Global Yatırım Holding Anonim Şirketi
and its Subsidiaries

Convenience Translation into English of
Condensed Consolidated Interim
Financial Statements
As At and For the Six-Month Period
Ended 30 June 2020 Together With
Independent Auditor's Review Report
(Originally issued in Turkish)

This report includes 2 pages of independent auditor's review report and 82 pages of condensed consolidated financial statements and their explanatory notes.

Global Yatırım Holding Anonim Şirketi and its Subsidiaries

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Independent Auditor's Report on Review of Consolidated Interim Financial Information

To the Board of Directors of Global Yatırım Holding Anonim Şirketi

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Global Yatırım Holding Anonim Şirketi (the ''Company'') and its subsidiaries (the "Group") as at 30 June 2020, and the condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six month period then ended, and notes to the interim financial information ("the condensed consolidated interim financial information"). Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with Turkish Accounting Standard 34 *Interim Financial Reporting* ("TAS 34") issued by the Public Oversight Accounting and Auditing Standards Authority ("POA"). Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Standard on Review Engagements 2410, *"Review of Interim Financial Information Performed by the Independent Auditor of the Entity".* A review of condensed consolidated interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Emphasis of matter

The measures applied in response to the Covid-19 outbreak, which was declared a pandemic by World Health Organization (WHO), influence not just human health, but also have restrictive effects on business activities, and thus may cause deterioration in the financial position and performance of companies. Rapidly changing conditions cause uncertainties that may create material doubts for companies. We draw attention to Note 32 in which the Group Management's evaluation of the probable effects of these conditions may have on the Group's consolidated financial position and consolidated operational results is disclosed. Our review report is not modified in respect of this matter.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material respects, in accordance with TAS 34.

KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş.
A member firm of KPMG International Cooperative

Ruşen Fikret Selamet, SMMM
Partner
19 August 2020
İstanbul, Türkiye

GLOBAL YATIRIM HOLDİNG A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2020

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(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

Global Yatırım Holding A.Ş. and its Subsidiaries

	Notes	Reviewed 30 June 2020	Audited 31 December 2019
ASSETS			
Current assets		**1.858.656.731**	**1.350.450.647**
Cash and cash equivalents	7	1.029.978.409	474.710.252
Financial investments	8	7.386.909	8.504.024
Trade receivables		200.059.368	229.297.974
- Due from third parties	*10*	*200.059.368*	*229.297.974*
Other receivables		166.090.342	145.991.093
- Due from related parties	*6*	*106.483.179*	*81.558.783*
- Due from third parties		*59.607.163*	*64.432.310*
Receivables from operations in finance sector		158.710.541	233.625.016
- Due from related parties	*6*	*1.603.078*	*4.300.734*
- Due from third parties	*11*	*157.107.463*	*229.324.282*
Inventories	12	81.561.970	85.375.506
Prepaid expenses	13	129.507.421	101.100.145
Current tax assets	29	28.076.358	16.786.613
Other current assets		56.422.662	54.197.273
Subtotal		*1.857.793.980*	*1.349.587.896*
Non-current assets or disposal groups classified as held for sale	31	862.751	862.751
Non-current assets		**6.552.118.112**	**5.705.981.735**
Other receivables		63.344.356	65.452.441
- Due from related parties	*6*	*50.209.480*	*52.435.460*
- Due from third parties		*13.134.876*	*13.016.981*
Financial investments	8	8.172.568	8.172.568
Investments accounted for using equity method	18	218.605.661	188.296.426
Investment property	14	510.920.000	510.920.000
Property, plant and equipment	15	1.722.408.301	1.457.923.353
Right of use assets	16	571.200.451	502.462.895
Intangible assets and goodwill		3.258.078.474	2.786.113.909
- Goodwill	*17*	*111.106.862*	*98.944.709*
- Other intangible assets	*17*	*3.146.971.612*	*2.687.169.200*
Prepaid expenses	13	39.288.961	38.690.176
Deferred tax asset	29	141.648.435	131.264.565
Other non-current assets		18.450.905	16.685.402
TOTAL ASSETS		**8.410.774.843**	**7.056.432.382**

Accompanying notes are an integral part of these condensed consolidated interim financial statements.

Global Yatırım Holding A.Ş. and its Subsidiaries

Condensed Consolidated Statement of Financial Position
As at 30 June 2020

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

	Notes	Reviewed 30 June 2020	Audited 31 December 2019
LIABILITIES			
Current liabilities		**1.971.870.111**	**1.579.020.677**
Current borrowings	9	637.982.370	304.449.590
Current portion of non-current borrowings	9	815.250.126	737.091.772
Trade payables		170.187.174	155.321.001
- Due to third parties	*10*	*170.187.174*	*155.321.001*
Payables related to employee benefits	21	23.839.351	10.199.359
Other payables		90.066.550	84.021.171
- Due to related parties	*6*	*5.386.694*	*13.476.873*
- Due to third parties		*84.679.856*	*70.544.298*
Payables on financial sector operations		109.352.246	212.018.523
- Due to third parties	*11*	*109.352.246*	*212.018.523*
Deferred income		19.689.727	12.516.981
Current tax liabilities		20.369.355	17.714.133
Current provisions		57.787.766	21.964.689
- Current provisions for employee benefits	*21*	*7.680.681*	*6.063.064*
- Other current provisions	*19*	*50.107.085*	*15.901.625*
Other current liabilities		27.345.446	23.723.458
Subtotal		*1.971.870.111*	*1.579.020.677*
Non-current liabilities		**5.005.028.964**	**3.959.455.005**
Non-current borrowings	9	4.291.594.305	3.266.985.412
Other payables		15.414.566	10.531.966
- Due to third parties		*15.414.566*	*10.531.966*
Liabilites due to investments accounted for using equity method	18	778.235	657.739
Deferred income		2.036.996	6.261.221
Derivative financial instruments		2.837.058	2.879.070
Non-current provisions		121.331.442	122.503.329
- Non-current provisions for employee benefits	*21*	*16.602.181*	*14.374.643*
- Other non-current provisions	*19*	*104.729.261*	*108.128.686*
Deferred tax liabilities	29	571.036.362	549.636.268
EQUITY		**1.433.875.768**	**1.517.956.700**
Equity attributable to equity holders of the Group		**926.067.519**	**973.157.167**
Paid-in capital	22	325.888.410	325.888.410
Adjustments to share capital	22	34.659.630	34.659.630
Treasury shares owned by the company (-)	22	(86.090.992)	(137.398.773)
Capital adjustments due to cross-ownership (-)		(254.334)	-
Share premium (discount)		264.594.172	242.629.340
Other comprehensive income that will not be reclassified in profit or loss		(2.516.839)	2.944.643
- Other gains / (losses)	*22*	*1.789.328*	*6.510.528*
- Losses on remeasurements of defined benefit plans		*(4.306.167)*	*(3.565.885)*
Other comprehensive income that will be reclassified in profit or loss		536.386.694	418.238.966
- Currency translation differences		*1.206.093.824*	*974.306.010*
- Hedging reserve		*(669.707.130)*	*(556.067.044)*
Restricted reserves appropriated from profits	22	92.604.419	144.105.529
Prior years' profits / (losses)		(1.805.416)	73.056.391
Net loss for the period		(237.398.225)	(130.966.969)
Non-controlling interests		**507.808.249**	**544.799.533**
TOTAL EQUITY AND LIABILITIES		**8.410.774.843**	**7.056.432.382**

Accompanying notes are an integral part of these condensed consolidated interim financial statements.

Global Yatırım Holding A.Ş. and its Subsidiaries

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income For the Six-Month Period Ended 30 June 2020

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

		Reviewed	Not Reviewed	Reviewed	Not Reviewed
		1 January-	1 April-	1 January-	1 April-
	Notes	30 June 2020	30 June 2020	30 June 2019	30 June 2019
PROFIT OR LOSS					
Revenue	23	699.771.085	395.794.624	611.554.300	364.892.856
Cost of revenues (-)	23	(669.435.922)	(402.465.132)	(462.378.456)	(253.727.363)
Gross profit from trade operations		**30.335.163**	**(6.670.508)**	**149.175.844**	**111.165.493**
Revenues from finance operations	23	40.153.386	20.639.671	24.561.197	10.788.233
Cost of revenues from finance operations (-)	23	(2.507.079)	(1.009.270)	(2.570.384)	(1.392.819)
Gross profit from operations in finance sector		**37.646.307**	**19.630.401**	**21.990.813**	**9.395.414**
GROSS PROFIT		**67.981.470**	**12.959.893**	**171.166.657**	**120.560.907**
Marketing expenses (-)	24	(38.526.878)	(17.292.854)	(44.893.925)	(27.565.290)
General administrative expenses (-)	24	(117.432.759)	(54.610.654)	(106.670.064)	(55.679.507)
Other income from operating activities		12.465.716	3.620.211	56.973.302	50.850.762
Other expense from operating activities (-)		(40.138.947)	(22.385.142)	(46.324.283)	(32.205.272)
OPERATING PROFIT / (LOSS)		**(115.651.398)**	**(77.708.546)**	**30.251.687**	**55.961.600**
Income from investing activities		21.495.622	12.918.109	857.142	240.653
Expense from investing activities (-)		(1.947.212)	2.994.480	(5.453)	60.506
Share of profit/(loss) of equity accounted investees	18	(8.607.791)	(4.434.755)	16.640.145	8.346.623
Impairment gain/(loss) and reversal of impairment losses determined in accordance with TFRS 9	10	(2.019.020)	(1.086.320)	(1.534.107)	(1.366.795)
PROFIT/(LOSS) BEFORE FINANCE INCOME/(COSTS)		**(106.729.799)**	**(67.317.032)**	**46.209.414**	**63.242.587**
Finance income	26	58.050.803	25.212.478	48.678.805	18.752.414
Finance costs (-)	27	(360.980.119)	(172.125.893)	(230.068.109)	(96.279.257)
LOSS BEFORE TAX		**(409.659.115)**	**(214.230.447)**	**(135.179.890)**	**(14.284.256)**
Tax income/(expense)		**65.930.905**	**44.756.188**	**(2.028.787)**	**(2.227.178)**
- Current tax income/(expense)	*29*	1.858.979	302.511	(23.787.796)	(15.478.232)
- Deferred tax income	*29*	64.071.926	44.453.677	21.759.009	13.251.054
LOSS FROM CONTINUING OPERATIONS		**(343.728.210)**	**(169.474.259)**	**(137.208.677)**	**(16.511.434)**
LOSS FOR THE PERIOD		**(343.728.210)**	**(169.474.259)**	**(137.208.677)**	**(16.511.434)**
Loss for the period attributable to		**(343.728.210)**	**(169.474.259)**	**(137.208.677)**	**(16.511.434)**
-Non controlling interests		(106.329.985)	(63.103.365)	(37.378.260)	942.960
-Owners of the company	28	(237.398.225)	(106.370.894)	(99.830.417)	(17.454.394)
Loss per share from continuing operations	28	**(0,9011)**	**(0,4038)**	**(0,4214)**	**(0,0737)**
Diluted loss per share from continuing operations	28	**(0,9011)**	**(0,4038)**	**(0,4214)**	**(0,0737)**
OTHER COMPREHENSIVE INCOME/(EXPENSE)					
Items not to be reclassified to profit or loss		**(740.282)**	**(656.274)**	**(275.489)**	**(43.648)**
Losses on remeasurements of defined benefit plans		(740.282)	(656.274)	(275.489)	(43.648)
Items to be reclassified to profit or loss		**185.331.508**	**83.998.668**	**43.059.104**	**(75.644.713)**
Currnecy translation differences		298.971.594	122.884.463	103.645.123	(50.032.730)
Other components of other comprehensive income to be reclassified to other profit or loss		(113.640.086)	(38.885.795)	(60.586.019)	(25.611.983)
OTHER COMPREHENSIVE INCOME / (EXPENSE)		**184.591.226**	**83.342.394**	**42.783.615**	**(75.688.361)**
TOTAL COMPREHENSIVE EXPENSE		**(159.136.984)**	**(86.131.865)**	**(94.425.062)**	**(92.199.795)**
Total comprehensive expense attributable to		**(159.136.984)**	**(86.131.865)**	**(94.425.062)**	**(92.199.795)**
Non-controlling interests		(39.146.205)	(27.454.272)	(12.141.809)	(26.547.198)
Owners of the Company		(119.990.779)	(58.677.593)	(82.283.253)	(65.652.597)

Accompanying notes are an integral part of these condensed consolidated interim financial statements.

Global Yatırım Holding A.Ş. and its Subsidiaries

Condensed Consolidated Statement of Changes in Shareholders' Equity for the Six-Month Period Ended 30 June 2020

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

						Other accumulated comprehensive income/expense not to be reclassified to profit or loss		Other accumulated comprehensive income/expense to be reclassified to profit or loss			Retained earnings				
	Paid-in capital	Adjustments to share capital	Treasury shares owned by the Company	Capital adjustments due to cross-ownership	Share premiums or discounts	Gains (Losses) on remeasurements of defined benefit plans	Other reserves of other gains (losses)	Hedging reserve	Currency translation differences	Restricted reserves appropriated from profits	Net profit / (loss) for the period	Prior years' profits or losses	Equity attributable to the owners of the company	Non-controlling interest	Total
Balance at 1 January 2019	**325.888.410**	**34.659.630**	**(115.476.802)**	**-**	**204.351.140**	**(2.811.155)**	**(70.835.927)**	**(416.886.094)**	**856.335.598**	**118.703.224**	**(89.864.325)**	**107.840.389**	**951.904.088**	**723.978.161**	**1.675.882.249**
Other comprehensive income/(expense)	-	-	-	-	-	(275.489)	-	(60.586.019)	78.408.672	-	-	-	**17.547.164**	25.236.451	**42.783.615**
Increase (decrease) due to treasury share transactions	-	-	(23.680.592)	-	-	-	-	-	-	23.680.592	-	(23.680.592)	**(23.680.592)**	-	**(23.680.592)**
Profit (loss) for the period	-	-	-	-	-	-	-	-	-	-	(99.830.417)	-	**(99.830.417)**	(37.378.260)	**(137.208.677)**
Acquisition or Disposal of a Subsidiary	-	-	-	-	-	-	-	-	-	-	-	8.684.077	**8.684.077**	1.208.943	**9.893.020**
Dividends paid	-	-	-	-	-	-	-	-	-	-	-	-	**-**	(9.740.699)	**(9.740.699)**
Increase (decrease) due to changes in ownership interests in subsidiaries without change in control	-	-	-	-	-	-	-	(30.332.700)	30.458.177	-	-	90.132.799	**90.258.276**	(83.155.025)	**7.103.251**
Others	-	-	-	-	-	-	82.308.355	-	-	-	-	-	**82.308.355**	-	**82.308.355**
Transfers	-	-	-	-	-	-	-	-	-	-	89.864.325	(89.864.325)	**-**	-	**-**
Balance at 30 June 2019	**325.888.410**	**34.659.630**	**(139.157.394)**	**-**	**204.351.140**	**(3.086.644)**	**11.472.428**	**(507.804.813)**	**965.202.447**	**142.383.816**	**(99.830.417)**	**93.112.348**	**1.027.190.951**	**620.149.571**	**1.647.340.522**
Balance at 1 January 2020	**325.888.410**	**34.659.630**	**(137.398.773)**	**-**	**242.629.340**	**(3.565.885)**	**6.510.528**	**(556.067.044)**	**974.306.010**	**144.105.529**	**(130.966.969)**	**73.056.391**	**973.157.167**	**544.799.533**	**1.517.956.700**
Other comprehensive income/(expense)	-	-	-	-	-	(740.282)	-	(113.640.086)	231.787.814	-	-	-	**117.407.446**	67.183.780	**184.591.226**
Increase (decrease) due to treasury share transactions	-	-	51.307.781	(254.334)	21.964.832	-	-	-	-	(51.307.781)	-	51.307.781	**73.018.279**	-	**73.018.279**
Profit (loss) for the period	-	-	-	-	-	-	-	-	-	-	(237.398.225)	-	**(237.398.225)**	(106.329.985)	**(343.728.210)**
Increase (decrease) due to changes in ownership interests in subsidiaries without change in control	-	-	-	-	-	-	(4.721.200)	-	-	(193.329)	-	4.797.381	**(117.148)**	2.154.921	**2.037.773**
Transfers	-	-	-	-	-	-	-	-	-	-	130.966.969	(130.966.969)	**-**	-	**-**
Balance at 30 June 2020	**325.888.410**	**34.659.630**	**(86.090.992)**	**(254.334)**	**264.594.172**	**(4.306.167)**	**1.789.328**	**(669.707.130)**	**1.206.093.824**	**92.604.419**	**(237.398.225)**	**(1.805.416)**	**926.067.519**	**507.808.249**	**1.433.875.768**

The detailed explanations related to equity items and transactions are presented in Note 22.

Accompanying notes are an integral part of these condensed consolidated interim financial statements.

Global Yatırım Holding A.Ş. and its Subsidiaries

Condensed Consolidated Statement of Cash Flows for the Six-Month Period Ended 30 June 2020

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

	Notes	Reviewed 1 January- 30 June 2020	Reviewed 1 January- 30 June 2019
Loss for the period		**(343.728.210)**	**(137.208.677)**
Loss from Continuing Operations		(343.728.210)	(137.208.677)
Adjustments for depreciation and amortisation expense	25	233.745.270	178.915.585
Adjustments for / (Reversal of) provisions related with employee benefits	21	1.783.840	2.050.432
Adjustments for losses (gains) on disposal of subsidiaries or joint operations		-	(36.519.418)
Adjustments for / (Reversal of) other provisions		33.804.057	5.532.024
Adjustments for undistributed profits / (loss) of investments accounted for using equity method	18	8.607.791	(16.640.145)
Adjustments for interest income		(14.835.326)	(30.829.691)
Adjustments for interest expense		170.812.674	135.977.255
Adjustments for tax (income) / expenses	29	(65.930.905)	2.028.787
Adjustments for unrealised foreign exchange losses / (gains)		121.348.964	61.739.462
Adjustments for losses / (gains) on disposal of property, plant and equipment		(15.608.867)	(93.860)
Other adjustments to reconcile profit (loss)		20.835.571	6.341.303
Adjustments to reconcile profit / (loss) for the period		**150.834.859**	**171.293.057**
Decrease / (increase) in financial sector receivables		72.216.819	(123.782.693)
Decrease / (Increase) in other receivables from third parties related with operations		31.257.626	(81.936.021)
Adjustments for decrease in inventories		3.813.536	8.314.263
Increase in trade payables to third parties		14.866.173	39.615.498
Increase / (Decrease) in payables to finance sector operations		(102.666.277)	132.836.179
Decrease / (Increase) in employee benefit liabilities		13.639.992	11.751.987
Increase in deferred income		6.570.509	10.533.885
Decrease / (Increase) in other assets related with operations		(31.342.590)	4.283.892
Increase / (Decrease) in other liabilities related with operations		(7.149.742)	1.560.683
Interest paid		(1.259.140)	(2.232.729)
Interest received		5.858.482	5.518.584
Payments related with provisions for employee benefits	21	(602.187)	(856.941)
Income taxes refund / (payments)		(4.606.798)	(24.251.411)
Changes in working capital		**151.431.262**	**152.648.233**
Proceeds from sales of property, plant and equipment		30.158.723	787.979
Acquisition of intangible assets	15	(165.935.500)	(77.713.314)
Acquisition of other long-term assets	17	(199.010.862)	(1.790.396)
Other payments from cash advances and payables		(8.594.052)	(73.503.688)
Cash outflows from purchase of additional shares of subsidiaries		(10.082.842)	(89.411.606)
Cash Inflows from sale of shares of subsidiaries that doesn't cause loss of control		13.993.850	-
Cash outflows arising from purchase of shares or capital increase of associates and/or joint ventures		(6.559.600)	(13.132.500)
Other cash inflows / (outflows)		1.282.301	(8.869.224)
Cash flows used in investing activities		**(344.747.982)**	**(263.632.749)**
Cash (outflows) / inflows from acquisition / sale of treasury shares		73.018.279	(23.680.592)
Proceeds from borrowings	9	1.362.011.144	670.883.512
Proceeds from issue of debt instruments	9	250.000.000	40.000.000
Repayment of borrowings	9	(634.497.149)	(432.092.093)
Payments of issued debt instruments	9	(150.000.000)	(94.800.000)
Decrease in other payables to related parties		(10.123.356)	(27.609.499)
Dividends paid		-	(9.740.699)
Interest received		8.976.844	23.846.055
Interest paid		(147.120.823)	(122.541.168)
Payments of lease liabilities	9	(16.480.507)	(7.398.298)
Other cash inflows / (outflows)		(73.619.189)	(11.168.327)
Cash flows from financing activities		**662.165.243**	**5.698.891**
Net increase / (decrease) in cash and cash equivalents before the effects of foreign currency differences		468.848.523	(105.285.625)
Effects of foreign currency differences on cash and cash equivalents		34.103.885	16.163.654
Net increase (decrease) in cash and cash equivalents		502.952.408	(89.121.971)
Cash and cash equivalents at the beginning of the period	7	428.601.058	442.539.616
Cash and cash equivalents at the end of the period	7	931.553.466	353.417.645

Accompanying notes are an integral part of these condensed consolidated interim financial statements.

1 ORGANIZATION AND NATURE OF BUSINESS

Global Yatırım Holding A.Ş. ("the Company", or "Holding") was established in 1990 with the trade name Global Menkul Değerler A.Ş. as a brokerage company in İstanbul, Turkey. On 6 October 2004, the Company changed its trade name to Global Yatırım Holding A.Ş and its field of activity to restructure itself as a holding company. As part of its restructuring, on 2 October 2004, a new company, named Global Menkul Değerler A.Ş. was established by through a partial de-merger in accordance with under Turkish legislation law and 99,99% of its shares were owned by the Company. All of the Company's brokerage activities were transferred to this new company. The main operation of the Company's primary purpose is to participate invest in the capital and participate in the management of companies that operate or will operate in the fields of brokerage and asset management (formerly named as "financial services"), energy generation, natural gas, mining (formerly named as "naturel gas/mining/energy generation") , port operations (formerly named as "infrastructure") and real estate development sectors, and to minimize the volatility of its investments against economic fluctuations by handling managing the capital expenditure, financing, organization and administration of those its investment companies within portfolio, while contributing to such companies the achievement of sustainable growth and ensuring the going concern of those such companies to the benefit of the national economy, and to engage in commercial, industrial and financial activities in line with these goals.

Global Yatırım Holding (parent company), its subsidiaries, its joint ventures and its associates are together referred to as "the Group". As at 30 June 2020, the number of employees of the Group is 1.554 (31 December 2019: 1.510).

The Group is registered with the Capital Market Board ("CMB") and its shares have been traded on the Borsa İstanbul ("BIST") since May 1995 (from May 1995 to 1 October 2004, the Company traded as "Global Menkul Değerler A.Ş.").

The registered office of the Company is "Rıhtım Caddesi No: 51 Karaköy / Istanbul".

99,99% of the shares of the Company are listed on the BIST.

The Company's shareholding structure is presented in Note 22.

