

INVEO YATIRIM HOLDİNG ANONİM ŐİRKETİ

**CONVENIENCE TRANSLATION INTO ENGLISH OF
CONDENSED FINANCIAL STATEMENTS FOR THE
INTERIM PERIOD 1 JANUARY - 30 JUNE 2023
AND INDEPENDENT AUDITOR'S REPORT
(ORIGINALLY ISSUED IN TURKISH)**

CONVENIENCE TRANSLATION INTO ENGLISH OF INDEPENDENT
AUDITOR'S REVIEW REPORT ORIGINALLY ISSUED IN TURKISH

REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL INFORMATION

To the Board of Directors of Inveo Yatırım Holding A.Ş.

Introduction

We have reviewed the accompanying condensed statement of financial position of Inveo Yatırım Holding A.Ş. (the "Company") and its as at 30 June 2023 and the condensed statement of profit or loss, the condensed statement of other comprehensive income, the condensed statement of changes in equity, condensed statement of cash flows and other explanatory notes for the six- month period then ended. The management of the company is responsible for the preparation and fair presentation of this interim condensed financial information in accordance with Turkish Accounting Standard 34 ("TAS 34") "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

Scope of review

We conducted our review in accordance with the Standard on Review Engagements ("SRE") 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim condensed 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 Standards on Auditing and the objective of which is to express an opinion on the financial statements. Consequently, a review on the interim condensed financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to conclude that the accompanying interim condensed financial information of Inveo Yatırım Holding A.Ş. is not prepared, in all material respects, in accordance with TAS 34.

İstanbul, 28 July 2023

PKF Aday Bağımsız Denetim A.Ş.
(A Member Firm of PKF International)



Yunus Can ÇARPATAN
Partner

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INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

CONDENSED STATEMENT OF FINANCIAL POSITION AS OF 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

ASSETS	Notes	Current period Reviewed 30 June 2023	Prior period Audited 31 December 2022
CURRENT ASSETS			
Cash and cash equivalents	3-17	34,873,410	1,096,928
Financial investments	5-17	111,273,522	76,146,400
Other receivables		19,071,458	333,653,574
- <i>Other receivables from related parties</i>	8-17	16,067,898	330,644,082
- <i>Other receivables from non-related parties</i>	8	3,003,560	3,009,492
Prepaid expenses		76,634	79,792
- <i>Prepaid expenses to non-related parties</i>		76,634	79,792
Other current assets		1,358,643	240,639
Total current assets		166,653,667	411,217,333
NON CURRENT ASSETS			
Financial investments	5	4,951,984,582	3,888,501,827
Other receivables		4,248,446	9,799,746
- <i>Other receivables from related parties</i>	8-17	4,248,446	9,799,746
Right of use assets	9	202,440	315,094
Tangible assets	7	207,413	250,911
Total non-current assets		4,956,642,881	3,898,867,578
TOTAL ASSETS		5,123,296,548	4,310,084,911

