debt/equity ratio, this ratio is calculated as net debt divided by total capital. Net debt is calculated as total liabilities less cash and cash equivalents and deferred tax liability. Total capital is calculated as equity, as shown in the balance sheet, plus net debt.

The ratio of net debt / (equity+net debt) on 30 September 2024 and 31 December 2023 is as follows:

	30 September 2024	31 December 2023
Total financial liabilities	6.532.125.520	6.201.544.438
Less: Cash and cash equivalents	(3.465.566.534)	(3.373.899.826)
Less: Time deposits	(438.969.808)	(274.398.311)
Less: Restricted bank balances	(446.370.517)	(160.562.752)
Net debt (*)	2.181.218.661	2.392.683.549
Net debt (Excluding TFRS 16 effect)	(1.050.643.774)	(619.695.587)
Shareholder's equity	7.109.092.293	5.214.969.092
Capital invested	9.290.310.954	7.607.652.641
Net debt/capital invested	0,23	0,31

(*) As of 30 September 2024, TL 3.231.862.435 of the net debt consists of the lease amounts discounted in accordance with TFRS 16 effective as of 1 January 2019 (31 December 2023: TL 3.012.379.136).

NOTE 27 - EVENTS AFTER THE BALANCE SHEET DATE

None.