1 ORGANIZATION AND NATURE OF BUSINESS *(continued)*

The nature of the operations and the locations of the subsidiaries, and equity accounted investees of the Group are listed below:

(a) Subsidiaries

Subsidiaries	Location	Operations
Global Ports Holding B.V. (1)	Netherlands	Port Investments
Global Ports Holding Plc (1)	United Kingdom	Port Investments
Global Ports Europe B.V. ("Global BV") (2)	Netherlands	Port Investments
Global Ports Netherlands B.V.	Netherlands	Port Investments
Global Liman İşletmeleri A.Ş. ("Global Liman")	Turkey	Port Investments
Ege Liman İşletmeleri A.Ş. ("Ege Liman") (2)	Turkey	Port Operations
Bodrum Yolcu Limanı İşletmeleri A.Ş. ("Bodrum Liman") (2)	Turkey	Port Operations
Ortadoğu Antalya Liman İşletmeleri A.Ş. ("Ortadoğu Liman") (2)	Turkey	Port Operations
Port of Adria ("Bar Limanı") (2)	Montenegro	Port Operations
Cruceros Malaga, S.A ("Malaga Cruise Port") (3)	Spain	Port Operations
Global Ports Melita Ltd. ("GP Melita")	Malta	Port Operations
Valetta Cruise Port PLC ("VCP") (4)	Valetta-Malta	Port Operations
Creuers del Port de Barcelona, S.A. ("Barcelona Port") (3)	Spain	Port Operations
Barcelona Port Investments, S.L ("BPI") (3) (2)	Spain	Port Operations
Port Operation Holding S.r.l (5)(2)	Italy	Port Operations
Ravenna Terminali Passeggeri S.r.l. (5)	Italy	Port Operations
Cagliari Terminali Passeggeri S.r.l. (5)	Italy	Port Operations
Catania Terminali Passeggeri S.r.l. (5)	Italy	Port Operations
Zadar International Port Operations ("ZIPO") (14)	Croatia	Port Operations
Travel Shopping Limited	Malta	Tourism Operations
Global Ports Mediterranean S.L. (2)	Spain	Tourism Operations
GPH Antigua Ltd. ("Antigua") (23)	Antigua and Barbuda	Port Operations
Nassau Cruise Port Ltd. ("NCP") (24)	Bahamas	Port Operations
GPH Americas Ltd.	Bahamas	Port Investments
GPH Bahamas Ltd. ("GPH Bahamas")	Bahamas	Port Investments
Global Ports Destination Services Ltd.	United Kingdom	Port Services
Global Depolama A.Ş. (2)	Turkey	Storage
Global Gemicilik ve Nakliyat Hizmetleri A.Ş. ("Global Gemicilik") (21)	Turkey	Maritime Investments
Consus Enerji İşletmeciliği ve Hizmetleri A.Ş. ("Consus Enerji") (7)	Turkey	Energy Investments
Tres Enerji Hizmetleri Sanayi ve Ticaret A.Ş ("Tres Enerji") (7)	Turkey	Energy Generation
Mavi Bayrak Enerji Üretim. A.Ş. ("Mavi Bayrak")	Turkey	Energy Generation
Mavi Bayrak Doğu Enerji Üretim A.Ş. (8)	Turkey	Energy Generation
Doğal Enerji Hizmetleri ve San.Tic. A.Ş. ("Doğal Enerji") (7)	Turkey	Electricity Generation
Global Biyokütle Yatırımları A.Ş.(22)	Turkey	Energy Investments
Consus Energy Europe B.V.	Netherlands	Energy Investments
Glowi Energy Investments Limited	Malavi	Energy Investments
Glozania Energy Investments Limited	Tanzania	Energy Investments
Global Africa Power Investments (9)	Mauritius	Energy Generation
Barsolar D.O.O. (9)	Montenegro	Energy Generation
Evergas Doğalgaz İthalat ve Tic. A.Ş. (10)	Turkey	Natural Gas Sales
Doğaldan Enerji Üretim A.Ş.	Turkey	Energy Generation
Ra Güneş Enerjisi Üretim San. ve Tic. A.Ş. ("Ra Güneş") (6) (7)	Turkey	Electricity Generation
Biyotek Enerji Üretim A.Ş. (9)	Turkey	Energy Generation
Naturelgaz Sanayi ve Tic. A.Ş. ("Naturelgaz")	Turkey	Compressed Natural Gas Sales
Naturel Doğal Gaz Yatırımları A.Ş.	Turkey	Gaseous Fuel Trading
Straton Maden Yatırımları ve İşletmeciliği A.Ş. ("Straton")	Turkey	Mining
Tenera Enerji Tic. A.Ş. ("Tenera")	Turkey	Electricity and Natural Gas Trade
Edusa 1 Enerji San. Ve Tic. A.Ş. ("Edusa 1")(9)	Turkey	Energy Generation

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

1 ORGANIZATION AND NATURE OF BUSINESS *(continued)*

(a) Subsidiaries: *(continued)*

Subsidiaries	Location	Operations
KNY Enerji Üretim A.Ş. ("KNY Enerji") (9)	Turkey	Energy Generation
Edusa Atık Bertaraf Geri Kazanım ve Depolama San. ve Tic. A.Ş.(9) ("Edusa Atık")	Turkey	Energy Generation
Dağören Enerji A.Ş. ("Dağören") (7)	Turkey	Electricity Generation
Ardus Gayrimenkul Yatırımları A.Ş. (12)	Turkey	Real Estate Investments
Global Ticari Emlak Yatırımları A.Ş. (13)	Turkey	Real Estate Investments
Pera Gayrimenkul Yatırım Ortaklığı A.Ş. ("Pera")	Turkey	Real Estate Investments
Rıhtım51 Gayrımenkul Yatırımları A.Ş.	Turkey	Real Estate Investments
Global Menkul Değerler A.Ş. ("Global Menkul") (15)	Turkey	Brokerage
Global MD Portföy Yönetimi A.Ş. (16)	Turkey	Portfolio Management
Actus Portföy Yönetimi A.Ş. (17)	Turkey	Portfolio Management
Global Sigorta Aracılık Hizmetleri A.Ş. ("Global Sigorta")	Turkey	Insurance Agency
Ege Global Madencilik San. ve Tic. A.Ş. ("Ege Global") (11)	Turkey	Energy Generation
Salıpazarı İnşaat Taahhüt Bina Yönetim ve Servis Hizmetleri Sanayi ve Ticaret A.Ş. ("Salıpazarı")	Turkey	Construction Investments
Güney Maden İşletmeleri A.Ş. ("Güney")	Turkey	Mining
Neptune Denizcilik Yatırımları ve İşletmeciliği A.Ş. ("Neptune")	Turkey	Maritime Investments
Tora Yayıncılık A.Ş. ("Tora")	Turkey	Publishing
Global Enerji Hizmetleri ve İşletmeciliği A.Ş. ("Global Enerji") (11)	Turkey	Electricity Generation
Sem Yayıncılık A.Ş. ("Sem") (18)	Turkey	Publishing
Maya Turizm Ltd. ("Maya Turizm") (19)	Cyprus	Tourism Investments
Galata Enerji Üretim San. ve Tic. A.Ş. ("Galata Enerji") (11)	Turkey	Electricity Generation
Randa Denizcilik San. ve Tic. Ltd. Şti. ("Randa") (20)	Turkey	Marine Vehicle Trade
Adonia Shipping Limited	Malta	Ship Management
Vinte Nova	Cayman Islands	Financial Investments
Global Financial Products Ltd. ("GFP")	Cayman Islands	Financial Investments
Vespa Enterprises (Malta) Ltd. ("Vespa")	Malta	Tourism Investments
Aristaeus Limited	Malta	Financial Investments
Sümerpark Gıda İşletmeciliği A.Ş.	Turkey	Food Management
Rainbow Tech Ventures Limited	Malta	Financial Investments
Rainbow Holdings Worldwide Limited	United Kingdom	Financial Investments

(1) On 11 May 2017, the Group has completed the initial public offering ("IPO") of its ordinary shares and is trading on the main market of the London Stock Exchange. Global Ports Holding Plc, the company which shares is started to be trading on the London Stock Exchange is owned by Global Ports Holding B.V (89,16% ownership and 49.038.000 shares) (a wholly subsidiary of the Global Yatırım Holding) and European Bank for Reconstruction and Development ("EBRD") (10,84% ownership and 5.962.000 shares). Together with the additional shares sale option, 10.967.532 shares have been sold by the Group in IPO and continue to own 60,60% of shares. As a result of share purchase transactions in 2020 as at 30 June 2020 the Company continue to own 62,51% of shares of Global Ports Holding Plc indirectly (31 December 2019: 60,86%).

(2) These companies are consolidated to Global Liman.

1 ORGANIZATION AND NATURE OF BUSINESS *(continued)*

(a) Subsidiaries: *(continued)*

(3) Global Liman acquired 43% of shares Creuers del Port de Barcelona S.A ("Barcelona Port") which has majority shares of Malaga Cruise Port and minority shares of Singapore Cruise Port through Barcelona Port Investments, S.L ("BPI") established in partnership with Royal Caribbean Cruises Ltd. and recognized the transaction as equity accounted investee in the consolidated financial statements as at 31 December 2013. These companies have been consolidated as subsidiaries after the acquisition processes completed as 30 September 2015.

(4) The Group has acquired 55,60% of shares of VCP on 15 November 2015 and has started to include in the scope of consolidation as of 31 December 2015. VCP was set up to develop the Valletta Waterfront, situated on the Grand Harbour, Malta, for the purpose of the operation and management of a cruise liner passenger terminal and an international ferry passenger terminal together with complementary leisure facilities. VCP is also responsible for the handling of international cruise and ferry passengers and was granted a license by the Malta Maritime Authority. The concession will end in 2067.

(5) Global Liman has acquired 51% shares of Ravenna Terminali Passeggeri S.r.l (operating Ravenna Passenger Port), 71% shares of Cagliari Terminali Passeggieri S.r.l (operating Cagliari Passenger Port) and 62% shares of Catania Terminali Passeggieri S.r.l (operating Catania Passenger Port) in 2016, through Port Operation Holding S.r.l, a subsidiary of the Global Liman with 100% shareholding rate.

(6) This company was established in 27 November 2012 and consolidated to Consus Enerji.

(7) Consus Enerji İşletmeciliği ve Hizmetleri A.Ş. was established on 28 August 2014. Subsidiaries of the Group operating in electricity generation, energy generation and cogeneration are consolidated to Consus Enerji as at reporting date.

(8) Mavi Bayrak Doğu Enerji Üretim A.Ş. was established 9 April 2015 to operate in energy generation sector and consolidated to Consus Enerji.

(9) These companies were established for the purpose of the Group's energy investment.

(10) This company has been started to include in the scope of consolidation as at 31 December 2016 and operates in import and trade of natural gas.

(11) As explained in Note 22, Global Enerji, Galata Enerji and Ege Global have merged with the Company and divested on 27 January 2020.

1 ORGANIZATION AND NATURE OF BUSINESS *(continued)*

(a) Subsidiaries: *(continued)*

(12) This company has been established on 30 December 2016 through a partial division to coordinate real estate projects under one entity.

(13) This company was established on 20 August 2014 to operate in real estate investment sector.

(14) Zadar International Port Operations ("ZIPO") a subsidiary of the Global Liman with 100% shareholding rate, was established in Zadar (Croatia) for attending to tender for concession of Gazenica cruise port operation rights. ZIPO has signed a 20-year concession agreement ("the Agreement"), with the Port Authority of Zadar for the operating rights of the Gazenica cruise port in Zadar, Croatia. The concession includes cruise ship passenger port and terminal services, an international ferry terminal, Ro-Ro services, vehicles and passenger services. It also contains a commercial area of 2.400sqm, with leasable retail and office space.

(15) The Group's effective ownership rate in this company decreased to 76,85% as at 31 December 2011 as a result of the sale of its shares in 2011 through an initial public offering and direct sale and subsequent purchase of some of its publicly traded shares. As at 30 June 2020, the Group's effective ownership rate in this company is 75% (31 December 2019: 75%).

(16) Global MD Portföy Yönetimi A.Ş. (formerly named as Eczacıbaşı Portföy Yönetimi A.Ş.) was purchased by Global Menkul on 1 June 2015 and consolidated to Global Menkul.

(17) The company has acquired 90,1% of shares of Actus Portföy Yönetimi A.Ş. (formerly named was Polsan Portföy Yönetimi A.Ş.), which operates in the finance sector, on 17 April 2015. As at 30 June 2020, the Group's effective ownership rate in this company is 80% (31 December 2019: 80%).

(18) This company is consolidated to Tora.

(19) This company is a joint venture of Pera and Vespa and consolidated to the Group.

(20) This company was purchased by Global Liman, a subsidiary of the Group, on 17 February 2011 for a price amounting to EURO 10.000. This company is inactive and its financial statements are immaterial in the consolidated financial statements, so as at 30 June 2020 and 31 December 2019 it is excluded from the scope of consolidation (Note 2.1.f).

1 ORGANIZATION AND NATURE OF BUSINESS *(continued)*

(a) Subsidiaries: *(continued)*

(21) This company was established in 13 May 2014. As at 30 June 2020 and 31 December 2019, it is excluded from the scope of consolidation since its financial statements are not significant in the consolidated financial statements (Note 2.1.f).

(22) This company was established in 14 June 2018 and operates in energy investments sector of the Group.

(23) GPH Antigua was established in Antigua and Barbuda for signing the concession agreement of St John's cruise terminal port operation rights. GPH Antigua has signed a 25-year concession agreement ("the Agreement"), with the Government of Antigua and Barbuda for the operating rights of the St John's cruise terminal in Antigua. Under the terms of the Agreement, GPH will from 23 October 2019, use its global expertise and operating model to manage all the cruise port operations at St John's cruise terminal over the life of the concession. The concession includes cruise ship passenger port and terminal services, as well as an enhancement investment in the Terminal area, to modernize the terminal. After completion of CAPEX, terminal will have 2.400sqm, with leasable retail spaces.

(24) NCP was established in Nassau (Bahamas) for signing of Port Operation and Lease Agreement ("POLA") with respect to the Nassau Cruise Port at Prince George wharf. GPH Bahamas, a wholly owned subsidiary of GPH Plc, owns a 49% equity interest in NCP, Bahamian Investment Fund "BIF" (a Company established by Bahamian authorities for arrangement of financing of the project) holds 49% shares, and YES Foundation (a charitable fund dedicated to empowering generations of Bahamians by supporting local youth, education, and sports-related programs) holds remaining 2% shares of NCP. NCP has signed a 25-year agreement ("the Agreement") from the end of construction completion, with the Government of Bahamas ("GoB") for the operating rights of the Prince George wharf in Nassau, Bahamas, starting from 11 November 2019. Under the terms of the Agreement, NCP has an obligation to perform capital investments which include Cruise Terminal for an iconic design respecting and reflecting the richness and uniqueness of the traditional Bahamian culture. The concession includes cruise ship passenger port and terminal services. It will also contain a commercial area, after completion of CAPEX, with leasable retail and office space.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

1 ORGANIZATION AND NATURE OF BUSINESS *(continued)*

(b) Equity Accounted Investees

Investments in associates	Location	Operations
IEG Global Kurumsal Finansman Danışmanlık A.Ş. ("IEG") (1)	Turkey	Corporate Finance Consulting
LCT- Lisbon Cruise Terminals, LDA (" Port of Lisbon") (2)	Portugal	Port Operations
SATS-Creuers Cruise Services Pte. Ltd. ("Port of Singapore") (3)	Singapore	Port Operations
Venezia Investimenti Srl (4)	Italy	Port Operations
Axel Corporation Grupo Hotelero, S.L. (5)	Spain	Tourism Investments
La Spezia(6)	Italy	Port Operations
Goulette Cruise Holding Ltd. (UK) ("Goulette") (7)	United Kingdom	Port Investments
Pelican Peak Investment Inc	Canada	Entertainment investments
1121438 B.C. LTD	Canada	Entertainment investments

(1) This company has been established on 17 May 2011 with a 50% - 50% shareholding structure by Global Menkul, a subsidiary of the Group, and IEG (Deutschland) GmbH, as a prominent company in corporate finance sector in Europe.

(2) The Group has entered into the concession agreement of Lisbon Cruise Terminals within the framework of a public-service concession on 18 July 2014 as a part of the consortium comprised of Global Liman, RCCL, Creuers and Group Sousa – Investimentos SGPS, LDA.

Within the scope of the concession, Global Liman completed the transactions of transferring Lisbon Cruise Terminal to LCT-Lisbon Cruise Terminal called LDA physically on 26 August 2014 and Lisbon Cruise Terminal has been consolidated as equity accounted investee as at 30 September 2014.

(3) Barcelona Port Investments, S.L ("BPI") which was established in partnership with Global Liman and Royal Caribbean Cruises Ltd. acquired majority shares of Barcelona Port and Malaga Cruise Port and minority shares of Singapore Cruise Port as at 30 September 2014. After the date of acquisition, Singapore Cruise Port has been started to be consolidated by equity accounting method.

1 ORGANIZATION AND NATURE OF BUSINESS *(continued)*

(b) Equity Accounted Investees *(continued)*

(4) Global Liman, a subsidiary of the Group, has founded Venezia Investimenti Srl, which operates the Port of Venezia ("Venezia Terminal Passegeri S.p.A (VTP)") through a Joint Venture Group with Costa Costa Crociere SpA, MSC Cruises SA and Royal Caribbean Cruises Ltd, each of which will have a 25% stake. As of 19 July 2016, the international consortium, which is a member of Global Ports Operations, has become to own indirectly 44,48% of VTP with Finpax shares previously acquired.

(5) Aristaeus Limited, a subsidiary of the Group, has been acquired a 15% shares of Axel Corporation Grupo Hotelero SL, operating in Spain, on 15 July 2016. As at 30 September 2016, the Group started to consolidate its financial statements as equity accounted investment method. As at 30 June 2020, the shareholding rate is 35% through participation in capital increase in 2020 (31 December 2019: 30%).

(6) Global Liman has acquired 28,5% minority shares of La Spezia Cruise Facility Srl (operating La Spezia Passenger Port) in 2016, through Port Operation Holding S.r.l, a subsidiary of the Global Liman with 100% shareholding rate.

(7) Goulette Cruise Holding is a joint venture established 50%-50% between the Company and MSC Cruises S.A. ("MSC"), to acquire La Goulette Shipping Cruise, which operates the cruise terminal in La Goulette, Tunisia. The Company made a share capital contribution for its 50% shareholding amounting to EURO 55.000 and issued a loan of USD 6 million in December 2019 to fund the acquisition of La Goulette Shipping Cruise proportionately to its share. The joint venture acquired the shares in La Goulette Shipping Cruise on 26 December 2019.

All companies have the same fiscal year with the Parent, 1 January – 31 December, except Singapore Cruise Port, which has a fiscal year starting on 1 April, to 31 March next year.

2 BASIS OF PREPARATION OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND ACCOUNTING POLICIES

2.1 Basis of Preparation

(a) Statement of Compliance to Turkish Financial Reporting Standards ("TFRS")

The accompanying condensed consolidated interim financial statements are prepared based on the Turkish Financial Reporting Standards ("TFRS") that have been put into effect by the Public Oversight Accounting and Auditing Standards Authority ("POA") in accordance with the requirements of Capital Markets Board ("CMB") Communiqué Serial II, No: 14.1 "Basis of Financial Reporting in Capital Markets", which were published in the Official Gazette No:28676 on 13 June 2013. TFRS's contain Turkish Accounting Standards ("TAS"), Turkey Financial Reporting Standards, TAS interpretations, and TFRS interpretations published by POA.

The condensed consolidated interim financial statements are presented in accordance with the TFRS Taxonomy developed based on the Illustrative Financial Statements and User Guide published in the Official Gazette numbered 28676 on 7 June 2019.

In compliance with the TAS 34 "Interim Financial Reporting", entities have preference in presenting their interim financial statements whether full set or condensed. In this framework, the Group preferred to present its consolidated interim financial statements in condensed version. The Group's condensed consolidated interim financial statements do not include all disclosures and notes that should be included at year-end financial statements. Therefore, the condensed consolidated interim financial statements should be considered together with the consolidated financial statements as of 31 December 2019.

Approval of consolidated financial statements:

The accompanying condensed consolidated interim financial statements are approved by the Company's Board of Directors on 19 August 2020. The General Assembly of the Company has the right to amend and relevant regulatory bodies have the right to request the amendment of these condensed consolidated interim financial statements.

Additional paragraph for convenience translation to English:

The accounting principles described in Note 2 (defined as Turkish Accounting Standards/Turkish Financial Reporting Standards) to the accompanying consolidated financial statements differ from International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") with respect to the application of inflation accounting, classification of some income statement items and also for certain disclosures requirement of the POA.

(b) Preparation of Financial Statements in Hyperinflationary Economies

With the resolution taken on 17 March 2005, the CMB has announced that, effective from 1 January 2005, the application of TAS 29 "Financial Reporting in Hyperinflationary Economies" issued is no longer required for companies operating in Turkey and accordingly effective from 1 January 2005, TAS 29 has not been applied in preparing the Group's consolidated financial statements.

(c) Basis of measurement

The condensed consolidated interim financial statements are prepared based on historical cost except for financial instruments, investment property and derivatives that are measured at fair value.

The methods used for measuring fair value are consistent with the methods used in the consolidated financial statements as at 31 December 2019.

2 BASIS OF PREPARATION OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND ACCOUNTING POLICIES *(continued)*

2.1 Basis of Preparation *(continued)*

(d) Functional and Presentation Currency

Items included in the financial statements of the entities within the Group structure are presented in the functional currencies in their primary economic environments in which those companies operates.

The condensed consolidated interim financial statements are presented in Turkish Lira ("TL") which is the functional currency of the Company.

US Dollar is significantly used in the operations of the subsidiaries GFP, Vespa, Doğal Enerji, Mavi Bayrak Enerji, Barsolar, Biyotek, Edusa Atık, RA Güneş, KNY Enerji, Doğaldan, Mavi Bayrak Doğu, Ege Liman, Bodrum Liman, Global Ports Holding Plc, Ortadoğu Liman, GPH Antigua, GPH Americas, GPH Bahamas, NCP and has a significant effect on the operations. Therefore, US Dollar has been determined as the functional currency of these companies in line with TAS 21 - The Effects of Changes in Foreign Exchange Rates.

EURO is significantly used in the operations of the subsidiaries; Bar Limanı, Adonia Shipping, Straton Maden, BPI, VCP, Global BV, Port Operation Holding S.r.l., Ravenna Terminali Passeggeri S.r.l., Cagliari Terminali Passeggeri S.r.l., Catania Terminali Passeggeri S.r.l., Aristaeus, Barcelona, ZIPO, Malaga Limanı, Global Ports Mediterranean. Therefore, EURO has been determined as the functional currency of these companies in line with TAS 21 - The Effects of Changes in Foreign Exchange Rates.

(e) Netting/Offsetting

The Group's financial assets and liabilities are offset and the net amount is presented in the consolidated balance sheet if and only if there is a legally enforceable right to set off the amounts and there is an intention to settle on a net basis or to realize the asset and settle the liability simultaneously.

2 BASIS OF PREPARATION OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND ACCOUNTING POLICIES *(continued)*

2.1 Basis of Preparation *(continued)*

(f) Basis of Consolidation

The condensed consolidated interim financial statements as at 30 June 2020 include the accounts of the parent company, Global Yatırım Holding and its subsidiaries, its joint ventures and its associates. The basis of consolidation used in the preparation of the condensed consolidated interim financial statements is consistent with the basis applied in the consolidated financial statements as at 31 December 2019.

Equity securities in which the Group owns either directly or indirectly less than 20% of the shares, that do not have a quoted market price in an active market and whose fair value cannot be reliably measured are showned as equity investments at fair value through fair value through other comprehensive income at consolidated financial statements.

As at 30 June 2020 Naturel Doğal Gaz Yatırımları A.Ş. in which the Group has effective ownership interest of 100%, Randa in which the Group has effective ownership interest of 62,51% (31 December 2019: 60,04%), Consus Energy BV with an effective ownership interest of 100%, Glowi Energy Investments Ltd., Glozania Energy Investments Ltd., Global Africa Power Investments and Rainbow Holdings Worldwide Limited with an effective ownership interest of 100% (31 December 2019: 100%) which are immaterial to the condensed consolidated interim financial statements are disclosed as equity investments at fair value through other comprehensive income. Equity investments at fair value through fair value through other comprehensive income are initially measured at fair value plus transaction costs that are directly attributable to its acquisition. These assets are subsequently measured at fair value.

(g) Comparative information and restatement of prior period financial statements

The consolidated financial statements of the Group include comparative financial information to enable determination of the financial situation and performance trends. As of 30 June 2020, the Group prepared its condensed consolidated statement of financial position with comparative as of 31 December 2019; the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of cash flows and the condensed consolidated statement of changes in equity for the six-month period ended 30 June 2020 prepared in comparison with for the six-month period ended 30 June 2019.

2.2 Summary of significant accounting policies

The accounting policies applied in the condensed consolidated interim financial statements as at 30 June 2020 is consistent with the policies applied in the Group's consolidated financial statements as at 31 December 2019.

2 BASIS OF PREPARATION OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND ACCOUNTING POLICIES *(continued)*

2.3 Changes in Accounting Policies

Standards and interpretations issued but not yet effective and not early adopted as at 30 June 2020

Standards issued but not yet effective and not early adopted

A number of new standards, interpretations of and amendments to existing standards are not effective at reporting date and earlier application is permitted; however the Group has not early adopted are as follows.

TFRS 17 – Insurance Contracts

On 16 February 2019, POA issued IFRS 17 Insurance Contracts. This first truly globally accepted standard for insurance contracts will help investors and others better understand insurers’ risk exposure, profitability and financial position. TFRS 17 replaces TFRS 4, which was brought in as an interim Standard in 2004. TFRS 4 has given companies dispensation to carry on accounting for insurance contracts using national accounting standards, resulting in a multitude of different approaches. As a consequence, it is difficult for investors to compare and contrast the financial performance of otherwise similar companies. TFRS 17 solves the comparison problems created by TFRS 4 by requiring all insurance contracts to be accounted for in a consistent manner, benefiting both investors and insurance companies. Insurance obligations will be accounted for using current values – instead of historical cost. The information will be updated regularly, providing more useful information to users of financial statements. TFRS 17 has an effective date of 1 January 2023 but companies can apply it earlier.

The Group is assessing the potential impact on its consolidated financial statements resulting from the application of TFRS 17.

Amendments to TFRS 4: Applying TFRS 9 Financial Instruments with TFRS 4 Insurance Contracts

TFRS 4 has been amended by POA, to reduce the impact of the differing effective dates of the new insurance contracts standard and TFRS 9. These amendments to TFRS 4 provide two optional solutions for insurers to reduce concerns about implementations: i) when applying TFRS 9 by insurers to its financial assets, an insurer will be permitted to reclassify the difference between profit or loss and other comprehensive income and the amounts recognised in profit or loss under TFRS 9 and those that would have been reported under TAS 39; or ii) an optional temporary exemption from applying TFRS 9 for companies whose activities are predominantly connected with insurance before January 1, 2021. These companies will be permitted to continue to apply existing requirements for financial instruments in TAS 39.

The Group is assessing the potential impact on its consolidated financial statements resulting from the application of the amendments to TFRS 4.

2 BASIS OF PREPARATION OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND ACCOUNTING POLICIES *(continued)*

2.3 Changes in Accounting Policies *(continued)*

Standards and interpretations issued but not yet effective and not early adopted as at 30 June 2020 *(continued)*

Classification of Liabilities as Current or Non-current (Amendments to TAS 1)

On 23 January 2020, International Accounting Standards Board ("IASB") issued "Classification of Liabilities as Current or Non-Current" which amends International Accounting Standards ("IAS") 1 Presentation of Financial Statements to clarify its requirements for the presentation of liabilities in the statement of financial position. This amendments are issued by POA on 12 March 2020 as amendments to TAS 1.

The amendments clarify one of the criteria in TAS 1 for classifying a liability as non-current—that is, the requirement for an entity to have the right to defer settlement of the liability for at least 12 months after the reporting period.

The amendments include:

a. Specifying that an entity's right to defer settlement must exist at the end of the reporting period;

b. Clarifying that classification is unaffected by management's intentions or expectations about whether the entity will exercise its right to defer settlement;

c. Clarifying how lending conditions affect classification; and

d. Clarifying requirements for classifying liabilities an entity will or may settle by issuing its own equity instruments.

The Group shall apply retrospectively these amendments for annual periods beginning on or after 1 January 2022 with earlier application permitted. However, the amendment published on 15 July 2020, IASB decided to defer the effective date of IAS 1 until 1 January 2023.

The Group is assessing the potential impact on its consolidated financial statements resulting from the application of the amendments to TAS 1.

2 BASIS OF PREPARATION OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND ACCOUNTING POLICIES *(continued)*

2.3 Changes in Accounting Policies *(continued)*

Standards and interpretations issued but not yet effective and not early adopted as at 30 June 2020 *(continued)*

COVID-19 related rent concession (Amendments to TFRS 16)

In May 2020, IASB issued COVID-19 related rent concession which amends TFRS 16 Leases which is issued by POA on 5 June 2020.

The amendments allow lessees not to account for rent concessions as lease modifications if they arise as a direct consequence of COVID-19.

The practical expedient will only apply if:

- the revised consideration is substantially the same or less than the original consideration;
- the reduction in lease payments relates to payments due on or before 30 June 2021
- no other substantive changes have been made to the terms of the lease.

No practical expedient is provided for lessors. Lessors are required to continue to assess if the rent concessions are lease modifications and account for them accordingly.

These amendments for annual periods beginning on or after 1 June 2020 with earlier application permitted.

Amendments are effective on 1 January 2020

The changes that become effective as of January 1, 2020 are as follows:

1-) The revised Conceptual Framework (Version 2018)

2-) Amendments to TFRS 3 - Definition of a Business

The application of the amendment in TFRS 3 did not have a significant impact on the consolidated financial statements of the Group.

3-) Amendments to TAS 1 and TAS 8 - Definition of Material

The application of the amendment to TAS 1 and TAS 8 does not have a significant impact on the consolidated financial statements of the Group.

4-) Interest Rate Benchmark Reform (Amendments to TFRS 9, TAS 39 and TFRS 7)

The application of this amendment is not expected to have a significant impact on the consolidated financial statements of the Group.

2 BASIS OF PREPARATION OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND ACCOUNTING POLICIES *(continued)*

2.3 Changes in Accounting Policies *(continued)*

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

Reference to the Conceptual Framework (Amendments to IFRS 3)

In May 2020, IASB issued Reference to the Conceptual Framework, which made amendments to IFRS 3 Business Combinations.
The amendments updated IFRS 3 by replacing a reference to an old version of the Board's Conceptual Framework for Financial Reporting with a reference to the latest version, which was issued in March 2018.

The Group shall apply these amendments for annual periods beginning on or after 1 January 2022with earlier application permitted.

Property, Plant and Equipment—Proceeds before Intended Use (Amendments to IAS 16)

In May 2020, IASB issued Property, Plant and Equipment—Proceeds before Intended Use, which made amendments to IAS 16 Property, Plant and Equipment. The amendments prohibit a company from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, a company will recognise such sales proceeds and related cost in profit or loss.

The amendments improve transparency and consistency by clarifying the accounting requirements—specifically, the amendments prohibit a company from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, a company will recognise such sales proceeds and related cost in profit or loss.

The Group shall apply these amendments for annual periods beginning on or after 1 January 2022 with earlier application permitted.

Onerous Contracts—Cost of Fulfilling a Contract (Amendments to IAS 37)

In May 2020, IASB issued Onerous Contracts—Cost of Fulfilling a Contract, which made amendments to IAS 37 Provisions, Contingent Liabilities and Contingent Assets.

IASB developed amendments to IAS 37 to clarify that for the purpose of assessing whether a contract is onerous, the cost of fulfilling the contract includes both the incremental costs of fulfilling that contract and an allocation of other costs that relate directly to fulfilling contracts.

The amendments specify which costs an entity includes in determining the cost of fulfilling a contract for the purpose of assessing whether the contract is onerous.

The Group shall apply these amendments for annual periods beginning on or after 1 January 2022 with earlier application permitted.

2 BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS AND ACCOUNTING POLICIES *(continued)*

2.3 Changes in Accounting Policies *(continued)*

Annual Improvements to IFRS 2018–2020

Improvements to IFRS

IASB issued Annual Improvements to IFRS - 2018–2020 Cycle for applicable standards in May 2020. The amendments are effective as of 1 January 2022. Earlier application is permitted. The Group does not expect that application of these improvements to IFRS will have significant impact on its consolidated financial statements.

IFRS 1 First-time Adoption of International Financial Reporting Standards

This amendment simplifies the application of IFRS 1 for a subsidiary that becomes a first-time adopter of IFRS Standards later than its parent – i.e. if a subsidiary adopts IFRS Standards later than its parent and applies IFRS 1.D16 (a), then a subsidiary may elect to measure cumulative translation differences for all foreign operations at amounts included in the consolidated financial statements of the parent, based on the parent's date of transition to IFRS. This amendment will ease transition to IFRS for subsidiaries applying this optional exemption by i) reducing undue costs; and ii) avoiding the need to maintain parallel sets of accounting records.

IFRS 9 Financial Instruments

This amendment clarifies that – for the purpose of performing the '10 per cent test' for derecognition of financial liabilities – in determining those fees paid net of fees received, a borrower includes only fees paid or received between the borrower and the lender, including fees paid or received by either the borrower or lender on the other's behalf.

IFRS 16 Leases, Illustrative Example 13

The amendment removes the illustration of payments from the lessor relating to leasehold improvements. As currently drafted, this example is not clear as to why such payments are not a lease incentive. It will help to remove the potential for confusion in identifying lease incentives in a common real estate fact pattern.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

3 BUSINESS COMBINATIONS

The detail of acquisitions, which are accounted in the condensed consolidated financial statements for the six-month period ended 30 June 2020 are presented below. The Group has no acquisition for the year ended 31 December 2019.

The detailed information about the acquisitions and sales of non-controlling interests in the six-month period of 2020 are disclosed in Note 22.6.

Business combinations

Global Enerji Hizmetleri ve İşletmeciliği A.Ş, Galata Enerji Üretim Sanayi ve Ticaret A.Ş. and Ege Global Madencilik Sanayi ve Ticaret A.Ş., wholly owned subsidiaries of the Company, have merged with the Company. Related merge transactions were registered on 27 January 2020 and the transactions were completed. Since the subsidiares were wholly owned by the Company, the accounting of the merger regarding the shares had no effect on the comparative consolidated financial statements. The detail of accounting policy applied for merger transaction is disclosed in Note 22.1.

4 INVESTMENT IN OTHER ENTITIES

Details of the Group's subsidiaries where the non-controlling interests are significant and summary financial information before consolidation adjustments are as follows:

	Non-controlling interests	*Profit/(loss) attributable to non-controlling interests*	*Accumulated non-controlling interests*	*Dividend paid to non-controlling interests*
Global Ports Holding Plc				
30 June 2020	37,49%	(107.143.405)	543.423.909	-
31 December 2019	39,14%	(23.857.466)	512.810.951	100.875.118
Pera Gayrimenkul Yatırım Ortaklığı Anonim Şirketi				
30 June 2020	93,83%	(1.920.470)	39.097.088	-
31 December 2019	77,55%	(4.878.687)	26.906.560	-

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

4 INVESTMENT IN OTHER ENTITIES *(continued)*

Consolidated financial information of Global Ports Holding Plc, before consolidation adjustments and eliminations is as follows:

Global Ports Holding Plc

Condensed Consolidated Statement of Financial Position	30 June 2020	31 December 2019
Current assets	1.044.926.424	1.092.541.963
Non-current assets	4.875.210.831	3.629.197.325
Total assets	**5.920.137.255**	**4.721.739.288**
Current liabilities	785.412.934	562.258.292
Non-current liabilities	4.278.128.433	3.237.197.504
Total liabilities	**5.063.541.367**	**3.799.455.796**
Equity	**856.595.888**	**922.283.492**
Total equity and liabilities	**5.920.137.255**	**4.721.739.288**

Global Ports Holding Plc

Condensed Consolidated Statement of Profit or Loss	30 June 2020	30 June 2019
Revenue	347.971.710	306.341.680
Operating profit/(loss)	(122.465.668)	25.852.299
Net profit/(loss)	(226.766.963)	(88.407.300)

Consolidated financial information of Pera Gayrimenkul Yatırım Ortaklığı A.Ş., before consolidation adjustments and eliminations is as follows:

Pera Gayrimenkul Yatırım Ortaklığı A.Ş.

Condensed Consolidated Statement of Financial Position	30 June 2020	31 December 2019
Current assets	17.466.738	17.616.584
Non-current assets	110.161.916	110.392.714
Total assets	**127.628.654**	**128.009.298**
Current liabilities	46.914.507	42.335.289
Non-current liabilities	772.071	3.704.588
Total liabilities	**47.686.578**	**46.039.877**
Equity	**79.942.076**	**81.969.421**
Total equity and liabilities	**127.628.654**	**128.009.298**

Pera Gayrimenkul Yatırım Ortaklığı A.Ş.

Condensed Consolidated Statement of Profit or Loss	30 June 2020	30 June 2019
Revenue	2.579.657	5.452.095
Operating profit/(loss)	(988.489)	(614.564)
Net profit/(loss)	(2.028.471)	(5.591.013)

5 SEGMENT REPORTING

Operating segments considered in performance evaluation of the Group Management are determined by considering the Group's risks and resources and internal reporting structure. The Group's operating segments are port operations (previously named as "infrastructure"), energy generation, natural gas, mining (previously named as "natural gas/mining/energy generation"), brokerage and asset management segment (previously named as "finance"), real estate and other. Brokerage and asset management segment includes the finance operations, natural gas (CNG) segment includes compressed natural gas distribution, energy generation segment includes electricity generation facilities and mining segment includes mining operations, port operations segment includes domestic and abroad commercial and cruise port operations and investments and real estate segment includes operations in respect of investment property and trading property operations.

Especially in the winter months (December, January, February), the operations of the subsidiaries of the Group operating in the port operation sector under the port operations segment decline in comparison with the other months of the year. The busiest period in the cruise port operations is the third quarter of the year. This seasonality of operations has an impact on the performance of the aforementioned segments.

Information regarding all the segments is stated below. Earnings before interest, tax, depreciation and amortization ("EBITDA") are reviewed in the assessment of the financial performance of the operating segments. The Group management does not present non-recurring income / expenses incurred by these companies in their EBITDA which are not arising from core operations in order to follow the operational and cash based results of the Group companies (Adjusted EBITDA). These income and expenses include project expenses related to the acquisition/sale of subsidiary and the public offering of subsidiaries, valuation gains/ impairment losses and other non-cash income and expenses. Information related to the operating segments of the Group is presented later in this note.

(Currency: Amounts expressed in Turkish Lira (“TL”) unless otherwise stated)

5 SEGMENT REPORTING *(continued)*

	Port Operations (*)		Energy Generation		Natural Gas		Mining		Real Estate		Brokerage & Asset Management		Other (**)		Total	
	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019	30 June 2020	31 December 2019
Segment assets	5.868.778.635	4.679.092.318	739.847.472	642.270.000	304.820.880	260.682.688	211.392.022	176.113.678	586.771.738	588.837.418	200.481.160	275.143.547	498.682.936	434.292.733	**8.410.774.843**	**7.056.432.382**
Segment liabilities	5.063.607.134	3.797.654.259	496.216.621	450.249.769	177.939.545	134.904.272	116.156.719	112.744.688	183.287.847	164.048.980	138.992.945	227.093.200	800.698.264	651.780.509	**6.976.899.075**	**5.538.475.682**

The Six-Month Period Ended 30 June (1 January-30 June)

	Port Operations (*)		Energy Generation		Natural Gas		Mining		Real Estate		Brokerage & Asset Management		Other (**)		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
External revenues	347.971.710	306.341.680	120.802.697	61.500.610	183.660.802	171.136.496	34.545.677	51.090.854	12.752.368	21.408.605	40.153.385	24.561.197	37.832	76.055	**739.924.471**	**636.115.497**
EBITDA	84.447.024	195.228.664	37.462.112	(436.174)	35.734.451	34.523.412	7.022.792	11.579.746	2.894.461	10.330.595	11.603.347	827.650	(31.602.767)	(24.044.240)	**147.561.420**	**228.009.653**
Depreciation and amortisation expense (-)	(174.895.465)	(130.775.708)	(19.453.889)	(14.456.942)	(15.696.620)	(13.612.877)	(18.955.173)	(15.679.645)	(257.699)	(376.308)	(1.103.125)	(1.613.300)	(3.383.299)	(2.400.805)	**(233.745.270)**	**(178.915.585)**
Finance income	46.980.890	25.596.572	5.302.492	3.644.042	1.143.473	601.793	45.561	5.961	82.687	25.485	1.452.641	2.109.725	4.442.404	20.783.207	**59.450.148**	**52.766.785**
Finance costs	(197.173.146)	(128.855.640)	(27.765.902)	(17.621.531)	(19.106.962)	(20.188.374)	(4.126.851)	(149.413)	(26.274.073)	(23.288.207)	(995.155)	(789.752)	(86.937.117)	(43.268.334)	**(362.379.206)**	**(234.161.251)**

The Three-Month Period Ended 30 June (1 April-30 June)

	Port Operations (*)		Energy Generation		Natural Gas		Mining		Real Estate		Brokerage & Asset Management		Other (**)		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
External revenues	217.498.581	195.508.179	66.052.470	36.423.533	98.747.360	97.725.553	10.530.582	25.470.686	2.965.632	9.725.795	20.639.670	10.788.233	-	39.110	**416.434.295**	**375.681.089**
EBITDA	21.556.049	128.298.759	26.578.369	1.452.183	21.560.913	21.279.249	2.501.850	5.554.008	(999.068)	4.341.433	6.864.313	(880.124)	(15.626.630)	(10.727.604)	**62.435.796**	**149.317.904**
Depreciation and amortisation expense (-)	(91.665.666)	(68.707.192)	(10.379.521)	(7.640.571)	(8.601.991)	(6.879.051)	(9.700.248)	(8.216.135)	(128.349)	(188.282)	(559.154)	(664.700)	(1.414.759)	(1.306.829)	**(122.449.688)**	**(93.602.760)**
Finance income	21.214.025	15.704.732	1.656.170	1.294.900	764.391	507.495	39.983	5.961	32.490	(278.086)	655.688	689.544	1.493.075	3.176.892	**25.855.822**	**21.101.437**
Finance expenses	(93.792.284)	(56.838.022)	(14.719.983)	(6.782.730)	(7.995.930)	(8.898.203)	(1.649.200)	1.258.066	(10.864.045)	(8.827.812)	(569.112)	248.405	(43.183.222)	(18.792.621)	**(172.773.776)**	**(98.632.917)**

(*) For the period ended 30 June 2020, port operations’ revenues include TFRS Interpretation 12 effect
(**) Includes Global Yatırım Holding A.Ş.’s operations.

The effect of COVID-19 on Group operations is disclosed in detail in Note 32.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

5 SEGMENT REPORTING *(continued)*

	1 January-30 June 2020	1 April-30 June 2020	1 January-30 June 2019	1 April-30 June 2019
Revenues				
Segment revenues	745.068.713	417.710.461	639.058.360	377.447.048
Elimination of inter-segment revenues	(5.144.242)	(1.276.166)	(2.942.863)	(1.765.959)
Consolidated revenues	**739.924.471**	**416.434.295**	**636.115.497**	**375.681.089**

	1 January-30 June 2020	1 April-30 June 2020	1 January-30 June 2019	1 April-30 June 2019
Consolidated EBITDA	147.561.420	62.435.796	228.009.653	149.317.903
Finance income (Note 26)	58.050.803	25.212.478	48.678.805	18.752.414
Finance cost (Note 27)	(360.980.119)	(172.125.893)	(230.068.109)	(96.279.257)
Non-operating income/(expenses) (*)	(20.545.949)	(7.303.140)	(2.884.654)	7.527.444
Depreciation and amortisation expenses (Note 25)	(233.745.270)	(122.449.688)	(178.915.585)	(93.602.760)
Consolidated profit/(loss) before income tax	**(409.659.115)**	**(214.230.447)**	**(135.179.890)**	**(14.284.256)**

	1 January-30 June 2020	1 April-30 June 2020	1 January-30 June 2019	1 April-30 June 2019
Segment finance income	59.450.148	25.855.822	52.766.785	21.101.437
Elimination of inter-segment finance income	(1.399.345)	(643.344)	(4.087.980)	(2.349.023)
Total finance income (Note 26)	**58.050.803**	**25.212.478**	**48.678.805**	**18.752.414**

	1 January-30 June 2020	1 April-30 June 2020	1 January-30 June 2019	1 April-30 June 2019
Segment finance cost	(362.379.206)	(172.773.776)	(234.161.251)	(98.632.917)
Elimination of inter-segment finance cost	1.399.087	647.883	4.093.142	2.353.660
Total finance cost (Note 27)	**(360.980.119)**	**(172.125.893)**	**(230.068.109)**	**(96.279.257)**

(*) Includes project expenses related to the new acquisitions and public offering of the group companies, impairment loss and revaluation gain, and non-cash other income and expenses.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

6 RELATED PARTY DISCLOSURES

Related party	Nature of relations
Mehmet Kutman	Shareholder and key management personnel
Erol Göker	Shareholder and key management personnel
IEG	Equity accounted investee
Global MD Portföy Investment Funds	Funds of a subsidiary
Turkcom Turizm Enerji İnşaat Gıda Yatırımlar A.Ş. (Turkcom)	Company owned by shareholder

Due to related parties

As at 30 June 2020 and 31 December 2019, other current payables to related parties comprised the following:

Other current payables to related parties	30 June 2020	31 December 2019
Mehmet Kutman	2.432.359	7.550.282
Turkcom (*)	1.998.704	4.948.916
Other	955.631	977.675
Total	**5.386.694**	**13.476.873**

(*) The total of amount comprised of the borrowing provided by Turkcom for financing of the Company (EURO 259.296). The related interest charge of the borrowing is reflected to the Company at the same rate. As at 30 June 2020, the nominal value amounting to TL 11.543.320 of own shares acquired, which is explained in detail in Note 22.1, has been lended as a surety of the related borrowing.

Due from related parties

As at 30 June 2020 and 31 December 2019, current receivables from operations in finance sector-due from related parties comprised the following:

Current receivables from operations in finance sector - due from related parties	30 June 2020	31 December 2019
Turkcom	-	2.353.656
IEG Kurumsal Finansal Danışmanlık A.Ş.	1.417.420	1.336.201
Mehmet Kutman	24.164	464.841
Other	161.494	146.036
Total	**1.603.078**	**4.300.734**

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

6 RELATED PARTY DISCLOSURES *(continued)*

As at 30 June 2020 and 31 December 2019, other current receivables from related parties comprised the following:

Other current receivables from related parties	**30 June 2020**	**31 December 2019**
Mehmet Kutman (1)	8.891.752	9.630.103
Erol Göker (1)	2.964.577	2.648.087
Other	5.164.161	4.481.428
Total (2)	**17.020.490**	**16.759.618**

(1) These amounts are related with the personnel and job advances and they are not secured. Interest is charged on advances which are not job advances (Interest rate: 30 June 2020: 13,75 %, 31 December 2019: 13,75%)

(2) The amount excludes the loans provided to key management explained below.

A subsidiary of the Group has provided loans to key management with a limit of USD 10.000.000 and an interest rate of Libor +3,5%, having annual coupon payments and a principal payment at the end of period, which mature on 30 December 2013. The maturity of loan is revised as 31 January 2021 and interest rate is revised as 7,12%. As at 30 June 2020 and 31 December 2019, this receivable has been classified in other receivables from related parties in the balance sheet. As at 30 June 2020, the principal of this loan amounted to USD 5.185.185 and the accrued interest amounted to USD 1.617.603. The total loan amounted to USD 6.802.788 (equivalent to TL 46.546.035) (31 December 2019: USD 6.452.571 (TL 38.329.561)). As of 30 June 2020, the Group has recognized these receivables as other current receivables from related parties (31 December 2019: TL 33.196.055 and TL 5.133.506, current and non-current, respectively). In addition, as of 30 June 2020, out of other receivables balances of the Group amounting to TL 42.916.652 (USD 6.272.347) with a maturity on 31 January 2021. The total of these receivables has been classified as current receivables (31 December 2019: TL 31.603.108 (USD 5.320.209), TL 5.655.887 (USD 952.138) current and non-current, respectively).

As at 30 June 2020, in addition to the Group's other receivables from related parties which is amounting to TL 89.462.691, current other receivables due from related parties (including the loan provided to key management by the Group) amount to TL 106.483.179 (31 December 2019: TL 81.558.783 current receivables) in the consolidated financial statements.

In addition, as at 30 June 2020, the receivable amounting to TL 50.209.480 (31 December 2019: TL 41.646.067) from Goulette, which is accounted for using the equity method, has been recognized as non-current receivable from related parties. The interest rate applied on this receivable is 4% with a maturity date on 2025.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

6 RELATED PARTY DISCLOSURES *(continued)*

Transactions with related parties

Transactions with key management personnel

The Company's key management personnel consist of the Chairman, members of the Board of Directors and general managers. The compensation of key management personnel includes wages, premiums and health insurance. As at 30 June 2020 and 2019, the details of compensation of key management personnel comprised the following:

	30 June 2020	30 June 2019
Salaries	10.713.230	10.982.940
Bonuses	-	519.901
Attendance fee	876.225	831.523
Other	410.201	132.630
	11.999.656	**12.466.994**

The Group's interest income resulting the loan provided to key management for the period 1 January-30 June 2020 amounts to TL 2.262.796 (1 January-30 June 2019: TL 16.767.534).

Regarding to the loans used by the Group, there is a personal surety amounting to TL 165.149.490 (31 December 2019: TL 84.988.913) and USD 26.983.924 (31 December 2019: USD 29.947.012), and there is pledge on personal property amounting to TL 32.500.000 (31 December 2019: TL 32.500.000) given by Mehmet Kutman with respect to these loans.

For the six-month periods ended 30 June 2020 and 2019, significant transactions with related parties comprised the following:

	1 January-30 June 2020				1 January-30 June 2019			
	Interest Received	Interest Paid	Other Income	Other Expense	Interest Received	Interest Paid	Other Income	Other Expense
Turkcom (*)	606.137	52.843	23.714	469.700	-	511.419	-	535.400
Mehmet Kutman (*)	550.182	635.729	74.153	-	1.184.210	1.883.142	37.170	-
Erol Göker	169.720	-	11.849	-	81.167	-	-	-
IEG Global Kurumsal Finansal Danışmanlık A.Ş.	76.020	-	-	-	110.346	-	-	-
Global MD Funds	-	-	837.057	-	-	-	104.199	-
Total	**1.402.059**	**688.572**	**946.773**	**469.700**	**1.375.723**	**2.394.561**	**141.369**	**535.400**

(*) Includes margin lending and advance interest.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

7 CASH AND CASH EQUIVALENTS

As at 30 June 2020 and 31 December 2019, cash and cash equivalents comprised the following:

	30 June 2020	31 December 2019
Cash on hand	750.424	899.881
Cash at banks	1.018.907.961	424.787.935
-Demand deposits	*794.942.675*	*285.683.805*
-Time deposits	*223.965.286*	*139.104.130*
Receivables from reverse repurchase agreements	5.825.483	38.599.997
Other	4.494.541	10.422.439
Cash and cash equivalents	**1.029.978.409**	**474.710.252**
Blocked deposits (*)	(98.424.943)	(46.109.194)
Cash and cash equivalents for cash flow purposes	**931.553.466**	**428.601.058**

(*) As at 30 June 2020, cash at banks amounting to TL 80.187.390 (31 December 2019: TL 38.717.746) is blocked by relevant banks due to bank borrowings and letters of guarantee. As at 30 June 2020, TL 6.650.000 deposited at the BIST Settlement and Custody Bank ("Takasbank") is blocked by CMB (31 December 2019: TL 6.650.000). As at 30 June 2020 TL 11.587.753 (31 December 2019: TL 741.448) of other cash equivalents are blocked at banks until their maturities.

Financial risk with respect to cash and cash equivalents are detailed in Note 30.

As at 30 June 2020 and 31 December 2019, maturities of time deposits comprised the following:

	30 June 2020	31 December 2019
Up to 1 month	222.109.152	132.782.235
1-3 months	1.856.134	6.321.895
	223.965.286	**139.104.130**

As at 30 June 2020 and 31 December 2019, the range of time deposit interest rates included in cash and cash equivalents is as follows:

	30 June 2020	31 December 2019
Interest rate range for time deposit - TL	6,00% - 9,00%	8,00% - 12,50%
Interest rate for time deposit - USD	0,25% - 2,40%	1,50% - 1,90%

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

8 FINANCIAL INVESTMENTS

As at 30 June 2020 and 31 December 2019, the details of financial investments of the Group comprised the following:

Current assets	**30 June 2020**	**31 December 2019**
Financial assets mandatorily at fair value through profit or loss	7.014.926	8.085.225
Other	371.983	418.799
Total	**7.386.909**	**8.504.024**
Non current assets		
Financial assets at fair value through other comprehensive income-equity instruments	8.172.568	8.172.568
Total	**8.172.568**	**8.172.568**

The details of the Group's financial assets classified as mandatorily at fair value through profit or loss are as follows:

	30 June 2020	**31 December 2019**
Debt securities (governmental bonds)	163.784	144.428
Equity securities	4.580.131	6.340.786
Investment funds participations	2.271.011	1.600.011
	7.014.926	**8.085.225**

All financial assets mandatorily at fair value through profit/loss are financial assets at fair value through profit/loss. The changes in fair value of these assets are accounted in gain/ (loss) on investing activities, at consolidated statement of profit or loss and other comprehensive income.

All the equity securities included in the financial assets mandatorily at fair value through profit/loss are traded in active markets.

As at 30 June 2020 the equity shares amounting to TL 9.402 are pledged for an ongoing lawsuit case (31 December 2019: TL 9.402).

As at 30 June 2020 and 31 December 2019, the letters of guarantee given to BIST, Settlement and Custody Bank, Derivative Market ("VIOP") and the CMB are explained in Note 20.

Details of equity securities which are not quoted in an active market comprised the following:

	30 June 2020		**31 December 2019**	
	Share ratio (%)	**Book value**	**Share ratio (%)**	**Book value**
Firefly Systems Inc.	0,52	4.499.951	0,52	4.499.951
Borsa İstanbul A.Ş.	0,08	3.034.508	0,08	3.034.508
Bakü Borsası	4,76	137.594	4,76	137.594
Other	-	500.515	-	500.515
Total		**8.172.568**		**8.172.568**

The cost of the shares that are not traded in the organized markets is used to measure the fair value because the management does not have sufficient recent information about the measurement of the fair value.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

9 BORROWINGS

As at 30 June 2020 and 31 December 2019, borrowings comprised the following:

Current borrowings	**30 June 2020**	**31 December 2019**
Current bank loans	479.524.142	275.052.263
-TL Loans	*232.254.391*	*105.809.445*
-Foreign currency loans	*247.269.751*	*169.242.818*
Debt securities issued	144.096.822	-
- TL debt securities	*144.096.822*	-
Finance lease obligations	68.264	-
Other financial liabilities (*)	14.293.142	29.397.327
Total	**637.982.370**	**304.449.590**

Current portion of non-current borrowings

	30 June 2020	**31 December 2019**
Current portion of non-current bank loans	421.337.536	408.068.230
-TL Loans	*15.777.146*	*14.127.249*
-Foreign currency loans	*405.560.390*	*393.940.981*
Debt securities issued	350.244.493	290.499.189
- TL debt securities	*150.656.240*	*178.833.171*
-Foreign currency debt securities	*199.588.253*	*111.666.018*
Finance lease obligations	25.283.135	23.417.637
Total borrowings	**796.865.164**	**721.985.056**
Lease liabilities (TFRS 16)	18.384.962	15.106.716
Total	**815.250.126**	**737.091.772**

Non-current borrowings	**30 June 2020**	**31 December 2019**
Non-current bank loans	1.156.864.822	1.158.900.729
-TL Loans	*6.363.341*	*11.797.398*
-Foreign currency loans	*1.150.501.481*	*1.147.103.331*
Debt securities issued	2.323.950.179	1.398.533.539
-Foreign currency debt securities	*2.323.950.179*	*1.398.533.539*
Finance lease obligations	44.954.020	40.685.217
Other financial liabilities (*)	334.578.431	290.989.622
Total borrowings	**3.860.347.452**	**2.889.109.107**
Lease liabilities (TFRS 16)	431.246.853	377.876.305
Total non-current borrowings	**4.291.594.305**	**3.266.985.412**
Total current and non-current borrowings	**5.295.194.986**	**3.915.543.753**
Total	**5.744.826.801**	**4.308.526.774**

(*) As at 30 June 2020, TL 11.468.653 of current other financial liabilities (31 December 2019: TL 24.230.076) and TL 328.996.133 of non-current other financial liabilities (31 December 2019: TL 285.624.918) are related to concession agrrement liabilities of NCP.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

9 BORROWINGS *(continued)*

Maturity profile of non-current bank loans and debt securities issued comprised the following:

Years	30 June 2020	31 December 2019
2021	2.054.856.024	1.932.338.795
2022	290.916.837	181.090.379
2023	163.820.570	145.006.279
2024 and onwards	971.221.570	298.998.815
Total	**3.480.815.001**	**2.557.434.268**

Maturity profile of finance lease obligations and lease liabilities comprised the following:

	30 June 2020			31 December 2019		
	Future minimum lease payments	Interest	Present value of minimum lease payment	Future minimum lease payments	Interest	Present value of minimum lease payment
Less than one year	57.098.969	(13.362.608)	43.736.361	43.070.348	(4.545.995)	38.524.353
Between one and five years	775.484.207	(299.283.334)	476.200.873	464.561.099	(45.999.577)	418.561.522
Total	**832.583.176**	**(312.645.942)**	**519.937.234**	**507.631.447**	**(50.545.572)**	**457.085.875**

The movement of financial borrowings as of 30 June 2020 and 2019 is as follows:

	2020	2019
Opening balance as at 1 January	**4.308.526.774**	**2.898.007.012**
Additions	1.612.011.144	710.883.512
Repayments	(931.617.972)	(649.433.261)
Changes in other financial liabilities	338.338.958	-
Lease liabilities (TFRS 16-First adoption)	-	379.820.213
Additions (TFRS 16)	8.576.647	-
Repayments related to lease liabilities	(16.480.507)	(7.398.298)
Changes in foreign currency exchange rates	121.348.964	61.739.462
Changes in interest accruals	24.591.342	(3.633.808)
Currency translation difference	279.531.451	285.972.712
Closing balance as at 30 June	**5.744.826.801**	**3.675.957.544**

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

9 BORROWINGS *(continued)*

					30 June 2020		
Loan Type	Company Name	Currency	Maturity	Interest Type	Nominal Interest Rate %	Principal (TL)	Carrying Value (TL)
Loans and issued debt securities used to finance							
Debt securities issued (i)	Holding	USD	2022	Fixed	8,00%	23.154.005	23.154.005
Bond issued (ii)	Holding	TL	2021	Floating	BIST TLREF + 4,75%	125.380.000	125.380.000
Bond issued (ii)	Holding	TL	2020	Floating	TR Libor + 4,50%	20.000.000	20.914.271
Bond issued (ii)	Holding	TL	2020	Floating	BIST TLREF + 4,00%	124.620.000	128.527.233
Secured loan (iii)	Holding	EURO	2021	Fixed	3,50%	40.853.460	40.900.990
Secured loan (iii)	Holding	TL	2021	Fixed	14,50%	31.000.000	33.357.379
Secured loan (iii)	Holding	EURO	2021	Fixed	5,50%	72.457.080	74.282.625
Secured loan	Holding	TL	2023	Fixed	11,20%	359.512	359.629
Secured loan (xvi)	Antigua	USD	2026	Floating	Libor + 5,25 - 6,75%	166.871.152	160.978.976
Bond issued (xv)	Nassau	USD	2040	Fixed	8,00%	855.275.000	851.696.998
Secured loan (xii)	VCP	EURO	2026	Floating	Euribor + 3%	63.403.091	63.662.008
Secured loan (xvii)	Global Ports Holding BV	EURO	2021	Floating	Euribor + 6,75%	303.913.813	306.250.142
Secured loan (xi)	Global Ports Europe BV	EURO	2020	Floating	Euribor+ 4,60%	18.499.680	18.554.588
Bond issued (iv)	Global Liman	USD	2021	Fixed	8,125%	1.710.550.000	1.719.727.149
Secured loan	Global Liman	TL	2021	Fixed	9,25 - 9,50%	20.000.000	20.131.662
Secured loan (xiii)	Port of Adria	EURO	2025	Floating	Euribor + 4,25%	150.309.900	151.377.512
Secured loan	Port of Adria	EURO	2020	Floating	Euribor + 3,85%	770.820	775.004
Secured loan	Bodrum Liman	TL	2021	Fixed	9,50 - 27,50%	3.790.000	3.880.809
Secured loan	Ege Liman	TL	2021	Fixed	9,50 - 30,60%	32.333.522	32.549.461
Secured loan	Ortadoğu Liman	USD	2022	Fixed	3,36 - 6,38%	14.238.058	14.272.353
Secured loan	Ortadoğu Liman	EURO	2022	Fixed	3,00 - 5,52%	3.229.349	3.238.515
Secured loan	Ortadoğu Liman	USD	2021	Fixed	4,70 - 6,95%	11.590.185	11.848.983
Secured loan (xviii)	Ortadoğu Liman	EURO	2022	Fixed	2,40 - 5,75%	135.449.066	137.831.160
Secured loan	Ortadoğu Liman	TL	2021	Fixed	9,30 - 14,50%	37.400.000	37.819.620
Secured loan (v)	Naturelgaz	TL	2022	Floating	TR Libor + 2,50%	8.896.231	9.166.677
Secured loan (v)	Naturelgaz	USD	2022	Floating	USD Libor + 5,25%	68.879.580	71.081.580
Secured loan	Naturelgaz	TL	2021	Revolving	-	46.019.850	46.073.420
Secured loan	Straton Maden	TL	2021	Fixed	5,26 - 21,60%	12.033.250	12.054.148
Secured loan (vi)	Straton Maden	EURO	2022	Floating	Euribor + 0,60 - 3,00%	46.179.826	46.037.514
Secured loan	Straton Maden	EURO	2021	Fixed	5,40 - 6,50%	16.187.220	16.187.220
Secured loan	Güney Maden	TL	2020	Revolving	-	20.000	20.015
Secured loan (x)	BPI	EURO	2024	Floating	Euribor + 4%	128.459.444	126.302.349
Secured loan (x)	Malaga Cruise Port	EURO	2025	Floating	Euribor + 1,75%	27.998.157	27.815.595
Secured loan	Tres Enerji	TL	2021	Revolving	-	4.931.407	5.118.017
Secured loan	Tenera Enerji	TL	2021	Revolving	-	35.520.000	35.521.346
Secured loan	Ra Güneş	USD	2029	Floating	Libor + 8,50%	58.281.860	59.669.160
Secured loan	Edusa Atık Bertaraf	TL	2023	Fixed	9,50 - 12,65%	3.581.661	3.581.661
Secured loan	Mavi Bayrak Enerji	USD	2025	Floating	Libor + 5,95%	75.264.253	76.869.789
Secured loan	Mavi Bayrak Enerji	USD	2020	Revolving	-	20.458.178	21.047.280
Secured loan	Mavi Bayrak Enerji	TL	2021	Revolving	-	2.000.000	2.017.982
Secured loan	Doğal Enerji	USD	2024	Floating	Libor + 6,50%	27.947.753	28.009.764
Secured loan	Mavi Bayrak Doğu	USD	2026	Floating	Libor + 5,95 - 7,00%	96.133.741	96.699.207
Secured loan	Mavi Bayrak Doğu	USD	2020	Revolving	-	20.526.600	20.750.758
Secured loan	Mavi Bayrak Doğu	TL	2021	Fixed	9,50%	1.054.469	1.315.155
Secured loan	Port Operation Holding	EURO	2037	Fixed	2,32 - 7,61%	3.418.679	3.401.767
Secured loan	Global Menkul	TL	2020	Revolving	-	5.350.000	5.349.998
Bond issued	Global Menkul	TL	2020	Fixed	11%	15.000.000	15.569.589
Secured loan	Pera	TL	2021	Floating	TR Libor + 5,00%	3.464.475	3.580.021
Secured loan	Pera	TL	2021	Fixed	9,50 - 14,50%	4.595.781	4.687.269
Secured loan (xiv)	Global Ticari Emlak	USD	2025	Floating	Libor + 6,20%	153.361.878	156.619.641
						4.851.011.986	4.876.017.994
Finance Lease Obligations							
Leasing (vii)	Ortadoğu Liman	USD	2020	Fixed	7,35%	27.198	27.198
Leasing (viii)	Ege Liman	EURO	2020	Fixed	7,75%	21.760	21.760
Leasing	Straton maden	EURO	2023	Fixed	4,93 - 5,25%	2.058.716	2.058.716
Leasing (ix)	Tres Enerji	EURO	2022	Fixed	4,98%	2.555.793	2.555.793
Leasing (ix)	Tres Enerji	EURO	2024	Fixed	5,15%	28.067.468	28.067.468
Leasing (ix)	Tres Enerji	EURO	2022	Fixed	5,13 - 10,22%	21.722.779	21.722.779
Leasing (ix)	Tres Enerji	EURO	2023	Fixed	7,00%	12.155.940	12.155.940
Leasing	BPI	EURO	2020	Fixed	5,20%	68.264	68.264
Leasing	Mavi Bayrak Doğu	EURO	2022	Fixed	5,25 - 7,50%	1.686.802	1.686.802
Leasing	Port Operation Holding	EURO	2021	Fixed	1,96%	169.036	169.036
Leasing	Edusa Atık Bertaraf	EURO	2021	Floating	Libor + 6,00%	1.568.018	1.568.018
Leasing	Pera	TL	2021	Fixed	13,90%	203.645	203.645
						70.305.419	70.305.419
						4.921.317.405	4.946.323.413

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

9 BORROWINGS *(continued)*

					31 December 2019		
Loan Type	Company Name	Currency	Maturity	Interest Type	Nominal Interest Rate %	Principal (TL)	Carrying Value (TL)
Loans and issued debt securities used to finance							
Debt securities issued (i)	Holding	USD	2022	Fixed	8,00%	19.270.009	19.273.986
Bond issued (ii)	Holding	TL	2020	Fixed	28,00%	125.000.000	132.894.728
Bond issued (ii)	Holding	TL	2020	Floating	TR Libor + 4,50%	20.000.000	20.000.000
Bond issued (ii)	Holding	TL	2020	Floating	GDS + 4,25%	25.000.000	25.938.444
Secured loan (iii)	Holding	EURO	2020	Fixed	7,50%	31.257.820	31.817.322
Secured loan (iii)	Holding	EURO	2020	Floating	Euribor + 7,35%	31.424.085	32.460.952
Secured loan (xvi)	Antigua	USD	2026	Floating	Libor + 5,75%	95.663.559	90.278.132
Secured loan	Nassau	USD	2021	Fixed	4,50%	95.043.200	95.043.200
Secured loan (xii)	VCP	EURO	2026	Floating	Euribor+ 3%	54.418.445	54.418.490
Secured loan (xvii)	Global Ports Holding BV	EURO	2021	Floating	Euribor + 6,75%	314.475.867	317.027.217
Secured loan (xi)	Global Ports Europe BV	EURO	2020	Floating	Euribor+ 4,60%	32.255.410	32.323.750
Bond issued (iv)	Global Liman	USD	2021	Fixed	8,125%	1.485.050.000	1.490.925.571
Secured loan	Global Liman	TL	2020	Fixed	26,34%	16.000.000	16.045.930
Secured loan(xiii)	Port of Adria	EURO	2025	Floating	Euribor + 4,25%	133.012.000	133.956.750
Secured loan	Port of Adria	EURO	2020	Floating	Euribor + 3,85%	4.987.950	5.001.779
Secured loan	Bodrum Liman	TL	2020	Fixed	17,00 - 27,50%	3.040.000	3.528.844
Secured loan	Ege Liman	EURO	2020	Fixed	3,54%	14.120.810	14.475.440
Secured loan	Ege Liman	TL	2021	Fixed	15,84 - 30,60%	3.166.988	3.019.132
Secured loan	Ege Liman	USD	2020	Fixed	4,95%	8.910.300	8.978.200
Secured loan	Ortadoğu Liman	USD	2020	Fixed	3,48 - 5,16%	8.866.012	8.881.690
Secured loan	Ortadoğu Liman	EURO	2020	Fixed	3,00 - 4,56%	3.166.061	3.169.579
Secured loan	Ortadoğu Liman	USD	2020	Fixed	4,60 - 8,50%	60.574.871	61.692.643
Secured loan (xviii)	Ortadoğu Liman	EURO	2022	Fixed	2,40 - 5,75%	123.847.473	124.891.245
Secured loan	Ortadoğu Liman	TL	2020	Fixed	12,50 - 26,34%	3.900.000	3.904.688
Secured loan (v)	Naturelgaz	TL	2022	Floating	TR Libor + 2,50%	10.833.220	11.315.726
Secured loan (v)	Naturelgaz	USD	2022	Floating	USD Libor + 5,25%	72.819.434	74.479.945
Secured loan	Naturelgaz	TL	2020	Revolving	-	3.141.241	3.148.489
Secured loan	Straton Maden	TL	2021	Fixed	5,26 - 27,35%	12.988.984	13.034.011
Secured loan (vi)	Straton Maden	EURO	2021	Floating	Euribor + 0,65 - 3,00%	42.628.532	42.491.735
Secured loan	Straton Maden	EURO	2020	Fixed	5,40 - 6,50%	14.499.589	14.499.614
Secured loan	Güney Maden	TL	2020	Revolving	-	20.000.000	20.010.957
Secured loan (x)	BPI	EURO	2024	Floating	Euribor + 4%	124.203.865	122.877.258
Secured loan (x)	Malaga Cruise Port	EURO	2025	Floating	Euribor + 1,75%	27.016.135	25.784.975
Secured loan	Tres Enerji	TL	2020	Revolving	-	24.380.000	24.537.135
Secured loan	Tres Enerji	TL	2020	Fixed	16,08%	104.233	104.274
Secured loan	Tenera Enerji	TL	2020	Revolving	-	20.000.000	20.010.959
Secured loan	Tenera Enerji	TL	2020	Fixed	16%	104.233	104.274
Secured loan	Ra Güneş	USD	2029	Floating	Libor + 8,50%	50.598.624	52.767.744
Secured loan	Mavi Bayrak Enerji	USD	2025	Floating	Libor + 5,95%	71.579.456	71.173.230
Secured loan	Mavi Bayrak Enerji	USD	2020	Revolving	-	18.474.022	18.958.845
Secured loan	Doğal Enerji	USD	2024	Floating	Libor + 6,50%	26.959.372	27.780.569
Secured loan	Mavi Bayrak Doğu	USD	2026	Floating	Libor + 5,95 - 7,00%	106.923.600	105.897.120
Secured loan	Port Operation Holding	EURO	2037	Fixed	2,75%	3.007.165	3.349.555
Secured loan	Global Menkul	TL	2020	Revolving	-	4.550.000	4.550.000
Secured loan	Pera	TL	2021	Floating	TR Libor + 5,00%	4.157.370	4.180.727
Secured loan	Pera	TL	2021	Fixed	14,50%	4.279.000	4.238.944
Secured loan (xiv)	Global Ticari Emlak	USD	2025	Floating	Libor + 6,20%	133.367.974	135.810.153
						3.509.066.909	**3.531.053.951**
Finance Lease Obligations							
Leasing (vii)	Ortadoğu Liman	USD	2020	Fixed	7,35%	1.110.937	1.110.937
Leasing	Ege Liman	USD	2020	Fixed	5,50%	5.857	6.922
Leasing (viii)	Ege Liman	EURO	2020	Fixed	7,75%	2.288.179	2.290.812
Leasing	Straton maden	EURO	2023	Fixed	4,93 - 5,25%	2.292.645	2.292.645
Leasing (ix)	Tres Enerji	EURO	2022	Fixed	4,98%	2.720.972	2.720.972
Leasing (ix)	Tres Enerji	EURO	2024	Fixed	5,15%	27.307.404	27.307.404
Leasing (ix)	Tres Enerji	EURO	2022	Fixed	5,13%	10.758.067	10.758.067
Leasing (ix)	Tres Enerji	EURO	2023	Fixed	7,00%	11.653.431	11.653.431
Leasing	Mavi Bayrak Doğu	EURO	2022	Fixed	5,25 - 7,50%	3.510.884	3.510.884
Leasing	Port Operation Holding	EURO	2021	Fixed	1,96%	220.647	220.647
Leasing	Edusa Atık Bertaraf	EURO	2021	Floating	Libor + 6,00%	1.778.389	1.778.389
Leasing	Pera	TL	2020	Fixed	13,90%	451.743	451.743
						64.099.155	**64.102.853**
						3.573.166.064	**3.595.156.804**

9 BORROWINGS *(continued)*

Detailed information related to the significant borrowings of the Group is as follows:

(i) The Company has borrowed amounting to USD 100.000.000 non-current loan with a 5 year maturity and an interest rate of 9,25% "loan participation notes" issued on 1 August 2007. The principal amount would be paid on maturity and interest would be paid in January and July each year. On the day the loan was issued, a special purpose entity of the Group invested USD 25.000.000 in the notes, which were issued by Deutsche Bank Luxembourg SA. With subsequent repurchases on various dates, the amount of notes owned by the Group reached a nominal value of USD 26.860.300 as at 31 December 2010. The Group presented these notes acquired as a result of these transactions by netting off its investments in the notes and Group's loan participation notes in accordance with TAS 32 "Financial Instruments: Presentation".

As at 28 December 2011, the Group exchanged the portion of the aforementioned notes amounting to USD 39.333.000 with the new notes issued by the Company having a nominal value of USD 40.119.000, with a maturity date of 30 June 2017 and an interest rate of 11% p.a. Interest will be paid in January and June each year. Thus, as at 31 December 2011, the nominal value of the aforementioned loan participation notes is USD 60.667.000. As of 31 July 2012, the loan participation notes have been closed by repayment of all interest and principal amounts.

The General Assembly of the Bonds Owned by the Bondholders of the CMB on 15 June 2017; it has been decided to extend the market by 30 June 2022, by setting various improvements in favor of the Company, including the reduction of the bond interest to 8%. In addition, a total amount of USD 11.986.000 is paid to the debt holders who demanded the deposit of their treasury deposits and the remaining net debt amount is USD 3.384.000 as at 30 June 2020.

As at 30 June 2020, the portion amounting to USD 10.220.000 of the new notes issued by the Company with a total amount of USD 13.604.000 are the notes held by the Company and its subsidiaries (31 December 2019: USD 10.360.000). As of 6 February 2018 the portion of the shares held by the Group amounting to USD 13.944.600 has been amortized using the "right of sale option". These bonds are available in the accounts of the Group. The Group presented these notes acquired as a result of these transactions by netting off its investments in the notes and Group's notes issued in accordance with TAS 32 "Financial Instruments". As at 30 June 2020, the net nominal value (principal amount) of the issued new notes (presented as debt securities issued) is USD 3.384.000 (31 December 2019: USD 3.244.000).

(ii) The Company has issued bonds to qualified investors amounting to TL 25.000.000 with 735 days maturity and an interest rate of GDS+4,25% on 5 January 2018. The interest is paid every three months. The loan amount was paid on maturity and the loan was closed on 10 January 2020.

The Company has issued bonds to qualified investors amounting to TL 125.000.000 with 186 days maturity and an interest rate of 28,00% on 8 July 2019. The interest is paid every three months. The loan amount was paid on maturity and the loan was closed on 10 January 2020.

The Company has issued bonds to qualified investors amounting to TL 20.000.000 with 364 days maturity and an interest rate of TRLIBOR+4,50% on 8 July 2019. The interest is paid every three months. The loan amount was paid on maturity and the loan was closed on 6 July 2020.

The Company has issued bonds to qualified investors amounting to TL 124.620.000 with 270 days maturity and an interest rate of BIST TLREF+4,00% on 10 January 2020. The interest is paid every three months.

The Company has issued bonds to qualified investors amounting to TL 125.380.000 with 452 days maturity and an interest rate of BIST TLREF+4,75% on 10 January 2020. The interest is paid every three months.

9 BORROWINGS *(continued)*

(iii) On 23 January 2017, the Company has borrowed a total of EURO 21.000.000, with an interest rate of Euribor + 7,35% and maturity on 23 January 2020. Interest and principal are paid every six months. The loan amount was paid on maturity and the loan was closed on 23 January 2020 (The remaining principal amount of the loan as at 31 December 2019 is EURO 4.725.000).

On 5 July 2019, the Company has borrowed a total of EURO 5.500.000, with an interest rate of 7,50%. The loan amount was paid on maturity and the loan was closed on 17 June 2020 (31 December 2019: EURO 4.700.000).

On 3 January 2020, the Company has borrowed a total of EURO 4.700.000, with an interest rate of 5,50% and maturity on 4 January 2021. Interest and principal are paid every six months.

On 3 January 2020, the Company has borrowed a total of TL 31.000.000, with an interest rate of 14,50% and maturity on 4 January 2021. Interest and principal are paid every six months.

On 17 February 2020, the Company has borrowed a total of EURO 4.700.000, with an interest rate of 5,50% and maturity on 17 February 2021. Interest and principal are paid every six months.

On 18 June 2020, the Company has borrowed a total of EURO 5.300.000, with an interest rate of 3,50% and maturity on 17 June 2021. Interest and principal are paid every six months.

(iv) Global Liman has issued bonds by pricing resale gain to qualified investors amounting to USD 250.000.000 with 7 years maturity and 8,125% coupon rate based on 8,250% reoffer yield was completed on 14 November 2014. The bond is quoted on Irish Stock Exchange. Eurobonds contains the certain following covenants;

- If a concession termination event occurs at any time, Global Liman must offer to repurchase all of the notes pursuant to the terms set forth in the indenture (a "Concession Termination Event Offer"). In the Concession Termination Event Offer, the Issuer will offer a "Concession Termination Event Payment" in cash equal to 100% of the aggregate principal amount of Notes repurchased plus accrued and unpaid interest and additional amounts, if any, on the notes repurchased, to the date of purchase (the "Concession Termination Event Payment Date"), subject to the rights of holders of Notes on the relevant record date to receive interest due on the relevant interest payment date.
- The consolidated leverage ratio would not exceed 5,0 to 1. Notwithstanding the foregoing clause (a), the Issuer and any Restricted Subsidiary will be entitled to incur any or all of the following indebtedness;

a) Indebtedness incurred by Global Liman ("the Issuer"), Ege Ports ("Guarantor") or Ortadoğu Liman ("Guarantor") pursuant to one or more credit facilities in an aggregate principal amount outstanding at any time not exceeding USD 5.000.000;

b) Purchase Money Indebtedness Incurred to finance the acquisition by the Issuer or a Restricted Subsidiary (all subsidiaries except Malaga Cruise Port and Lisbon Cruise Port) of assets in the ordinary course of business in an aggregate principal amount which, when added together with the amount of Indebtedness Incurred pursuant to this sub-clause and then outstanding, does not exceed USD 10.000.000;

c) Additional Indebtedness of the Issuer or any Guarantor (other than and in addition to Indebtedness permitted above) and (b) Port of Adria Indebtedness, provided, however, that the aggregate principal amount of Indebtedness outstanding at any time under sub-clauses (a) and (b) of this clause does not exceed USD 20.000.000; and provided further, that more than 50% in aggregate principal amount of any Port of Adria Indebtedness incurred pursuant to this clause is borrowed from the International Finance Corporation and/or the European Bank for Reconstruction and Development.

Group debt covenants are calculated based on applicable TFRS as of the time the lease obligations were initially recognized. Therefore, the group debt covenants as at period end have not been affected from the transition to TFRS 16. Management will assess in the future for any new transactions that will be entered into, depending on the nature of them, whether debt covenants' calculations are affected.

9 BORROWINGS *(continued)*

(v) Naturelgaz has borrowed a total of TL 8.896.231 and USD 10.066.876, with a maturity date of 2022, with an interest rate of TR Libor+2,50% and USD Libor+5,25% respectively to finance investing activities (31 December 2019: TL 10.833.220 and USD 12.258.751). Interest and principal are paid every six months. Under this loan agreement, the shares of Naturelgaz amounting to TL 66.000.000 nominal value have been pledged. The Company is joint guarantor for the refinancing loans over the term of all commitments and liabilities arising from these loans. The principal payments will start 18 months later and will be paid every six months within a certain payment plan. These loans have financial commitments as defined specifically in relation to their respective debt agreements.

(vi) Straton Maden entered into a loan agreement with interest rates of Euribor + 0,60% and Euribor + 3% to finance investing activities. The remaining principal amount of the loan as at 30 June 2020 is EURO 5.991.000 (31 December 2019: EURO 6.409.727).

(vii) On 12 August 2014, Ortadoğu Liman has signed a finance lease agreement with the expiry date of 16 July 2020 and interest rate of 7,35% for the purchase of a port tugboat. The remaining amount was paid on maturity and the leasing was closed on 16 July 2020.

(viii) On 25 June 2014, Ege Liman has signed a finance lease agreement with an interest rate of 7,75% and expiry in 2020 to finance investments.

(ix) Finance lease agreements signed by Tres Enerji to finance investments.

(x) Barcelona Port Investments (BPI) has entered into a syndication loan amounting to EURO 60.249.642 with a maturity date on 2024, an interest rate of Euribor+4%. The remaining principal amounts of the loans as at 30 June 2020 are EURO 16.665.298 (31 December 2019: EURO 18.675.588). There is a pledge on BPI shares amounting to EURO 19.640.360 (TL 151.391.823) (31 December 2019: EUR 19.640.360) and Creuers shares amounting to EURO 1.863.138 (TL 14.361.440) (31 December 2019: EUR 1.863.138) related to this loan.

On 12 January 2010, Malaga Port has borrowed a loan from Unicaja amounted EURO 9.000.000 with an interest rate of Euribor+1,75% for a new terminal construction. The loan is a nonrecourse loan which has a 15 year maturity and 18 months non-refundable right effective from the term of the agreement related with Euribor conditions. Malaga Port has guaranteed repayment of principal and interest amounts of the loan by mortgaging its concession right. The remaining principal amount of the loan as at 30 June 2020 is EURO 3.632.257 (31 December 2019: EURO 4.062.210).

(xi) Global Ports Europe BV entered into a loan amounting to EURO 22.000.000, on 16 November 2015 with a six-year term, 12 months grace period and an interest rate of Euribor+4,60%. Principal and interest is paid twice, in May and November each year. Under this loan agreement, in the event of default, the shares of Global Ports Europe BV are pledged in accordance with a share pledge agreement. The remaining principal amount of the loan as at 30 June 2020 is EURO 2.400.000 (31 December 2019: EURO 4.850.000).

(xii) Valletta Cruise Port's bank loans and overdraft facilities bear interest at Euribor+3% per annum and are secured by a mortgage over tangible assets amounting to EURO 19.639.954 (TL 151.388.693 TL) (31 December 2019: EURO 19.828.200).

(xiii) Port of Adria has borrowed a loan on 18 May 2018 with a maturity date on 2025, an interest rate of Euribor+ 4,25% to finance investing activities. The remaining principal amounts of the loans as at 30 June 2020 are EURO 19.500.000 (31 December 2019: EURO 20.000.000). Under this loan agreement, there are pledges amounting to EURO 10.054.887 over property, plant and equipment. As at 30 June 2020, there are pledges amounting EUR 41.292.300 (TL 318.289.307) over the shares of Port of Adria owned by the Group.

9 BORROWINGS *(continued)*

(xiv) Global Ticari Emlak entered into a loan amounting to USD 34.640.000 with an interest rate of Libor+6,20% to finance construction of Van AVM. The interest is paid every six-month (April and October). The remaining principal amount of the loan as at 30 June 2020 is USD 22.414.118 (31 December 2019: USD 22.451.765).

(xv) Nassau Cruise Port has issued a bond amounting to USD 125.000.000 with a 20 years maturity and 10 years grace period to rehabilitation a port investment with a semi-annual coupon of 8.0% starting in June 2021. The bond will mature in 2040 and the principle will be repaid in ten equal annual instalments starting from June 2031. The bond is non-recourse to GPH or any other Group entity other than NCP.

(xvi) On 26 September 2019, GPH Antigua entered into a syndicated loan with 6 years maturity and 2 years grace period. Repayment will be made quarterly starting from 31 December 2021, at a principal rate of 2,0835%. Remaining amount (58,33%) will be paid at 31 December 2026. The interest rate of this loan will be Libor + 5,75 – 6,75% prior to new pier completion date and Libor + 5,25 – 6,25% after completion of new pier construction. The syndicated loan is subject to a number of financial ratios and restrictions, breach of which could lead to early repayment being requested. The agreement includes terms about certain limitations on dividends payments, new investments, and change in the control of the companies, change of the business, new loans and disposal of assets.

(xvii) Global Ports Holding BV has borrowed a total of EURO 60.000.000 in two tranches to finance purchase of the 5% shares of GPH Plc held by EBRD. The loan has 3 years maturity and interest rate of Euribor + 6,75%. The remaining principal amount of the loan as at 30 June 2020 is EURO 39.427.338 (TL 303.913.807) (31 December 2019: EURO 47.285.338). The shares of GPH Plc amounting to GBP 39.250.601 nominal value (TL 330.811.915), including the shares subject to the purchase, has been pledged to provide security for the loan. The main financial covenant is net financial leverage ratio would not exceed 4,5 to 1 for the subsidiaries and associates operating in port operation segment, which are included in the calculation.

(xviii) Ortadoğu Liman entered into a loan agreement with interest rate of 2,40% - 5,75% and with a maturity date of 2022 on to finance operating activities. The remaining principal amount of the loan as at 30 June 2020 is TL 135.449.069 (31 December 2019: TL 123.847.473).

A summary of other guarantees with respect to the loans are presented in Note 20.

The details of the foreign currency risk with respect to financial liabilities are presented in Note 30.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

10 TRADE RECEIVABLES AND PAYABLES

Current trade receivables

As at 30 June 2020 and 31 December 2019, current trade receivables other than related parties comprised the following:

	30 June 2020	31 December 2019
Receivables from customers	182.310.082	226.908.777
Doubtful receivables	26.486.170	23.443.431
Allowance for doubtful receivables	(26.486.170)	(23.443.431)
Other	17.749.286	2.389.197
Total	**200.059.368**	**229.297.974**

The movement of the allowance for doubtful trade receivables for the six-month periods ended 30 June 2020 and 2019 comprised the following:

	2020	2019
Balance at the beginning of the period (1 January)	(23.443.431)	(17.898.261)
Allowance for the period	(2.019.020)	(1.534.107)
Cancellation of allowances and collections	435.420	755.403
Currency translation differences	(1.459.139)	(737.606)
Balance at the end of the period (30 June)	**(26.486.170)**	**(19.414.571)**

The expenses related to the allowance for doubtful receivables are presented under impairment losses (gains) and reversal of impairment losses determined in accordance with TFRS 9.

The details of currency risk of the Group's current trade receivables are disclosed in Note 30.

Current trade payables

As at 30 June 2020 and 31 December 2019, current trade payables other than related parties comprised the following:

Current trade payables

	30 June 2020	31 December 2019
Payables to suppliers	170.187.174	155.321.001
Total	**170.187.174**	**155.321.001**

The details of currency risk of the Group's current trade payables are disclosed in Note 30.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

11 RECEIVABLES FROM AND PAYABLES TO OPERATIONS IN FINANCE SECTOR

Current receivables

As at 30 June 2020 and 31 December 2019, current receivables from operations in finance sector other than related parties comprised the following:

	30 June 2020	31 December 2019
Receivables from customers	84.861.965	62.166.653
Receivables from money market	65.762.314	161.034.136
Deposits and guarantee given	6.363.978	6.021.136
Doubtful receivables	1.227.683	1.227.875
Allowance for doubtful receivables	(1.227.683)	(1.227.875)
Other trade receivables	119.206	102.357
Total	**157.107.463**	**229.324.282**

Current trade payables

As at 30 June 2020 and 31 December 2019, current trade payables due to operations in finance sector other than related parties comprised the following:

	30 June 2020	31 December 2019
Payables to money market	94.654.892	186.996.701
Payables to customers	8.738.423	11.826.658
Payables to suppliers	5.956.241	6.209.718
Other	2.690	6.985.446
Total	**109.352.246**	**212.018.523**

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

12 INVENTORIES

As at 30 June 2020 and 31 December 2019, inventories comprised the following:

	30 June 2020	31 December 2019
Properties held for sale (*)	30.573.041	31.389.740
Raw materials (**)	21.990.632	29.317.042
Trading goods	11.293.314	11.447.107
Provision for impairment on inventories	(712.313)	(618.390)
Other	18.417.296	13.840.007
Total	**81.561.970**	**85.375.506**

Movements of properties held for sale for the six-month periods ended 30 June 2020 and 2019 are as follows:

	2020	2019
Balance at the beginning of the period (1 January)	31.389.740	36.423.060
Disposals (***)	(816.699)	(3.261.000)
Balance at the end of the period (30 June)	**30.573.041**	**33.162.060**

(*) The Group's land classified as inventory transferred from investment property consist of the land plots on which residential flats started to be built in 2011 in the scope of the residential project in Denizli. The land is located in Denizli, Plot 6224, and Parcel numbered 1. In addition, the offices of the Sky City Office Project and the apartments in the Sümerpark Houses 3rd Block are included in the properties held for sale.

(**) A significant portion of the raw materials comprised of inventories held by the Group's subsidiaries which operates in energy generation, natural gas sales, and mining.

(***) As at 30 June 2020 disposals amounting to TL 816.699 include cost of sales related to Sky City Office. As at 30 June 2019 disposals amounting to TL 3.261.000 include cost of sales related to Sky City Office (amounting to TL 2.176.334) and Sümerpark Residences (amounting to TL 1.084.665).

As at 30 June 2020 and 31 December 2019, the mortgage or pledge on the inventory of the Group is explained in Note 20.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

13 PREPAID EXPENSES

Prepaid expenses-current

As at 30 June 2020 and 31 December 2019, current prepaid expenses comprised the following:

	30 June 2020	31 December 2019
Prepaid expenses (*)	34.967.171	25.433.361
Advances given (**)	92.813.827	75.026.847
Other	1.726.423	639.937
Total	**129.507.421**	**101.100.145**

Prepaid expenses-non current

As at 30 June 2020 and 31 December 2019, non-current prepaid expenses comprised the following:

	30 June 2020	31 December 2019
Advances given (**)	36.382.294	34.376.946
Prepaid expenses (*)	2.734.860	4.002.993
Other	171.807	310.237
Total	**39.288.961**	**38.690.176**

(*) As at 30 June 2020 and 31 December 2019, the major part of prepaid expenses comprises of prepaid expenses for energy, mining and port operation activities of the Group.

(**) As at 30 June 2020 and 31 December 2019, the major part of current and non-currents advances given comprises of advances given for developing projects of the Group for energy, mining and port operation investments.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

14 INVESTMENT PROPERTY

As at 30 June 2020 and 31 December 2019, investment properties comprised the following:

Investment Properties	**30 June 2020**	**31 December 2019**
Non-operating investment properties		
- Hospital land in Denizli	15.635.000	15.635.000
- Land in Bodrum	1.165.000	1.165.000
Operating investment properties		
- Sümerpark Shopping Mall ("Sümerpark AVM")	106.145.000	106.145.000
- Van Shopping Mall ("Van AVM")	363.255.000	363.255.000
- School in Denizli	24.720.000	24.720.000
Total	**510.920.000**	**510.920.000**

15 PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment for the six-month periods ended 30 June 2020 and 2019 are as follows:

	2020	**2019**
Carrying value as at 1 January	**1.457.923.353**	**1.284.995.853**
Additions	165.935.500	77.713.314
Disposals	(14.836.854)	(694.119)
Current period depreciation	(74.411.030)	(64.781.642)
Transfer	(6.375.116)	(120.000)
Currency translation differences	194.172.448	95.418.790
Carrying value as at 30 June	**1.722.408.301**	**1.392.532.196**

A significant portion of the additions are comprised of construction in progress, machinery and equipment and furniture and fixtures for the six-month periods ended 30 June 2020 and 2019.

The details of mortgages and pledge on property, plant and equipment are presented in Note 20.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

16 RIGHT OF USE ASSETS

Movements of righ of use assets for the six-month periods ended 30 June 2020 and 2019 are as follows:

	Lease rights related to port concession agreements	Others (*)	Total
Carrying value as at 1 January 2020	**491.093.892**	**11.369.003**	**502.462.895**
Additions	3.421.100	5.155.547	8.576.647
Transfers	(12.448.564)	12.448.564	-
Current period depreciation	(9.486.615)	(6.360.979)	(15.847.594)
Currency translation differences	75.984.874	23.629	76.008.503
Carrying value as at 30 June 2020	**548.564.687**	**22.635.764**	**571.200.451**

	Lease rights related to port concession agreements	Others (*)	Total
Carrying value as at 1 January 2019	**317.374.303**	**19.347.750**	**336.722.053**
Current period depreciation	(5.756.634)	(4.648.220)	(10.404.854)
Currency translation differences	26.707.415	405.080	27.112.495
Carrying value as at 30 June 2019	**338.325.084**	**15.104.610**	**353.429.694**

(*) Includes leasing of office, vehicle, production equipment and information technology equipment etc.

Group, as a lessee, has recognised right-of-use assets representing its rights to use the underlying assets and lease liabilities representing its obligation to make lease payments.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

17 INTANGIBLE ASSETS AND GOODWILL

a) Other intangible assets:

Movements of other intangible assets for the six-month periods ended 30 June 2020 and 2019 are as follows:

	2020	2019
Carrying value as at 1 January	**2.687.169.200**	**2.241.386.784**
Additions	199.010.862	1.790.396
Disposals	(165.186)	-
Current period amortization	(143.486.646)	(103.729.088)
Transfer	6.375.116	(154.621)
Currency translation differences	398.068.266	191.035.015
Carrying value as at 30 June	**3.146.971.612**	**2.330.328.486**

Port operating rights of Nassau have been created by discounted cash outflows of fixed payments related to the future concession fees payable to the government and future payments to local organization (in substance payments to obtain the rights) in accordance with the concession agreement. The discount rate used is a risk-adjusted rate that matches the duration of concession term and currency of the cash flows. As these payments are contractually agreed simultaneously with the port operating rights with an interest rate of 2,39% and 2047 maturity, an equivalent long-term financial liability of USD 48.083.000, short term financial liability of USD 1.676.164 has been created.

The details of Port operation rights as at 30 June 2020, 31 December 2019 and 30 June 2019 are as follows:

	30 June 2020		31 December 2019		30 June 2019	
TL	**Net book value**	**Remaining amortization period**	**Net book value**	**Remaining amortization period**	**Net book value**	**Remaining amortization period**
Ortadoğu Liman	929.711.294	98 months	856.564.960	104 months	877.543.403	110 months
Creuers del Port de Barcelona	657.275.416	120 months	596.087.262	126 months	615.553.986	132 months
Cruceros Malaga	76.365.794	146 months	67.718.280	152 months	68.508.710	158 months
Valletta Cruise Port	417.531.571	557 months	364.128.320	563 months	362.479.218	569 months
Port of Adria	132.287.095	282 months	116.564.545	288 months	117.208.367	294 months
Ege Port	73.663.125	153 months	66.767.848	159 months	67.098.711	165 months
Nassau Cruise Port	639.191.532	326 months	406.832.418	332 months	-	-
Cagliari Cruise Port	14.074.405	78 months	13.074.380	84 months	13.800.730	90 months
Catania Cruise Port	14.101.774	90 months	12.908.055	96 months	13.507.220	102 months
Bodrum Cruise Port	17.173.922	573 months	15.783.111	579 months	13.265.506	585 months
Ravenna Cruise Port	109.475	6 months	231.668	12 months	943.836	18 months
	2.971.485.403		**2.516.660.847**		**2.149.909.687**	

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

17 INTANGIBLE ASSETS AND GOODWILL *(continued)*

b) Goodwill:

	2020	2019
Carrying value as at 1 January	**98.944.709**	**89.785.343**
Currency translation differences	12.162.153	6.663.562
Carrying value as at 30 June	**111.106.862**	**96.448.905**

All port operating rights have arisen as a result of TFRS 3 Business combinations, except BPI, Port Operation Holding S.r.l and Nassau Cruise Port, which arose as a result of applying TFRS Interpretation 12. Each port represents a separate CGU as per TAS 36.

Recoverability of intangible assets

Group management prepares estimation for Ege Liman, Bodrum Liman, Creuers, Malaga Port, VCP, Port of Adria and Ortadoğu Liman operations for the remaining concession period, which are used to estimate their value in use ("VIU"). VIU determined by discounted future cash flows resulting from the continuous use of the CGU is compared with the net book value of the related CGU.

Management estimated recovery in the number of passangers for the following two years and minimum cash flow or sectoral growth for the remaining concession term of following seven years.

Commercial operations in port operations are partially affected and have begun to recover in second quarter of 2020 however since the beginning of the pandemic, cruise operations have stopped completely, and the starting dates of most cruise lines have been postponed to early 2021. Therefore Group management did not estimate any cash inflow in cruise operations in 2020 and assumed only a limited cash inflow from the beginning of first quarter of 2021.

The key assumptions used in the estimation of the recoverable amount are as follows.

	30 June 2020
Average pre-tax discount rate used - EUR	6.25%
Average pre-tax discount rate used - USD	11.94%
Average annual growth, (year 2 – year 7) (number of passengers)	11.3%
Average annual growth, first 7 years (container)	6.1%

As a result of the calculations made by the group management for the value in use which has been determined by discounting the estimated future cash flows of each cash generating unit was founded to be higher than the carrying amount of respective cash generating unit.

Changing the assumptions determined by Group management discount rate and growth rate assumptions used in the cash flow projections, could significantly affect the assesment for impairment. Nevertheles, the Group has not identified any reasonable posible change in discount and growth rate and number of container cargo and passengers could cause the carrying amount of CGU to exceed the recoverable amount.

17 INTANGIBLE ASSETS AND GOODWILL *(continued)*

b) Goodwill *(continued)***:**

Port operations

As at 30 June 2020, the Group has carried USD 13.483.540 (TL 92.257.077) goodwill related to the acquisition of Ege Liman in its consolidated financial statements (31 December 2019: TL 80.094.924).

The recoverable amount of this CGU was based on its value in use, determined by discounting the estimated future cash flows to be generated from the continuing use of the CGU.

The key assumptions are the expected increase in the number of calls and passengers of the port and the discount rate used. Cash flows used to calculate value-in-use are prepared in USD. A post-tax discount rate of 11,95% was used for discounting future cash flows to the reporting date.

The growth in number of passengers was assumed at average per annum until 2024, followed by 2% per annum until end of concession.

12 years of cash flows were included in the discounted cash flow instead of 5 years plus terminal values as the life of the rights are determined in the concession agreement.

The cash flow model is constructed on a post-tax basis and the discount rate used is post-tax. An equivalent pre-tax discount rate would be 13,4%.

As at 30 June 2020 the estimated recoverable amount of the CGU exceeded its carrying amount by approximately USD 13.000.000 (2019: USD 31.000.000). Management has not identified any reasonably possible change in the number of passengers or the discount rate could cause the carrying amount to exceed the recoverable amount.

Finance operations

The Group has concluded that there is no impairment on the goodwill amount allocated to the assets related to Global Menkul due to the fact that there exist no impairment indicator and there is no major changes in the Company's management expectation regarding to the future cash flows that has been used to calculate value in use compared to 31 December 2019.

Real estate operations

The Group tested the impairment of the goodwill related to the acquisition of Maya amounting to TL 6.712.297 as at 30 June 2020 and 31 December 2019. In such work, the Group compared the amount of goodwill carried in the consolidated financial statements, with Maya's fair value and has concluded that there is no impairment. Maya leased land in Tatlısu Magosa, from the Government of Northern Cyprus in order to build hotels, villas and apartments for the Holiday Village project on the leased land. As at the reporting date, the construction has not been started on the leased land, because the expropriation studies have not been completed. As at 31 December 2019, the fair value of this leased land is obtained from the appraisal reports prepared by an independent real estate appraisal company. The real estate appraisal company, which is authorized by CMB, uses market approach by reference to market prices of similar properties in the market to determine the fair value and concluded that the fair value of the property is TL 14.440.000 which is above the total investment of the Group in Maya recognized in the consolidated financial statements. As at 30 June 2020, since there is no indicator that the carried goodwill amount is less than the fair value determined by an independent real estate appraisal company, it is concluded that there is no impairment.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

18 EQUITY ACCOUNTED INVESTEES

As at 30 June 2020 and 31 December 2019, the details of financial information related to equity accounted investees are as follows:

	Effective voting power	Effective ownership held	Carrying value 30 June 2020	Carrying value 31 December 2019
Assets				
Port of Singapore	40,00 %	15,09 %	55.661.608	43.374.916
Port of Lisbon	50,00 %	28,12 %	62.055.778	56.144.307
Venezia Investimenti Srl (**)	25,00 %	15,22 %	68.903.099	58.298.119
Axel Corporation Grupo Hotelero SL (***)	35,00 %	35,00 %	32.531.335	30.068.749
La Spezia	30,00 %	17,35 %	270.091	44.552
Goulette Cruise Holding (Note 1)	50,00 %	30,43 %	(816.250)	365.783
Total Assets			**218.605.661**	**188.296.426**
Liabilities				
IEG (*)	50,00 %	37,50 %	(778.235)	(657.739)
Total Liabilities			**(778.235)**	**(657.739)**
			217.827.426	**187.638.687**

(*) Since the Group will compensate the liabilities of IEG based on the its' shareholding rates, the Group recognized a loss on IEG's financial statements under liabilities related to the equity accounted investees.

(**) Venezia Investimenti Srl is an international consortium formed for investing in Venezia Terminal Passegeri S.p.A (VTP). The international consortium formed by Global Ports Holding (GPH), Costa Costa Crociere SpA, MSC Cruises SA and Royal Caribbean Cruises Ltd each having 25% share of the Company. As of reporting date the Group consolidates its financial statements as equity accounted investment method.

(***) Aristaeus Limited, a subsidiary of the Group, has acquired 15% shares of Axel Corporation Grupo Hotelero SL, operating in Spain, on 15 July 2016. As at 30 September 2016, the Group started to consolidate its financial statements as equity accounted investment method. As at 30 June 2020, the effective ownership held rate in the company by participating in the capital increase has risen to 35%. (31 December 2019: 30%).

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

18 EQUITY ACCOUNTED INVESTEES *(continued)*

The financial information that represents summary financial information of 100% of the of the Group's investments accounted for using the equity method as at 30 June 2020 and 31 December 2019 are as follows:

30 June 2020	Current Assets	Non Current Assets	Total Assets	Current Liabilities	Non-current Liabilities	Total Liabilities	Income	Expenses	Net Profit/Loss for the period
IEG	649.071	8.875	657.946	(2.214.415)	-	(2.214.415)	14.581	(83.780)	(69.199)
Port of Lisbon	34.003.005	201.074.047	235.077.052	(18.021.008)	(92.944.489)	(110.965.497)	8.999.152	(13.131.669)	(4.132.517)
Port of Singapore	133.679.643	85.370.372	219.050.015	(28.631.977)	(51.723.138)	(80.355.113)	49.374.802	(33.788.456)	15.586.346
Venezia Investimenti Srl	34.121.501	241.780.750	275.902.251	(289.856)	-	(289.856)	5.298.560	(376.966)	4.921.594
Axel Corporation Grupo Hotelero SL	77.719.588	120.520.027	198.239.615	(70.140.645)	(60.379.290)	(130.519.935)	37.598.454	(77.173.400)	(39.574.946)
La Spezia	900.304	-	900.304	-	-	-	-	-	-
Goulette Cruise Holding	94.961.353	-	94.961.353	(96.593.852)	-	(96.593.852)	79.132	(2.366.525)	(2.287.393)

31 December 2019	Current Assets	Non Current Assets	Total Assets	Current Liabilities	Non-current Liabilities	Total Liabilities	Income	Expense	Net Profit/Loss for the period
IEG	593.592	8.875	602.467	(1.917.945)	-	(1.917.945)	4.305	(19.519)	(15.214)
Port of Lisbon	38.514.035	175.027.874	213.541.909	(20.649.354)	(80.603.942)	(101.253.296)	44.412.052	(35.954.055)	8.457.997
Port of Singapore	114.479.876	42.418.805	156.898.681	(31.553.250)	(16.908.142)	(48.461.392)	161.560.602	(100.573.585)	60.987.017
Venezia Investimenti	29.819.386	203.595.096	233.414.482	(222.007)	-	(222.007)	17.315.180	(5.246.501)	12.068.679
Axel Corporation Grupo Hotelero SL	57.994.631	101.904.220	159.898.851	(52.090.524)	(14.049.721)	(66.140.245)	140.963.150	(162.529.337)	(21.566.187)
La Spezia	148.505	-	148.505	-	-	-	-	-	-
Goulette Cruise Holding	81.868.886	-	81.868.886	-	(81.137.320)	(81.137.320)	-	-	-

For the six-month periods ended at 30 June 2020 and 2019, the movement of the Group's investments accounted for using the equity method is as follows:

	2020	2019
Balance at the beginning of the period (1 January)	**187.638.687**	**150.123.993**
Shares in profit / (loss) of associates and joint ventures	(8.607.791)	16.640.145
Currency translation difference	32.253.030	(1.936.520)
Capital increase	6.543.500	13.132.500
Balance at the end of the period (30 June)	**217.827.426**	**177.960.118**

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

19 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

19.1 Other provisions

As at 30 June 2020 and 31 December 2019, the details of other provisions are as follows:

Other Current Provisions

	30 June 2020	31 December 2019
Provision for lawsuits	4.322.617	12.448.844
Provisions for the purchase of Nassau (*)	34.539.238	-
Other current provisions	11.245.230	3.452.781
	50.107.085	**15.901.625**

Other Non-current Provisions

	30 June 2020	31 December 2019
Provisions for the purchase of Port of Barcelona (**)	50.813.685	41.138.487
Provisions for the purchase of Port Operation Holding (***)	4.994.196	5.044.827
Provisions for the purchase of Nassau (*)	48.921.380	61.945.372
	104.729.261	**108.128.686**

(*) As part of agreement between NCP and Government of Bahamas entered in 2019, ancillary contributions will be made to local community to increase the wealth of people of Bahamas. These payments will be made as grant and partly as interest free loan. Therefore, a provision is provided for ancillary contributions based on the company management's best estimate of these payments. As at 30 June 2020, these provisions have been recognized as current and non-current.

(**) As part of the concession agreement between Creuers and the Barcelona and Malaga Port Authorities entered in 2013, the company has an obligation to maintain the port equipment in good operating condition throughout its operating period, and in addition return the port equipment to the Port Authorities in a specific condition at the end of the agreement. Therefore, replacement provisions have been recognized based on Management's best estimate of the potential capital expenditure required to be incurred in order to replace the port equipment assets in order to meet this requirement.

(***) On 16 December 2009, Ravenna Port Authority and Ravenna Passenger Terminal S.r.l. ("RTP") has signed a contract in connection with the concession right of the Ravenna Passenger Terminal operating expiry on 27 December 2020. RTP is obliged to pay a concession fee to the Port Authority of EURO 94.250 per year until the concession is over. The expenses related to this concession agreement are recorded on a linear basis over the duration of the concession period and accrued in the relevant years.

On 13 June 2011, Catania Port Authority and Catania Passenger Terminal S.r.l. ("CCT"), reached an agreement on the concession rights of the Catania Passenger Terminal, which will expire on 12 June 2026. CCT is obliged to pay a concession fee to the Port Authority of EURO 140.000 per year until the concession is over. The expenses related to this concession agreement are recorded on a linear basis over the duration of the concession period and accrued in the relevant years.

On 14 January 2013, Cagliari Cruise Port ("CCP") and Cagliari Port Authority signed a contract in connection with the concession right of the Cagliari Cruise Terminal operating expiry on 13 January 2027. CCP is obliged to pay a concession fee to the Port Authority of EURO 44.316 per year until the concession is over. The expenses related to this concession agreement are recorded on a linear basis over the duration of the concession period and accrued in the relevant years.

19 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES*(continued)*

19.2 Legal issues

There are lawsuits pending that have been filed against or by the Group. These lawsuits primarily include the labor and debt cases. The management of the Group assesses the possible results and financial effects of these lawsuits at the end of each period and as a result of these assessments, the required provisions are recognized for those possible earnings and liabilities. The amount of provision that has been accounted for is stated in Note 19.1. The information related with the significant lawsuits that the Group is directly or indirectly a party is as follows:

(i) The Constitutional Court passed a decision on 6 June 2013 governing the cancellation of the phrase “…except for specific arrangements…” included in the Provisional Article 8 that has been added to the Law No: 4706 amending the contractual terms of agreements regarding easement rights or utilization rights concerning the immovable that are fully owned by the state or private properties of the Treasury, the terms of which are shorter than 49 years, to be extended to 49 years starting from the validity of the relevant agreements.

Ortadoğu Antalya Liman İşletmeleri A.Ş. (“Port Akdeniz”) filed its applications regarding extension of the operation period of the port in accordance with the cancellation decision of the Constitutional Court and the applicable legislation, to the relevant authorities. However, each application was rejected by the authorities. Port Akdeniz filed lawsuit at the competent administrative court.

The case taken to the court by Port Akdeniz had been rejected and the Group lawyers appealed the rejection decision.

The Council of State rejected Port Akdeniz’ appeal and upheld the judgment of the lower court relating to Port Akdeniz-Antalya. The Group lawyers applied for rectification of this judgment.

19 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES *(continued)*

19.2 Legal issues *(continued)*

(ii) The former owner of the shares of a subsidiary of the Group filed a lawsuit against the Group for the restitution of the shares. On 4 January 2008 a trustee had been appointed for the subsidiary's management and the subsidiary was therefore excluded from the consolidated accounts. On 2 March 2010, the court decided on return of shares on a free of charge basis to the former owners and that the trustee, previously appointed by the Court, shall remain in charge until the final decision. The Group lawyers appealed the decision on 28 April 2010 upon the notification of the justified decision. Although the decision was overruled the first instance court decision was against the Group and the judgment became final on 3 March 2016. The shares that are subject matter of the case was transferred to a foreign company in the course of court hearings and examinations in 2015. On the other hand, the Group has filed counter claims in order to collect the expenditure made for the purposes of the project against the 4 partners on 21 April 2016. Three of the court claims have been ruled in favor of the Group and the other one is still pending. Group lawyers succeeded in their application to take and impose an interim injunction on company shares of one of the debtors.

(iii) GYH and Global Liman were part of a consortium which participated in the tender process relating to the privatization of İzmir Port. The joint venture in which the Group also attended placed as the highest bid for the tender regarding the privatization of the operating rights of TCDD İzmir Ports via transferring method conducted by the Privatization Administration on 3 July 2007. The High Council of Privatization Administration approved the tender. Liman-İş and Kamu İşletmeciliğini Geliştirme Merkezi Vakfı separately filed lawsuits for the cancellation of the tender. These lawsuits were rejected by the Council of State. Plaintiffs appealed the verdicts. 1st Department of Council of State has approved the Privatization of Operating Rights without waiting for the approval of the 13th Department of Council of State. High Council of Privatization has invited the Joint Venture to sign the Agreement with a declaration dated 23 September 2009.

The Group, on behalf of the joint venture partnership participating in the tender, requested an extension from the PA to complete the privatization by 15 April 2010. The PA granted a 45-day extension on 10 November 2009, permitting the joint venture to complete the privatization by 24 December 2009. Pursuant to the terms of the tender, on 7 January 2010 the PA cancelled the tender and called the USD 15.000.000 bid bond provided by GYH and its joint venture partners during the bid process. On 8 January 2010, the Group deposited USD 6.900.000 in escrow, its portion of the bid bond, and on 12 January 2010 the PA received the bid bond in full from all joint venture partners. Following forfeiture of the bid bond, the Group and its joint venture partners fulfilled all of their obligations to the PA in connection with the tender.

19 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES *(continued)*

19.2 Legal issues *(continued)*

The Group initiated a pilot debt recovery procedure of USD 10.000 against the PA with the Ankara Enforcement Authority (which then is to be followed by the actual procedure) claiming the repayment of the Bid Bond with a total amount of USD 12.750.000 which was liquidated on unjustifiable grounds. However, the proceeding was suspended upon defendant's objection. The cancellation of the defendant's claim and a penalty amounting to 40% of the total amount were requested from Ankara Commercial Court on the ground that defendant's claim was unjustifiable. The expert, in the report, has the opinion that Group's request was rightful. The defendant, Privatization Administration, made an objection to the Report. Although the latter expert report has also represented in favor of the Group, the Group has requested for correction of the expert report due to insufficient examination. The Court dismissed the lawsuit. The Group have appealed the Court decision. The Court of Appeal rejected the appeal whereupon the Group lawyers have made a request for rectification of the Court of Appeal decision.

Group lawyers initiated a debt recovery procedure for TL 10.128.300, which is TL equivalent of USD 6.890.000 which amounts to USD 6.900.000 Group's portion of the bid bond minus USD 10.000 as described above, against the PA and sent a payment order to the PA on 8 January 2020. The PA has objected to this payment order thus the execution proceeding is suspended. The Group will file a lawsuit against this objection in order to have it cancelled. The PA, besides the objection to the payment order, also filed a separate lawsuit before the Enforcement Court in order to have the execution proceeding cancelled. The Enforcement Court cancelled the execution proceeding. The Group will also appeal this decision as objections to the payment orders shall be made to the Execution Offices, not to the Enforcement Courts, thus the Enforcement Court should have denied this application.

(iv) On 14 March 2008 the joint venture ("JV") consisting of Energaz (newly titled as Enerya Gaz Dağıtım A.Ş. ("Enerya")) and GYH placed the highest bid USD 1.610.000.000 for the tender relating to the privatization of the shares of "Başkent Doğalgaz Dağıtım A.Ş." owned by the Municipality of Ankara via the block sale method. STFA Yatırım Holding A.Ş. and ABN Amro Infrastructure Capital Management Ltd. (newly named "Eiser Infrastructure Limited") also became members of the JV. Along with other reasons, as the information in relation to Başkent Doğalgaz Dağıtım A.Ş. within the tender specifications was misleading the shares of Başkent Doğalgaz Dağıtım A.Ş. were not transferred to the JV. As the procedure was continuing, the Municipality applied to the guarantor bank to enable the liquidation of the USD 50.000.000 Letter of Guarantee, procured by the Consortium, submitted to the Municipality as a requirement under specifications by GYH, the 51,66 % participant of the JV.

The Group filed a lawsuit before the Ankara Administrative Court against the Municipality, requesting cancellation of the Municipality Council's resolution dated 22 January 2009, numbered 86/325 regarding the forfeiture of the letter of guarantee given by JV according to Article 10/c of the tender specification. The Group also requested an injunction on 15 January 2010. Ankara Administrative Court decided incompetence and the case has been taken over by the Thirteenth Chamber of Council of State. The Thirteenth Chamber of Council of State rejected the request for a stay for execution. The Group appealed and the Administrative Division of the High Council of the State overturned the rejection on 8 July 2010. At this point, 13th Chamber of Council of State completed the parts which were missed before. Afterwards, 13th Chamber of Council of State dismissed the case and the judgement of dismissal received on 4 August 2014. The decision has been appealed in due of time by the Group lawyers on 2 September 2014. The Chamber of Council of State approved the decision and it was notified on 28 July 2016. Request of rectification has been submitted by the Group lawyers but this request of rectification has been rejected and thereby became final.

19 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES *(continued)*

19.2 Legal issues *(continued)*

On 2 July 2009, a decision of the Turkish High Council of Privatization Administration was published in the Official Gazette. Accordingly, the Privatization Administration shall be in charge in order to conduct and finalize the privatization process of the Başkentgaz shares as at the date of the decision as the Municipality could not close the tender in the two years period according to the Law No.4046. Thus, the Turkish Privatization Administration finalized the privatization process of the Başkentgaz shares by means of making several tenders in 2014.

In the meantime Boru Hatları ile Petrol Taşıma A.Ş. ("BOTAŞ") initiated an execution process in accordance with the Article 79 of the Collection of the Public Receivables Act No. 6183 against the Municipality. As a precautionary measure, the Group applied to Beyoğlu Commercial Court to prevent the liquidation of the Letter of Guarantee amounting to USD 50.000.000. The court issued a precautionary measure for 15% of the collateral of the Letter of Guarantee which prevented the liquidation. The Municipality raised an objection against the measure, which was rejected by the Court.

Continuing with their precautionary measure, a lawsuit was filed by the Group against the Ankara Metropolitan Municipality and BOTAŞ before the First Chamber of the Beyoğlu Commercial Court claiming to dissolve the discrepancy for the payment of the bid amount and the restitution of the Letter of Guarantee. The court decided that it is not a competent court to conduct the case and that Ankara courts were the most appropriate forum for the litigation. The guarantor bank that provided the Letter of Guarantee requested an intervention in the lawsuit, which was then approved by the Court. The court additionally allowed the plaintiff to file a separate lawsuit against the PA and enabled this separate lawsuit to be combined with the pending lawsuit. Upon this order, the Consortium filed another lawsuit against the PA, as it became the competent authority to conduct the privatization process. The court decided to combine this lawsuit with the pending lawsuit which is behind Ankara 3rd Chamber Commercial Court.

The file has been sent to a three person expert commission for detailed examination on 17 January 2012. Commission declared in their report that the outcome of the Administrative Court case may be a prejudicial question however the Court, has not taken the objections to the Commission report into account and, rejected the case and cancelled the preliminary injunction on the Bid Bond on 26 February 2013. The Bid Bond amounting to USD 50.000.000 has been paid by the Group. The decision has been appealed. As a result of the appeal, the Supreme Court of Appeals acknowledged all objections and reversed the decision in favor of the Group. The defendant Municipality requested for the revision of decision and such revision request has been rejected by the Supreme Court. The file has been sent to Ankara 4th Chamber Commercial Court with the file number 2016/37 and been approved the remittitur and ruled an interim decision to wait the decision of the Chamber of Council of State. Following that the Group lawyers submitted a revocation petition in relation to that there is no reasoning to wait for the decision of the Chamber of Council of State, such request of Group lawyers was rejected. The court decided in the hearing dated 27 June 2018 to refer the court file to expert examination. The expert report was in favor of the Group. The court has decided to obtain an expert report from a new experts commission in line with the parties' objections. The new expert panel has also concluded in favour of the Group. The parties have submitted their statements and objections in respect of the new expert report. Next hearing has been adjourned to 9 September 2020.

19 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES *(continued)*

19.2 Legal issues *(continued)*

Brielfy as at 31 December 2012, the Group allocated provision amounting to USD 50.000.000 (TL 89.130.000) under "provisions" in its consolidated financial statements. The reimbursement of the provisions is accounted for under "other receivables" as "reimbursement of provisions" amounting to USD 24.170.000 (TL 43.085.422) and a net amount of provision and reimbursement of the provision amounting to USD 25.830.000 (TL 46.044.558) is accounted for as provision expense under "finance costs" in the consolidated financial statements. As of 31 December 2013, since the liability have been paid, the receivables amounting to TL 51.586.031 (31 December 2014: TL 38.656.063) accounted as "reimbursement of payments" in the other receivables. As at 31 December 2014, the Group has come to agreement with the other partners of the Consortium, Enerya and STFA, and the related amount has been collected. The difference between the receivable arising from the recourse and the agreed amount has been written off and expensed under finance costs in the amount of TL 9.379.317. As of 31 December 2016, USD 16.670.000 is accounted for under "other receivables" as "reimbursement of provisions". However, the legal process with regards to the other member of the Consortium is still ongoing and yet the Group management considers that collection of the receivables from the other members of the Consortium shall have a positive impact on the process. Although preparations to start legal proceedings abroad with regards to such receivable, in order to speed up the collectability of such receivable which is already in a high chance upon winning the case, based on the precautionary principle, the Group has allocated provision amounting to TL 62.877.573 for the provision to be indemnified which are accounted under the other receivables as "reimbursement of provisions" in the consolidated financial statements as of 31 December 2017.

On the other hand, the Municipality filed a lawsuit against the Company and Enerya before 4th Ankara Commercial Court on the date of 26 March 2013 in request for the compensation for unlawful preliminary injunction. The requested compensation amount is USD 10.000.000, save for the rights to surplus related to lawsuit, request and other damages especially interest income loss of the municipality and damages arising from forced loan, with accruing commercial interest as from 31 December 2008. The lawsuit petition and interim decision related to the lawsuit have been received on 7 May 2013. In the rebuttal petition dated 15 May 2013, the Group's lawyers claimed for nonsuit and requested for awaiting the finalization of the decision of the superior court by reason of the fact that the compensation lawsuit was filed before giving ruling on the primal lawsuits conducted before 4th Ankara Commercial Court numbered 2010/308 E. and the Thirteenth Chamber of Council of State numbered 2010/920 E. Besides, the Group's lawyers requested for evidencing of tangible damages of plaintiff and determining of the scope of compensation in accordance with the Code of Obligation Article 51. The Court has decided to pend the filing until the decision of the file before the same Court with the file number of 2016/37 detailed above.The lawyers of the Municipality did not attend the hearing on 10 April 2019 and the Group's and Enerya's lawyers requested the court file to be cancelled until renewed by the Municipality. The court accepted such request and cancelled the court file until renewed. The Municipality did not submit a renewal statement within the legal time period. Consequently, the Group's lawyers requested the court to declare the court claim as not filed and to revoke the preliminary injunction decision on the collateral of the Group. The court decided the court claim as not filed as requested by the Group lawyers, however rejected to revoke the preliminary injunction decision. The Group's Lawyers appealed the unfavorable part of the court decision. The Regional Court accepted the appeal and ordered to revoke the preliminary injunction decision on the collateral of the Group. The Municipality appealed the Regional Court's decision before the Court of Cassation. The Group Lawyers have submitted reply statements against the Municipality's appeal statement. The Court of Appeal has reversed the Regional Court's decision with procedural reasons. The file has returned to the Regional Court. The Group has not accounted any provision related to the case explained above in its consolidated financial statements in accordance with its legal advisors' opinion.

19 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES *(continued)*

19.2 Legal issues *(continued)*

(v) The Company filed a lawsuit of USD 15.000 against ABN Amro Infrastructure Capital Management Ltd. before Beyoğlu Commercial Court claiming that the defendant, with regards to the related articles of the JV Agreement signed between the Parties after the Tender of the Privatization of Başkent Doğalgaz Dağıtım A.Ş. arranging to share jointly all the financial, accounting, legal, tax, commercial and insurance expenses, has not paid its share of USD 236.918, reserving the right to claim the whole amount. The expert report and the additional report have been received and the parties have raised objections to such reports. In the hearing held on 3 March 2014, it has been decided to be pended the filing until the decision of the file numbered 2010/920 E before 13th Council of State. Since the lawsuit with the file numbered 2010/920 E before 13th Council of State which is regarding the forfeiture of the letter of guarantee has been decided to be pended, interrelation with and the differences from the lawsuit have been indicated in the most recent petition. In the said petition, it has been stated that the decision taken by the Administrative Court has no defect evaluation for the Company; and only has an defect evaluation for the JV, and therefore it has been defended that the interrelation of the parties are different and lawsuit must be approved without making it a pending issue. During the hearing held on 24 February 2016, the Court has removed the pending decision and rejected the lawsuit.The decision of the first instance court is appealed by the Group on 27 May 2016. The Court of Appeal has accepted the appeal and overruled the Court decision on 26 November 2018. The Court will re-examine the court file in accordance with the Court of Appeal decision. At the hearing held on 10 October 2019, the court ruled to abide by the overturning decision of the Court of Appeal and to wait for the result of the 2010/308 E. file (new file number as 2016/37 E.) of Ankara 4th Commercial Court and adjourned the hearing to 13 February 2020. At the hearing held on 13 February 2020, mentioning the case file (2010/308E.) sent by the Ankara 4th Commercial Court to their court was missing, the Court decided to wait the full case file to be received from the Ankara 4th Commercial Court and to decide afterwards whether to send the file to expert commission. The next hearing will be held on 1 October 2020.

(vi) Dağören, one of GYH's subsidiaries made an application to the General Directorate of State Hydraulic Works (the "Administration") to obtain a generation licence for the Dağören Hydroelectric Power Plant ("HEPP").

According to correspondence sent by the Administration dated 18 July 2008, the Administration accepted the application and the generation licence had to be granted by the Energy Market Regulatory Authority ("EMRA"). Subsequently, Dağören completed its licence application to EMRA and EMRA approved the application for a 46 year generation licence on 27 November 2008. Consequently, the Right of Water Usage Agreement was signed and sent to Dağören by the Administration.

On the grounds that the Bilateral Cooperation Agreement ("Agreement") between Turkey and USA is abrogated, which includes the development of Hakkari Dam and Hydroelectric Power Plant ("HEPP") Project located on the upper level of Dağören Regulator and HEPP Project, the Administration refrained from signing the water utilization rights agreement and subsequently notified Dağören, that Dağören Regulator and HEPP Project is also cancelled.

Dağören lawyers filed a lawsuit in the Sixteenth Administrative Court of Ankara to cancel the administrative decision given by the Administration on grounds that EMRA is the only body entitled to give or cancel any production licence; that the Administration has no authorization to cancel a project which is already approved by EMRA; that the Administration has no right to refrain from signing the water utilization rights agreement of any project that is approved by EMRA and the cancellation of Hakkari Dam and HEPP Project is not automatically a reason for the cancellation of the Dağören Regulator and HEPP Project.

19 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES *(continued)*

19.2 Legal issues *(continued)*

The Court, decided against Dağören as a matter of public interest and not considering any contradiction against the law. Dağören appealed the verdict to the Council of State declaring that the process conducted by the Administration cannot be lawful as a matter of public interest where it contradicts the express provisions of the law. The Council of State approved the decision of the Court of the First Instance. The Group Lawyers applied for a request of rectification which has been rejected by the Council of State, and thereby the decision of the Court of First Instance became firm. As a result of exhaustion of legal remedies, the Group Lawyers have made an individual application to Constitutional Court on 11 February 2019. On 20.04.2020 the Constitutional Court partially accepted our claims regarding the breach of our constitutional rights, ordered to be paid TL 16.000 and decided the court decision to be served to the relevant courts and governmental authorities.

The Group also also filed a full remedy action against the Administration for the recovery of damages incurred in respect of HEPP Project before 23th Administrative Court of Ankara with file number 2019/432E on 12 March 2019.

As at 31 December 2017, based on the precautionary principle and according to the current existing situation, the Group has accounted for an impairment provision amounting to TL 50.968.072 for the HEPP license and for the other tangible assets accounted in the consolidated financial statements.

(vii) Raiffeisen Centrobank AG ("Raiffeisen") filed a lawsuit before the 14th Commercial Court of First Instance in request for recognition and approval of the decision numbered 600337-2013 dated 14 October 2014 made by Swiss Chambers' Arbitration Institution and the reimbursement of litigation cost, lawyer expense and other compensable expenses by the Group. The Group lawyers submitted a petition and claimed that the conflict causing arbitration process was out of the scope of the conditions of the agreement signed by the parties so the arbitrator was unauthorized and also Group lawyers asserted other reasons to the Court. Afterwards, Raiffeisen submitted a counter petition against Group's declarations and the Group lawyers submitted rebuttal petition dated 6 July 2015 together with the legal opinion prepared by Prof. Dr. Cemal Şanlı. The Court without holding a hearing made an examination on 12 June 2015 and decided upon that preliminary hearing will be held on 19 November 2015 before the board of the Court. In the preliminary hearing, the copy of registration files of the Company has been requested from the related registry of commerce and granted an extension to Raiffeisen's lawyer for submitting their rebuttal petition against Group's rebuttal petition and legal opinion. Raiffeisen submitted their replies to the file however; this replication has not received yet by the Group. In the hearing held on 10 March 2016, the expert report was submitted to the Court and the parties have raised objections and statements to the report. However, in the hearing held on 02 February 2017, the Court accepted the case and decided to the recognition and approval of the decision numbered 600337-2013 dated 14 October 2014 made by Swiss Chambers' Arbitration Institution. The Group lawyers appealed the decision before the Provincial High Court. The Provincial High Court ruled on rescission of the court decision due to short payment of the court claim fee by the claimant. The file has returned to the first instance court and the new hearing is adjourned to 29 November 2018. On the hearing dated 29 November 2018, the Court ordered the claimant to remit the remaining court claim fee amount until the next hearing. Raiffeisen remitted the remaining court fee. At the hearing held on 05 December 2019, the court accepted the court claim and ruled to approve the arbitration award. The reasoned decision has been served to the parties and the Group lawyers appealed this decision before the Regional Court. The Group has accounted provision amounting to TL 4.147.795 for this lawsuit in its consolidated financial statements in 2014.

19 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES *(continued)*

19.2 Legal issues *(continued)*

(viii) Global Enerji Hizmetleri ve İşletmeciliği A.Ş. which is a subsidiary of the Group filed a lawsuit before 2nd Commercial Court of First Instance claiming that the compensation of its damages stemming from the share purchase agreement signed with the former shareholders of Geliş Madencilik Enerji İnşaat A.Ş. The value of the claim was USD 7.958.000 (TL 21.760.355) which was the amount of the advance payment in accordance with the shareholders agreement. The defendants have submitted their rebuttal petition and filed a counter lawsuit for the purpose of compensation of USD 19.000.000 which was an unpaid part of share transfer price of USD 26.958.500. This counter lawsuit has been filed as partial therefore in the first phase; the defendants requested USD 20.000 for share transfer price, TL 25.000 for expenses and lost profit damages, TL 50.000 for the compensation of positive damages stemming from decreasing of share price and USD 40.000 for penal clause. The Group lawyers have submitted the entire petitions to the first lawsuit and counter lawsuit. The expert report was submitted to the Court and the parties submitted their statements to the report in February 2018. In the hearing dated 7 June 2018, the Court has accepted the first lawsuit and ruled that the defendants are jointly and severally liable from and will pay to the Group USD 7.958.000 together with accrued interest as of the court claim date, the Group to return 85% of the Gelis Madencilik Enerji Insaat A.S' shares to the defendants, namely Mustafa Acar, Mehmet Sıddık Balkan and Veysi Gelis, Muhammet Fatih Bahşiş, to concurrent fulfillment of mutual obligations and rejection of the counter lawsuit. The Defendants have applied to Regional Court of Appeal against the Court decision. The Group Lawyers also appealed the Court decision on the ground that the default interest commencement date adjusted by the Court is erroneous. The Group have also commenced enforcement procedure of the Court decision and obtained attachment order over some cash and various company shares, immovables and vehicles. As a result of the settlement negotiations between the Parties, a settlement and release agreement has been signed on 27 March 2019 wherein the defendants have agreed to pay to the Group USD 7.600.000. As per the agreement the shares of Geliş Madencilik have been transferred back to the defendants' nominee in line with the court decision. . The Group have obtained various securities for the installments which is agreed in the agreement and furthermore, the court decision and enforcement file has been finalised in favor of the Group. The settlement amount agreed with the agreement has been collected in full. As at 31 December 2019, the Group has accounted other expense amounting to TL 8.410.402 and other income amounting to TL 44.929.820 related to the release agreement under other other operating income/expense in the consolidated financial statements.

(ix) On 29 April 2019, the Competition Authority notified Ortadoğu Liman, that it has commenced an investigation into Ortadoğu Liman due to an alleged breach of Article 6 of the Law on the Protection of Competition, Law No. 4054 due to excessive pricing concerns on certain services. The Competition Authority experts evaluated Ortadoğu Liman's defenses that were submitted by its legal representatives on 28 May 2019 and other matters, the investigation report of the experts was received on 15 April 2020. The process before the Competition Authority may take up to an additional 6 to 12 months (excluding the possibility to file an administrative lawsuit against a negative decision of the Competition Authority).

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

19 PROVISIONS, CONTINGENT ASSETS AND LIABILITIES *(continued)*

19.3 Contingent liabilities

Details of the Group's guarantees, pledges and mortgages ("GPM's") are presented in Note 20. The Group's other contingent assets and liabilities are disclosed in the consolidated financial statements as at 31 December 2019. As at 30 June 2020, there were no significant changes in these contingent assets and liabilities.

20 COMMITMENTS

As at 30 June 2020 and 31 December 2019 guarantees, pledges and mortgages (GPMs) given by the Group are presented below:

30 June 2020

		Original Amount		
	TL Equivalent	**TL**	**USD**	**EURO**
A Total amount of GPMs given in the name of its own legal personality	483.553.348	251.890.708	10.200.000	21.000.000
B Total amount of GPMs given in the name of the consolidated subsidiaries and joint ventures	5.095.859.639	1.445.693.940	242.793.555	258.026.989
C Total amount of GPMs given to be able to conduct ordinary business transactions to secure payables of third parties	-	-	-	-
D Other GPMs given	-	-	-	-
- Total amount of GPMs given in the name of the main shareholder	-	-	-	-
- Total amount of GPMs given in the name of other group companies except for B and C	-	-	-	-
- Total amount of GPMs given in the name of third parties except for C	-	-	-	-
Total	**5.579.412.987**	**1.697.584.648**	**252.993.555**	**279.026.989**

31 December 2019

		Original Amount		
	TL Equivalent	**TL**	**USD**	**EURO**
A Total amount of GPMs given in the name of its own legal personality	476.977.774	276.725.134	10.200.000	21.000.000
B Total amount of GPMs given in the name of the consolidated subsidiaries and joint ventures	4.516.250.055	1.343.093.926	247.754.037	255.833.699
C Total amount of GPMs given to be able to conduct ordinary business transactions to secure payables of third parties	-	-	-	-
D Other GPMs given	-	-	-	-
- Total amount of GPMs given in the name of the main shareholder	-	-	-	-
- Total amount of GPMs given in the name of other group companies except for B and C	-	-	-	-
- Total amount of GPMs given in the name of third parties except for C	-	-	-	-
Total	**4.993.227.829**	**1.619.819.060**	**257.954.037**	**276.833.699**

As at 30 June 2020 the ratio of other GPMs given to the Group's equity is 0% (31 December 2019: 0%).

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

20 COMMITMENTS *(continued)*

The details of the GPMs (contingent liabilities) given by the Group are presented below:

	30 June 2020	31 December 2019
Given to Energy Market Regulatory Authority (1)	5.869.880	5.869.880
Given for tenders	15.337.936	17.973.217
Given as a guarantee for commercial contracts	46.767.700	40.422.100
Given to Borsa Istanbul	2.012.500	2.012.500
Given to banks	48.986.682	42.619.964
Given to Takasbank	30.525.000	30.525.000
Given to Privatization Administration	38.491.368	33.040.762
Given to supply for natural gas	78.413.869	57.199.613
Given to courts, ministries, Tax Administration	3.150.053	2.570.153
Given to Capital Markets Board	4.576	4.576
Other	86.946.564	83.999.633
Total letters of guarantee	**356.506.128**	**316.237.398**
Mortgages and pledges on inventory, property plant and equipment and investment property (2)	3.191.882.194	2.854.909.041
Pledges on equity securities (3)	1.212.274.319	1.107.741.947
Sureties given (4)	818.750.346	714.339.443
Total contingent liabilities	**5.579.412.987**	**4.993.227.829**

(1) The amounts include the letters of guarantee given by the Group for its subsidiaries operating in energy sector to EMRA.

(2) Mortgages and pledges on inventory, property, plant and equipment and investment property:

As at 30 June 2020, there is a mortgage amounting to TL 120.000.000 and EURO 15.000.000 (TL 115.623.000) over one of the buildings of the Group (which is classified as property, plant and equipment) with respect to the loans obtained (31 December 2019: TL 120.000.000 and EURO 15.000.000).

As at 30 June 2020, there is mortgage on the land of the Group located in Denizli, as collateral of the Group's bank loans amounting to TL 48.500.000 (31 December 2019: TL 48.500.000). Additionally, as at 30 June 2020, there is a mortgage on the land of the Group located in Van, related with the loans utilized by Global Ticari Emlak amounting to USD 50.000.000 (TL 342.110.000) (31 December 2019: USD 50.000.000 (TL 297.010.000)).

As at 30 June 2020, there is a mortgage over the property, plant and equipment of the Group's subsidiaries which are operating in energy generation sector amounting to USD 100.000.000 (TL 684.220.000), EURO 119.365.250 (TL 920.091.220) and TL 545.400.000 with respect to the loans utilized by those subsidiaries.

As at 31 December 2019, there is mortgage over the property, plant and equipment of the Group's subsidiaries which are operating in energy generation sector amounting to USD 100.000.000 (TL 594.020.000), EURO 117.515.250 (TL 781.546.922) and TL 545.400.000 with respect to the loans utilized by those subsidiaries.

As at 30 June 2020, there is a mortgage over the property, plant and equipment of the Group's subsidiaries which are operating in natural gas sector amounting to TL 61.484.205 (31 December 2019: TL 61.484.205).

20 COMMITMENTS *(continued)*

As at 30 June 2020, there is a mortgage over the property, plant and equipment of Barcelona Port, Ortadoğu Liman, VCP and Port of Adria amounting to EURO 13.493.042 (TL 104.007.066), USD 3.150.000 (TL 21.552.930), EURO 19.639.954 (TL 151.388.693) and EURO 10.054.887 (TL 77.505.080) respectively due to the loans utilized by those companies.

As at 31 December 2019, there is a mortgage over the property, plant and equipment of Barcelona Port, Ortadoğu Liman, VCP and Port of Adria amounting to EURO 13.493.042 (TL 89.736.825), USD 3.150.000 (TL 18.711.630), EURO 19.828.200 (TL 131.869.427) and EURO 10.054.887 (TL 66.871.032) respectively due to the loans utilized by those companies.

(3) Pledges on equity securities:

As at 30 June 2020, the Group gave marketable securities with a nominal value of USD 10.200.000 (TL 69.790.440) and equity shares amounting to TL 9.402 as collateral with respect to ongoing legal proceedings. There are pledges on shares of the subsidiaries which operating in port operations amounting to TL 816.690.621, on shares of the subsidiaries which operating in natural gas, mining, energy generation amounting to TL 191.500.000 and on shares of the subsidiaries which operating in real estate development amounting to TL 38.600.000 with respect to the loans obtained by the Group.

As at 31 December 2019, the Group gave marketable securities with a nominal value of USD 10.200.000 (TL 60.590.040) and equity shares amounting to TL 9.402 as collateral with respect to ongoing legal proceedings. There are pledges on shares of the subsidiaries which operating in port operations amounting to TL 713.474.675, on shares of the subsidiaries which operating in natural gas, mining, energy generation amounting to TL 101.000.000 and on shares of the subsidiaries which operating in real estate development amounting to TL 38.600.000 with respect to the loans obtained by the Group.

As at 30 June 2020, treasury shares amounting to nominal value of TL 23.783.321 (31 December 2019: TL 39.820.000) as mentioned in Note 22.1 has been pledged for loans and debt securities. As at 30 June 2020, there is a blockage of financial investments with a carrying value of TL 74.908 in Takasbank.

(4) Securities given:

As at 30 June 2020, the Group provided surety amounting to EURO 18.593.256, USD 78.069.242 and TL 141.264.443, a total of amounting to TL 818.750.346 (31 December 2019: TL 714.339.443) with respect to loans and lease agreements of subsidiaries of the Group.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

21 EMPLOYEE BENEFITS

Payables related to employee benefits

As at 30 June 2020 and 31 December 2019, payables related to employee benefits comprised the following:

	30 June 2020	31 December 2019
Payables to personnel	9.712.914	3.996.802
Social security premiums payable	13.681.022	5.420.186
Other	445.415	782.371
Total	**23.839.351**	**10.199.359**

Provisions for employee benefits

As at 30 June 2020 and 31 December 2019, current and non-current provisions for employee benefits comprised the following:

Current provisions

	30 June 2020	31 December 2019
Provision for notice pay and vacations	7.139.522	5.851.009
Other	541.159	212.055
	7.680.681	**6.063.064**

Non-current provisions

Non-current provisions consist of provision for employment termination indemnities. The details of the non-current provisions are as follows:

	30 June 2020	31 December 2019
Provision for employment termination indemnity	16.602.181	14.374.643
	16.602.181	**14.374.643**

The assumptions used to recognize provision for employment termination indemnity are explained below:

Under the Turkish Labor Law, the Group is required to pay employment termination benefits to each employee who has qualified for such benefits as the employment ended. The amount payable consists of one month's salary limited to a maximum of TL 6.730 for each period of service as of 30 June 2020 (31 December 2019: TL 6.380).

Provisions for employment termination indemnity are not subject to any statutory funding.

For the six-month periods ended 30 June 2020 and 2019, the movement of the provision for employment termination indemnity as follows:

	2020	2019
Opening balance (1 January)	14.374.643	10.296.326
Interest for the period	435.325	453.633
Service costs	1.348.515	1.596.799
Payments within the period	(602.187)	(856.941)
Currency translation differences	120.533	267.383
Actuarial gain/losses	925.353	353.191
Closing balance (30 June)	**16.602.181**	**12.110.391**

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

22 CAPITAL, RESERVES AND OTHER EQUITY ITEMS

22.1 Share capital / Capital adjustments due to cross ownership/ Treasury shares

Share capital:

As at 30 June 2020 the Company's statutory nominal value of paid-in share capital consists of 32.588.840.993 registered shares with a par value of TL 0,01 each. As at 31 December 2019 the Company's statutory nominal value of paid-in share capital consists of 32.588.840.993 registered shares with a par value of TL 0,01 each. Number of shares is presented in lots in the consolidated financial statements and the accompanying notes (1 lot = 100 shares).

The issued capital of the Company is TL 325.888.410 and the authorized capital ceiling is TL 650.000.000. The authorized capital ceiling permit given by the Capital Markets Board is valid for the years 2018-2022 (5 years). The shareholder structure of the Company is as follows:

	30 June 2020		31 December 2019	
	Proportion of share %	Value of share	Proportion of share %	Value of share
Mehmet Kutman (*)	27,25%	88.798.321	26,04%	84.875.163
Centricus Holdings Malta Limited	31,25%	101.826.967	31,25%	101.826.967
Erol Göker	0,15%	488.707	0,15%	488.707
Publicly traded other shares (**)	41,35%	134.774.415	42,56%	138.697.573
Total	**100 %**	**325.888.410**	**100 %**	**325.888.410**
Adjustment related to inflation		34.659.630		34.659.630
Inflation adjusted capital		**360.548.040**		**360.548.040**

(*) Disclosed together with the shares of Turkcom Turizm Enerji İnşaat Gıda Yatırımlar A.Ş. which is owned by Mehmet Kutman.

(**) Comprised the nominal number of the repurchased shares 24.640.266 (31 December 2019: 43.126.651 shares).

The shares of the Company include privileged shares. The privileges of the (A), (D) and (E) group shares are explained below:

Two of the members of the Board of Directors are chosen among the candidates nominated by the owners of the group (A) shares. One of the members of the Board of Directors is chosen among the candidates nominated by the owners of the group (D) shares and one of them is chosen among the candidates nominated by the owners of the group (E) shares. Each member of the board is chosen by the decision of the majority of the shareholders of the privileged share group that nominated the candidate. All the shareholders have the right to nominate any candidate but, in order to select such candidates for the General Assembly; the nominations should be approved by the group (A) shares before the selection. All the shareholders have the right to nominate for two candidates for the Board. In case that group (D) and group (E) shares donot nominate any candidate, any shareholder can nominate a candidate.

22 CAPITAL, RESERVES AND OTHER EQUITY ITEMS *(continued)*

22.1 Share capital / Capital adjustments due to cross ownership/ Treasury shares *(continued)*

Global Enerji Hizmetleri ve İşletmeciliği A.Ş, Galata Enerji Üretim Sanayi ve Ticaret A.Ş. and Ege Global Madencilik Sanayi ve Ticaret A.Ş., wholly owned subsidiaries of the Company, have merged with the Company. Related merge transactions were registered on 27 January 2020 and the transactions were completed.

The merger transaction has been recognized on a basis of "Business Combination under Common Control Principle" application issued by POA. According to the principle; i) business combinations under common control have to be recognized by pooling of interest method ii) goodwill should not be included to financial statements and iii) when performing pooling of interest method, financial statements should be adjusted and presented comparatively from the reporting period in which common control accrued as if business combination has accrued at the beginning of reporting period of common control. Since the subsidiares were wholly owned by the Company, the accounting of the merger regarding the shares had no effect on the comparative consolidated financial statements.

Capital adjustments due to cross ownership/ Treasury shares

The Company and some of the subsidiaries of the Group repurchased shares of the Company from the capital markets in prior periods. These repurchased shares are called as treasury shares. The shares can be sold back to the market. Profit or loss that arises as the result of the sale of the shares is accounted for under retained earnings in the consolidated financial statements. The shares are accounted for at cost under treasury shares owned by the Company andcapital adjustments due to cross-ownership. Amounts related to these transactions are presented under "Treasury shares owned by the Company" in the consolidated statement of changes in equity. As at 30 June 2020, the Company and the subsidiaries of the Group held 24.640.266 shares of Global Yatırım Holding A.Ş (31 December 2019: 43.126.651 shares), with the cost of TL 86.345.326 (31 December 2019: TL 137.398.773). Those shares have been reclassified as "Treasury shares owned by the Company" and "Capital adjustments due to cross-ownership" under equity.

In accordance with Article 520 of the Turkish Commercial Code no 6102, reserve provision is made for the treasury shares owned by the Company as the amount allocated to meet the acquisition value. As at 30 June 2020, the Group made provision for the shares owned by the Group amounting to TL 86.090.992 accounted under restricted reserves in the consolidated financial statements (31 December 2019: TL 137.398.773).

22.2 Share premium/discounts

Share premium represents the inflow of cash arising from the sales of shares on market value. The premium amount is included in equity and cannot be distributed. It can only be used for the future capital increases.

22 CAPITAL, RESERVES AND OTHER EQUITY ITEMS *(continued)*

22.3 Accumulated other comprehensive income/expense not to be reclassified to profit or loss

This item comprises, income/expenses defined as a component of other comprehensive income and reported for the period in which they arise and in no case transferred directly in equity through profit or loss such as following:

a) Gain/Loss on Revaluation and Remeasurement

- *Actuarial loss on employee benefits*

Based on the transitional provisions of the TAS 19 standard, starting from 1 January 2012 actuarial gains and losses in accordance with the announcement on the financial statements and footnote formats stated in the Communiqué Serial: II, 14.1 published in the Official Gazette No. 28676 dated 13 June 2013 followed under these accounts.

b) Other Gain/Loss

Special funds

The application filed by Pera, a subsidiary of the Group operating in the real estate segment, to the CMB in relation to permission for a share capital decrease by TL 35.900.000 and simultaneous share capital increase (in cash) by TL 29.000.000, was approved by the CMB on 24 January 2011 in the decision numbered 86-928. The amendment to Article 8 of the Association of Pera was approved by the Extraordinary General Assembly Meeting on 15 February 2011, and the share capital of Pera was decreased to TL 60.100.000. The pre-emptive rights of the existing shareholders were used between 1 March and 15 March 2011 and after that the remaining shares were offered to investors between 1 April and 15 April 2011. Finally, the portion of the new shares, for which the pre-emptive rights were not used, has been purchased by Global Yatırım Holding A.Ş. and the capita l increase to TL 89.100.000 was completed. The process was approved by the CMB on 3 May 2011. As a result of the capital increase, a total of TL 29.000.000 has been accounted for as "Special Reserve" by Pera, of this has been reflected in the consolidated financial statements of the Group. As of 30 June 2020 TL 1.789.328 (31 December 2019: TL 6.510.528) has been classified as "Special Reserve" in the condensed consolidated interim financial statements.

22 CAPITAL, RESERVES AND OTHER EQUITY ITEMS *(continued)*

22.4 Other comprehensive income/expense to be reclassified to profit or loss

This item comprises, income/expenses defined as a component of other comprehensive income and reported for the period in which they arise and subsequently transferred directly in equity through profit or loss such as following:

a) Currency translation differences

Currency translation differences comprise the foreign exchange differences arising from the translation of the financial statements of subsidiaries and joint ventures from their functional currencies to the presentation currency (TL) recognized in the equity.

b) Gain or loss on hedging

Gain or loss on net investment hedge

A subsidiary of the Group, Global Liman's foreign exchange differences arising from foreign currency loans into currency of the related subsidiary's functional currency other than TL which are part of net investments made to its subsidiaries have been considered as hedging instruments and effective portion of them has been recognized in other comprehensive income in the consolidated financial statements. The accounting method mentioned above has been applied since 1 October 2013 and the Group has recognized loss amounting to TL 113.640.086 in other comprehensive income and equity in its condensed consolidated interim financial statements for the year six-month period ended 30 June 2020 (30 June 2019: TL 60.586.019 loss).

22.5 Restricted reserves

As at 30 June 2020, the Group's restricted reserves are total of TL 92.604.419 (31 December 2019: TL 144.105.529. These reserves set aside according to the principles described in the related disclosures in the consolidated financial statements as at 31 December 2019.

As disclosed in Note 22.1, in accordance with Article 520 of the Turkish Commercial Code no 6102, reserve provision is made for the treasury shares owned by the Company as the amount allocated to meet the acquisition value. As at 30 June 2020, the Group made provision for the shares owned by the Group amounting to TL 86.090.992 accounted under restricted reserves in the consolidated financial statements (31 December 2019: TL 137.398.773).

22 CAPITAL, RESERVES AND OTHER EQUITY ITEMS *(continued)*

22.6 Retained earnings / accumulated losses and non-controlling interests

The retained earnings/accumulated losses excluding the net income/loss for the period, and the general reserves which have retained earnings/accumulated losses nature are included in retained earnings/accumulated loss account.

For the six-month period ended 30 June 2020 the Group entered into sale and purchase transactions of shares in Pera, operating in real estate, which shares are publicly traded at BIST. As a result of the sale and purchase of Pera shares by the Group, the effective shareholding rate of the Group in Pera decreased to 6,17% (31 December 2019: 22,45%)

For the six-month period ended 30 June 2020 the Group entered into purchase transactions of shares in Global Ports Holding Plc, operating in port operations. As a result of the purchase of Global Ports Holding Plc shares by the Group, the effective shareholding rate of the Group in Global Ports Holding Plc increased to 62,51% (31 December 2019: 60,86%).

On 24 January 2020, Creuers Del Port de Barcelona SA ("Creuers"), subsidiary of Global Ports Holding Plc, completed the purchase of Autoridad Portuaria de Malagas's (Malaga Port Authority) 20,0% holding in the Malaga cruise port concession for Euro1,5million.

The result of these transactions is recognized under equity and is shown as change in ownership interests in subsidiaries without change in control in Consolidated Statement of Changes in Shareholders' Equity.

22.7 Dividend Distribution

Publicly held companies distribute dividends according to "Dividend Distribution Announcement" numbered II-19.1 and issued by CMB at 1 February 2014. Dividends of companies are distributed based on dividend distribution policy and related regulations approved by General Assembly There is not any minimum rate for distribution in the announcement mentioned-above. Companies distribute dividends according to their prime contracts or dividend distribution policy. In addition, it is possible to pay dividends in equal or different instalments and distribute dividend advance in cash for profit in financial statements.

The Group recognized net loss amounting to TL 95.825.383 for the period 1 January-30 June 2020 (1 January-30 June 2019: TL 44.852.236 net loss) in its stand-alone statutory financial statements prepared in accordance with Tax regulation and TCC.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

23 REVENUE AND COST OF SALES

For the six-month periods ended 30 June 2020 and 2019, the Group's gross profit on the basis of operations comprised the following:

Revenue	1 January- 30 June 2020	1 April- 30 June 2020	1 January- 30 June 2019	1 April- 30 June 2019
Natural gas revenue	183.660.802	98.747.360	171.136.496	97.725.553
Port operating revenue	347.971.710	217.498.581	306.341.680	195.508.179
Mining revenue	34.545.677	10.530.582	51.090.854	25.470.686
Real estate rent and service revenue	12.752.368	2.965.632	21.408.605	9.725.795
Energy generation and sales revenue	120.802.696	66.052.469	61.500.611	36.423.535
Other	37.832	-	76.054	39.108
Total	**699.771.085**	**395.794.624**	**611.554.300**	**364.892.856**
Cost of sales				
Cost of natural gas sales and services	(140.042.701)	(72.945.703)	(128.932.066)	(71.181.652)
Cost of port operations	(385.382.774)	(261.603.721)	(214.200.570)	(117.828.036)
Cost of mining operations	(37.175.630)	(14.742.693)	(37.598.034)	(18.591.329)
Cost of energy generation and sales	(97.640.489)	(48.688.144)	(70.538.641)	(39.735.013)
Cost of real estate service	(3.264.186)	(1.231.535)	(5.543.897)	(2.342.834)
Other	(5.930.142)	(3.253.336)	(5.565.248)	(4.048.499)
Total	**(669.435.922)**	**(402.465.132)**	**(462.378.456)**	**(253.727.363)**
Gross Profit from Non-finance Operations	**30.335.163**	**(6.670.508)**	**149.175.844**	**111.165.493**

Revenues from Finance Operations	1 January- 30 June 2020	1 April- 30 June 2020	1 January- 30 June 2019	1 April- 30 June 2019
Agency commissions	25.571.651	12.813.448	12.427.574	5.376.914
Interest received from customers	5.858.482	2.948.566	5.518.584	2.584.620
Portfolio management fees	3.282.549	1.720.025	2.036.932	1.128.262
Gain on sale of marketable securities, net	930.718	459.360	654.897	355.261
Other revenue	4.509.986	2.698.272	3.923.210	1.343.176
Total	**40.153.386**	**20.639.671**	**24.561.197**	**10.788.233**
Cost of Revenues from Finance operations (-)				
Commission charges	(1.247.939)	(581.931)	(337.655)	(128.738)
Interest charges from loans delivered to customers	(1.259.140)	(427.339)	(2.232.729)	(1.264.081)
Total	**(2.507.079)**	**(1.009.270)**	**(2.570.384)**	**(1.392.819)**
Gross Profit from Finance Operations	**37.646.307**	**19.630.401**	**21.990.813**	**9.395.414**
GROSS PROFIT	**67.981.470**	**12.959.893**	**171.166.657**	**120.560.907**

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

24 GENERAL ADMINISTRATIVE EXPENSES AND MARKETING EXPENSES

24.1 Marketing expenses

For the six-month periods ended 30 June 2020 and 2019, marketing expenses comprised the following:

	1 January-30 June 2020	1 April-30 June 2020	1 January-30 June 2019	1 April-30 June 2019
Personnel expenses	7.205.647	3.053.331	5.671.918	3.314.796
Depreciation and amortization expenses (Note 15-16-17)	8.367.953	5.155.020	5.590.394	2.818.205
Export expenses of mining operations	6.560.378	2.067.328	13.931.572	7.405.451
Advertising and promotion expenses	2.891.603	301.154	7.045.208	6.070.648
Taxes and duties	2.204.236	1.411.986	2.040.064	1.460.165
Commission expenses of derivative exchange market	1.169.203	556.469	708.988	418.172
Representation expenses	2.086.207	914.011	2.252.740	1.925.288
Stock market participation share	2.005.167	1.040.219	1.247.808	565.172
Money market settlement and custody expenses	871.523	433.348	348.263	143.102
Vehicle expenses	288.199	101.051	162.273	25.350
Building management expenses	579.696	273.359	483.643	248.299
Commission expenes	997.889	508.305	1.513.022	942.555
Other	3.299.177	1.477.273	3.898.032	2.228.087
	38.526.878	**17.292.854**	**44.893.925**	**27.565.290**

24.2 General administrative expenses

For the six-month periods ended 30 June 2020 and 2019, general administrative expenses comprised the following:

	1 January-30 June 2020	1 April-30 June 2020	1 January-30 June 2019	1 April-30 June 2019
Personnel expenses	60.250.362	26.649.688	57.228.856	30.290.951
Consultancy expenses	21.430.742	10.516.133	14.154.425	9.863.002
Travelling expenses	2.860.058	1.108.803	5.134.310	1.965.910
Taxes and duties other than on income	3.454.744	1.783.013	3.410.766	1.902.418
Depreciation and amortization expenses (Note 15-16-17)	10.454.052	5.547.090	8.824.980	4.683.176
IT expenses	5.766.855	2.808.857	4.619.651	2.209.886
Communication expenses	1.453.064	694.817	1.121.477	502.898
Building management expenses	1.827.790	816.094	1.749.675	997.839
Vehicle expenses	2.071.005	976.956	2.270.283	1.300.893
Repair and maintenance expenses	729.069	433.144	731.754	531.989
Other expenses	7.135.018	3.276.059	7.423.887	1.430.545
	117.432.759	**54.610.654**	**106.670.064**	**55.679.507**

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

25 EXPENSES BY NATURE

For the six-month periods ended 30 June 2020 and 2019, the breakdown of personnel, depreciation and amortization expenses comprised the following:

Personnel expenses	**1 January- 30 June 2020**	**1 April- 30 June 2020**	**1 January- 30 June 2019**	**1 April- 30 June 2019**
Cost of sales	48.888.436	27.960.703	39.406.468	21.880.315
Marketing expenses	7.205.647	3.053.331	5.671.918	3.314.796
General administrative expenses	60.250.362	26.649.688	57.228.856	30.290.951
	116.344.445	**57.663.722**	**102.307.242**	**55.486.062**

Depreciation and amortization expenses	**1 January- 30 June 2020**	**1 April- 30 June 2020**	**1 January- 30 June 2019**	**1 April- 30 June 2019**
Cost of sales	214.923.265	111.747.578	164.500.211	86.101.379
Marketing expenses	8.367.953	5.155.020	5.590.394	2.818.205
General administrative expenses	10.454.052	5.547.090	8.824.980	4.683.176
	233.745.270	**122.449.688**	**178.915.585**	**93.602.760**

(Currency: Amounts expressed in Turkish Lira (“TL”) unless otherwise stated)

26 FINANCE INCOME

For the six-month periods ended 30 June 2020 and 2019, finance income of the Group comprised the following:

	1 January-30 June 2020	1 April-30 June 2020	1 January-30 June 2019	1 April-30 June 2019
Foreign currency gain	48.353.865	21.403.393	22.731.221	12.471.276
Interest income	8.976.844	3.746.684	25.311.107	5.751.437
Other	720.094	62.401	636.477	529.701
Total	**58.050.803**	**25.212.478**	**48.678.805**	**18.752.414**

27 FINANCE COSTS

For the six-month periods ended 30 June 2020 and 2019, finance costs of the Group comprised the following:

Recognized in profit or loss	1 January-30 June 2020	1 April-30 June 2020	1 January-30 June 2019	1 April-30 June 2019
Foreign currency loss	169.662.256	71.859.083	85.230.881	23.141.733
Interest expense on borrowings	158.551.912	82.104.610	126.346.228	64.373.306
Letter of guarantee commissions	2.528.660	1.222.103	2.364.623	933.584
Comission expenses	11.298.616	6.261.253	2.863.195	650.488
Interest expense on lease liabilities (TFRS 16)	11.001.622	7.233.980	7.398.298	4.780.649
Other	7.937.053	3.444.864	5.864.884	2.399.497
Total	**360.980.119**	**172.125.893**	**230.068.109**	**96.279.257**

Recognized in other comprehensive income	1 January-30 June 2020	1 April-30 June 2020	1 January-30 June 2019	1 April-30 June 2019
Gain/(losses) from net investment hedges (Note 22.4)	(113.640.086)	(38.885.795)	(60.586.019)	(25.611.983)
	(113.640.086)	**(38.885.795)**	**(60.586.019)**	**(25.611.983)**

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

28 EARNINGS/ (LOSS) PER SHARE

For the six-month periods ended 30 June 2020 and 2019, basic and diluted earnings per share are calculated by dividing the net profit attributable to owners of the Company by weighted average number of shares outstanding.

	1 January- 30 June 2020	1 April- 30 June 2020	1 January- 30 June 2019	1 April- 30 June 2019
Net loss for the period	(237.398.225)	(106.370.894)	(99.830.417)	(17.454.394)
Net profit/(loss) from continuing operations for the period	(237.398.225)	(106.370.894)	(99.830.417)	(17.454.394)
Weighted average number of shares	288.095.748	288.095.748	290.963.893	290.963.893
Weighted average number of ordinary shares	288.095.748	288.095.748	290.963.893	290.963.893
Number of shares held by the Group (Note 22.1)	(24.640.266)	(24.640.266)	(54.038.732)	(54.038.732)
Weighted average number of shares	263.455.482	263.455.482	236.925.161	236.925.161
Loss per share with par value of TL 1 (TL full)	(0,9011)	(0,4038)	(0,4214)	(0,0737)
Loss per share of continuing operations with par value of TL 1 (TL full)	(0,9011)	(0,4038)	(0,4214)	(0,0737)

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

29 TAX ASSETS AND LIABILITIES

Current tax income assets

As at 30 June 2020 and 31 December 2019, current tax income assets of the Group comprised the following:

	30 June 2020	31 December 2019
Prepaid taxes and funds	25.068.089	15.947.090
Other	3.008.269	839.523
Total	**28.076.358**	**16.786.613**

Tax expenses:

For the six-month periods ended 30 June 2020 and 2019, tax income/(expense) comprised the following:

	1 January-30 June 2020	1 January-30 June 2019
Current tax income / (expense)	1.858.979	(23.787.796)
Deferred tax benefit	64.071.926	21.759.009
Total	**65.930.905**	**(2.028.787)**

The tax reconciliation for the six-month periods ended 30 June 2020 and 2019 comprised the following:

	%	30 June 2020	%	30 June 2019
Loss before income tax		(409.659.115)		(135.179.890)
Corporate tax using domestic rate	22,00	90.125.005	22,00	29.739.576
Disallowable expenses	(0,38)	(1.544.218)	(1,33)	(1.798.784)
Effect of unrecognized tax losses	(7,96)	(32.629.188)	(20,88)	(28.225.972)
Effect of tax exemption on maritime operations	0,05	184.959	1,47	1.983.357
Effect of change in tax rates	(0,60)	(2.453.331)	(0,70)	(941.924)
Other	2,99	12.247.678	(2,06)	(2.785.040)
		65.930.905		**(2.028.787)**

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

34 TAX ASSETS AND LIABILITIES *(continued)*

As at 30 June 2020 and 31 December 2019, current tax income assets of the Group comprised the following:

	30 June 2020	31 December 2019
Deferred tax assets	141.648.435	131.264.565
Deferred tax liabilities	(571.036.362)	(549.636.268)
Total	**(429.387.927)**	**(418.371.703)**

The tax reconciliation for the six-month periods ended 30 June 2020 and 2019 comprised the following:

	30 June 2020	30 June 2019
Balance at the beginning of the year	(418.371.703)	(387.175.929)
Deferred tax income	64.071.926	21.759.009
Foreign currency translation differences	(75.273.221)	(42.791.284)
Recognized in equity	185.071	68.872
	(429.387.927)	**(408.139.332)**

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

30 NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS

Foreign currency risk

As at 30 June 2020 and 31 December 2019, foreign currency risk exposures of the Group comprised the following:

	30 June 2020				
	TL Equivalent	**USD**	**EURO**	**GBP**	**TL**
1.Trade Receivables	23.278.207	982.165	166.401	-	15.275.385
2.a Monetary Financial Assets	295.206.345	3.373.831	23.383.884	-	91.874.264
2.b Non-monetary Financial assets	-	-	-	-	-
3. Other	-	-	-	-	-
4. Current assets (1+2+3)	**318.484.552**	**4.355.996**	**23.550.285**	**-**	**107.149.649**
5.Trade receivables	-	-	-	-	-
6.a. Monetary Financial Assets	15.371.525	1.770.000	299.142	-	954.985
6.b. Non-monetary Financial Assets	-	-	-	-	-
7. Other	-	-	-	-	-
8. Non-current assets (5+6+7)	**15.371.525**	**1.770.000**	**299.142**	**-**	**954.985**
9. Total Assets (4+8)	**333.856.077**	**6.125.996**	**23.849.427**	**-**	**108.104.634**
10. Trade Payables	52.215.755	792.291	1.494.038	44.761	34.901.143
11. Financial Liabilities	493.338.538	31.145.940	35.372.983	-	7.569.760
12.a. Other Monetary Liabilities	43.424.321	1.321.977	17.653	28.751	34.000.698
12.b. Other Non-monetary Liabilities	-	-	-	-	-
13. Current liabilities (10+11+12)	**588.978.614**	**33.260.208**	**36.884.674**	**73.512**	**76.471.601**
14. Trade Payables	-	-	-	-	-
15. Financial Liabilities	1.830.489.362	256.859.368	6.798.850	-	20.599.298
16.a. Other Monetary Liabilities	8.271.859	-	-	-	8.271.859
16.b. Other Non-monetary Liabilities	-	-	-	-	-
17. Non-current Liabilities (14+15+16)	**1.838.761.221**	**256.859.368**	**6.798.850**	**-**	**28.871.157**
18. Total Liabilities (13+17)	**2.427.739.835**	**290.119.576**	**43.683.524**	**73.512**	**105.342.758**
19.Off-balance Sheet Foreign Currency Derivative Instruments Net Position (19a-19b)	**-**	**-**	**-**	**-**	**-**
19a. Foreign currency derivative assets	-	-	-	-	-
19b. Foreign currency derivative liabilities	-	-	-	-	-
20. Net Foreign Currency Asset/Liability Position (9-18+19)	**(2.093.883.758)**	**(283.993.580)**	**(19.834.097)**	**(73.512)**	**2.761.876**
21. Net Foreign Currency Position of monetary items (TFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	**(2.093.883.758)**	**(283.993.580)**	**(19.834.097)**	**(73.512)**	**2.761.876**
22. Fair Value of Derivative Instruments Held for Hedging	**1.379.022.275**	**201.546.619**	**-**	**-**	**-**
23. Derivative Assets Held for Hedging	**1.379.022.275**	**201.546.619**	**-**	**-**	**-**
24. Derivative Liabilities Held for Hedging	**-**	**-**	**-**	**-**	**-**
Export	**-**	**-**	**-**	**-**	**-**
Import	**-**	**-**	**-**	**-**	**-**

TL foreign currency risk of subsidiaries and joint ventures whose functional currency is other than TL, is shown in TL line in the foreign currency risk table.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

30 NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS *(continued)*

Foreign currency risk *(continued)*

	31 December 2019				
	TL Equivalent	**USD**	**EURO**	**GBP**	**TL**
1.Trade Receivables	52.395.539	3.337.896	291.067	-	30.631.999
2.a Monetary Financial Assets	261.845.409	2.763.971	17.245.364	3.306.203	105.024.163
2.b Non-monetary Financial assets	-	-	-	-	-
3. Other	-	-	-	-	-
4. Current assets (1+2+3)	**314.240.948**	**6.101.867**	**17.536.431**	**3.306.203**	**135.656.162**
5.Trade receivables	-	-	-	-	-
6.a. Monetary Financial Assets	15.439.931	1.771.015	299.142	-	2.930.274
6.b. Non-monetary Financial Assets	-	-	-	-	-
7. Other	-	-	-	-	-
8. Non-current assets (5+6+7)	**15.439.931**	**1.771.015**	**299.142**	**-**	**2.930.274**
9. Total Assets (4+8)	**329.680.879**	**7.872.882**	**17.835.573**	**3.306.203**	**138.586.436**
10. Trade Payables	51.891.257	495.648	2.569.019	580	31.856.981
11. Financial Liabilities	323.592.617	29.426.366	21.682.986	-	4.589.251
12.a. Other Monetary Liabilities	25.347.902	768.763	41.112	27.527	20.293.813
12.b. Other Non-monetary Liabilities	-	-	-	-	-
13. Current liabilities (10+11+12)	**400.831.776**	**30.690.777**	**24.293.117**	**28.107**	**56.740.045**
14. Trade Payables	-	-	-	-	-
15. Financial Liabilities	1.707.017.640	260.208.604	21.071.711	-	21.186.969
16.a. Other Monetary Liabilities	6.339.178	-	-	-	6.339.178
16.b. Other Non-monetary Liabilities	-	-	-	-	-
17. Non-current Liabilities (14+15+16)	**1.713.356.818**	**260.208.604**	**21.071.711**	**-**	**27.526.147**
18. Total Liabilities (13+17)	**2.114.188.594**	**290.899.381**	**45.364.828**	**28.107**	**84.266.192**
19.Off-balance Sheet Foreign Currency Derivative Instruments Net Position (19a-19b)	**-**	**-**	**-**	**-**	**-**
19a. Foreign Currency Derivative Assets	-	-	-	-	-
19b. Foreign Currency Derivative Liabilities	-	-	-	-	-
20. Net Foreign Currency Asset/Liability Position (9-18+19)	**(1.784.507.715)**	**(283.026.499)**	**(27.529.255)**	**3.278.096**	**54.320.244**
21. Net Foreign Currency Position of monetary items (TFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	**(1.784.507.715)**	**(283.026.499)**	**(27.529.255)**	**3.278.096**	**54.320.244**
22. Fair Value of Derivative Instruments Held for Hedging	**1.226.086.625**	**206.404.940**	**-**	**-**	**-**
23. Derivative Assets Held for Hedging	**1.226.086.625**	**206.404.940**	**-**	**-**	**-**
24. Derivative Liabilities Held for Hedging	**-**	**-**	**-**	**-**	**-**
Export	**-**	**-**	**-**	**-**	**-**
Import	**-**	**-**	**-**	**-**	**-**

TL foreign currency risk of subsidiaries and joint ventures whose functional currency is other than TL, is shown in TL line in the foreign currency risk table.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

30 NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS *(continued)*

Sensitivity Analysis – Foreign currency risk

A 10 percent strengthening or depreciation of the Turkish Lira against the following currencies as at 30 June 2020 and 2019 would have changed equity or profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant.

30 June 2020	PROFIT/LOSS		EQUITY (*)	
	Strengthening of foreign currency	Depreciation of foreign currency	Strengthening of foreign currency	Depreciation of foreign curreny
	A 10 percent change in USD against Turkish Lira:			
1-Net USD asset/liability	(194.314.087)	194.314.087	-	-
2- Hedged portion against USD risk (-)	137.902.228	(137.902.228)	-	-
3- Net effect of USD (1+2)	**(56.411.859)**	**56.411.859**	-	-
	A 10 percent change in Euro against Turkish Lira:			
4- Net Euro asset/liability	(15.288.519)	15.288.519	-	-
5- Hedged portion against Euro risk (-)	-	-	-	-
6- Net effect of Euro (4+5)	**(15.288.519)**	**15.288.519**	-	-
	A 10 percent change in other currencies against Turkish Lira:			
7- Net other currencies asset/liability	(61.957)	61.957	-	-
8- Hedged portion against other currencies risk (-)	-	-	-	-
9- Net effect of other currencies (7+8)	**(61.957)**	**61.957**	-	-
TOTAL (3+6+9)	**(71.762.335)**	**71.762.335**	-	-

(*) Profit and loss excluded.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

30 NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS *(continued)*

Sensitivity Analysis – Foreign currency risk *(continued)*

30 June 2019	PROFIT/LOSS		EQUITY (*)	
	Strengthening of foreign currency	Depreciation of foreign currency	Strengthening of foreign currency	Depreciation of foreign curreny
	A 10 percent change in USD against Turkish Lira:			
1-Net USD asset/liability	(160.458.428)	160.458.428	-	-
2- Hedged portion against USD risk (-)	118.788.107	(118.788.107)	-	-
3- Net effect of USD (1+2)	**(41.670.321)**	**41.670.321**	-	-
	A 10 percent change in Euro against Turkish Lira:			
4- Net Euro asset/liability	(7.483.049)	7.483.049	-	-
5- Hedged portion against Euro risk (-)	-	-	-	-
6- Net effect of Euro (4+5)	**(7.483.049)**	**7.483.049**	-	-
	A 10 percent change in other currencies against Turkish Lira:			
7- Net other currencies asset/liability	715.410	(715.410)	-	-
8- Hedged portion against other currencies risk (-)	-	-	-	-
9- Net effect of other currencies (7+8)	**715.410**	**(715.410)**	-	-
TOTAL (3+6+9)	**(48.437.960)**	**48.437.960**	-	-

(*) Profit and loss excluded.

(Currency: Amounts expressed in Turkish Lira ("TL") unless otherwise stated)

31 ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS

As at 30 June 2020 and 31 December 2019, the detail of assets held for sale is as below:

	30 June 2020	31 December 2019
Real Estates	862.751	862.751
	862.751	**862.751**

Real Estates

The Group's real estate's held for sale amounting to TL 862.751 (31 December 2019: TL 862.751) can be summarized as land in the Bozüyük district of the Bilecik province, with a total area of 29.500 m2 and land in the Bodrum district of the Muğla province, with a total area of 3.000 m2 which is owned by the Group.

32 OTHER MATTERS THAT SIGNIFICANTLY AFFECT THE CONSOLIDATED FINANCIAL STATEMENTS OR MAKE THE CONSOLIDATED FINANCIAL STATEMENTS CLEAR, INTERPRETABLE AND UNDERSTANDABLE

Covid-19 outbreak was declared as a pandemic by the World Health Organization (WHO) on March 11, 2020 and precautions taken against the pandemic continue to cause unfavourable results in operations and negatively affect economic conditions in all countries which are exposed to the epidemic. As a result of pandemic, asset prices, liquidity,foreign exchange rates, interest rates and many other subjects have been affected, and the ultimate severity of the outbreak is uncertain at this time.

Group closely keeps monitoring all developments and takes necessary measures in order to effectively manage the negative impact of the Covid-19 outbreak on its consolidated financial position, consolidated financial performance and consolidated cash flows. The several significant actions and assesment made by the Group on the basis of operating segments are as follows:

Port operations:

The uncertainities in the economy globally cause unfavourable results and risks on the port operations whic is one of the main operation segment of the Group. The main risks for cruise side are that the numbers of passengers and calls come down to zero; for commercial side is decrease in marble exports to China. The Group has taken several measures to reduce the negative impact of the outbreak such as; cancellation of dividend payments, suspension of board members' salaries, reduction of consultancy expenses, , suspention of marketing activities and travels unless necessary, and suspension of all but essential renewal port investments.

The Group has benefited from various incentives and exceptions announced by the governments of the operating countries, to eliminate the negative impact of the Covid-19 outbreak. These incentives and exceptions include supportive programs such as paying a certain part of the personnel salaries and related tax liabilities by the government and deferral of liabilities to the government or banks.

32 OTHER MATTERS THAT SIGNIFICANTLY AFFECT THE CONSOLIDATED FINANCIAL STATEMENTS OR MAKE THE CONSOLIDATED FINANCIAL STATEMENTS CLEAR, INTERPRETABLE AND UNDERSTANDABLE *(continued)*

Within the incentives announced due to Covid-19, Group has applied for short-term work allowances and taken advantage of opportunities such as suspension of payments for social security cuts. Due to these incentives, personnel expenses have been reduced, and the cash flow balance has been maintained through the deferral of tax payments regarding personnel salaries.

Additionally, the financial commitments related to the laons have been suspended until 2022 for Port of Adria and until 2021 for Valetta Cruise Port.

The Group has also started negotiations with related parties regarding the suspension of the concession obligations or taken discounts on the concession payments.

It is probable to observe corrections in the carrying value and assumptions used in impairment test of goodwill and port operation rights due to the impact of Covid-19. Although the possible impact on assumptions and valuations cannot be fully measured as at of reporting date, in case the negative effects of Covid-19 will continue in the following periods it is probable to make adjustment in the carrying values of goodwill and port operating rights (Note 17).

As of 30 June 2020, the Group reviewed the future cash flow projections of Group companies operating in the cruise and commercial port management and have a reasonable expectation that the Group will have adequate resources to continue in operation for at least 12 months from the signing date of the condensed consolidated interim financial statements.

Energy generation and natural gas operations:

The Group management has a reasonable expectation that the relevant impact will be limited as the supply services must continue without interruption in order to prevent disruptions in the operations of customers who are provided with CNG and energy supply services. For this reason, the Group expects that the overall impact on the activities of the Group companies that provide energy production and CNG supply services will be limited at both the sectoral and the relevant company level.

Real estate:

In the investment properties owned by the subsidiaries operating in the real estate segment of the Group, it is expected that the reduction in revenue from Covid-19 will be at a limited level. However, partially or wholly closure of shopping malls for a while in the second quarter of 2020, negatively affected the cash flows of companies operating in the real estate sector. In this respect, the duration of the precautions which will be taken in the future will vary depending on the course of the pandemic. Therefore, it is probable that there may be changes in the assumptions used in determining the fair value of investment properties and also changes in the fair value of those investment properties due to the effects of Covid-19. Although the possible effects on assumptions and valuations cannot be fully measured as at the reporting date, it is probable to observe adjustment in the fair value of the related investment properties.

32 OTHER MATTERS THAT SIGNIFICANTLY AFFECT THE CONSOLIDATED FINANCIAL STATEMENTS OR MAKE THE CONSOLIDATED FINANCIAL STATEMENTS CLEAR, INTERPRETABLE AND UNDERSTANDABLE *(continued)*

Mining:

The operations of the Group's subsidiary operating in the mining segment has contracted due to the demand shrinkage in foreign markets as a result of pandemic effect. The activities of the related subsidiary have entered into a rapid recovery after normalization period, and the Group management did not need any revisions in the sales targets of the relevant company for the year 2020. The Group continues its diversification efforts in this operating segment by utilizing opportunities in new export markets in the near future. The Group also completed the permission process in the Aydın region and started production under a new mining license. With the new license it is expected to increase the Group's total feldspat reserves, as well as support the product quality of ongoing operations. The Group continues its works on completion of the permission process for an additional 3 mining licenses, which aims to start production before the end of 2020.

Brokerage and asset management:

There was no adverse effect on the gross profits and profits for the period from continuing operations for the six month period ended 30 June 2020, of the Group companies operating in this segment due to the pandemi effect. For this reason, the Group management does not have negative expectations for this business segment due to the Covid-19.

Since the duration and spread of Covid-19 impact in the World and in Turkey has not been clearly estimated, as the severity and duration of the impact become more clear, a more distinct and healthy assessment can be made by the Group management for medium and long term.

33 EVENTS AFTER THE REPORTING PERIOD

On 12 August 2020, with respect to the Initial Public Offering of the shares of subsidiary of the Group, Naturelgaz Sanayi ve Ticaret A.Ş., the Board of Directors of the Company resolved to approve and participate in the Offering. The Offering will consists of 25.000.000 new shares being offered by Naturelgaz (increasing the total number of shares issued from 100.000.000 up to 125.000.000), and sale of 8.854.775,32 existing shares with a nominal value of TL 8.854.775,32 being offered by the Company. In addition pursuant to CMB's Communiqué on Shares (VII-128.1), the Company shall also make 3.409.091 existing shares with a nominal value of TL 3.409.091,00 available pursuant to an over-allotment option.