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

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

CONDENSED STATEMENT OF FINANCIAL POSITION AS OF 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

LIABILITIES AND EQUITY	Notes	Current period Reviewed 30 June 2023	Prior period Audited 31 December 2022
CURRENT LIABILITIES			
Short term borrowings		767,761,293	660,724,827
Short term borrowings to related parties		394,187	228,045
<i>-Liabilities from short term leases</i>	6-17	394,187	228,045
Short term borrowings to non-related parties		767,367,106	660,496,782
<i>-Liabilities from short term leases</i>	6	-	68,597
<i>-Other short term borrowings</i>	6	767,367,106	660,428,185
Trade payables		237,168	414,888
<i>- Trade payables to non-related parties</i>	4	237,168	414,888
Liabilities regarding employee benefits	16	1,055,987	781,624
Income tax liabilities	10	-	3,527,059
Provisions		244,396	81,906
<i>- Provisions related to employee benefits</i>	16	244,396	81,906
Other payables		176,583,503	54,329,471
<i>- Other payables to related parties</i>	8-17	75,728,901	21,086,996
<i>- Other payables to non-related parties</i>	8	100,854,602	33,242,475
Total current liabilities		945,882,347	719,859,775
NON CURRENT LIABILITIES			
Long term borrowings	6-17	73,948	200,230
Long term borrowings to related parties		73,948	200,230
<i>- Liabilities from long term leases</i>		73,948	200,230
Other payables		160,819,622	243,882,572
<i>- Other payables to related parties</i>	8-17	111,682,639	134,556,745
<i>- Other payables to non-related parties</i>	8	49,136,983	109,325,827
Long term provisions		461,989	301,064
<i>- Provisions related to employee benefits</i>	16	461,989	301,064
Deferred tax liability	10	149,731,745	136,369,811
Total non-current liabilities		311,087,304	380,753,677
EQUITY			
Equity held by parent		3,866,326,897	3,209,471,459
Paid-in capital	11	240,000,000	240,000,000
Reacquired shares	11	(64,955,619)	(35,957)
Share premiums	11	45,884,072	45,884,072
Accumulated other comprehensive income and expenses that will not be reclassified under profit or loss		21,630	7,081
<i>- Defined benefit plans remeasurement losses</i>	11	21,630	7,081
Legal reserves	11	113,003,294	35,510,072
Retained earnings	11	2,810,612,969	916,645,649
Net profit for the period		721,760,551	1,971,460,542
TOTAL LIABILITIES AND EQUITY		5,123,296,548	4,310,084,911

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

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE INTERIM PERIOD 1 JANUARY - 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

		Current Period Reviewed 1 January - 30 June 2023	Prior Period Reviewed 1 January - 30 June 2022	Current Period Unreviewed 1 July - 30 June 2023	Prior Period Unreviewed 1 July - 30 June 2022
PROFIT AND LOSS	Notes				
Revenue	12	92,749,906	77,845,827	89,630,416	3,610,588
Cost of sales (-)	12	(2,088,154)	(2,664,922)	(200,000)	(2,664,922)
GROSS PROFIT		90,661,752	75,180,905	89,430,416	945,666
General administrative expenses (-)	14	(15,809,267)	(7,835,198)	(9,513,487)	(4,636,286)
Marketing expenses (-)	14	(484,194)	(573,111)	(158,691)	(283,239)
Other operating income	13	739,787,413	443,712,457	728,853,810	69,765,739
Other operating expenses (-)	13	(3,872,575)	(8,697,760)	390,802,320	(3,110,510)
OPERATING PROFIT		810,283,129	501,787,293	1,199,414,368	62,681,370
Financial income	15	9,493,806	56,391,731	9,098,853	(7,140,746)
Financial expenses (-)	15	(84,658,087)	(14,856,184)	(71,962,669)	(9,817,370)
PROFIT BEFORE TAX		735,118,848	543,322,840	1,136,550,552	45,723,254
Tax income / (expense)					
Corporate tax expense (-)	10	-	-	-	7,008,162
Deferred tax expense	10	(13,358,297)	(21,721,855)	(26,967,764)	8,881,421
NET PROFIT FOR THE PERIOD		721,760,551	521,600,985	1,109,582,788	61,612,837
(Loss) / Earnings per share	18	3.0073	2.1733	4.6233	0.2567
OTHER COMPREHENSIVE INCOME / (EXPENSE)					
Items that will not be reclassified in profit or (loss)					
Defined benefits plans remeasurement gain / (losses)		18,186	(227)	-	-
Tax expense related to other comprehensive income not to be reclassified under profit or loss		(3,637)	45	-	-
OTHER COMPREHENSIVE INCOME / (EXPENSE)		14,549	(182)	-	-
TOTAL COMPREHENSIVE INCOME		721,775,100	521,600,803	1,109,582,788	61,612,837
Comprehensive income per share	18	3.0074	2.1733	4.6233	0.2567

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

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

CONDENSED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE INTERIM PERIOD 1 JANUARY - 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

Prior period	Notes	Paid-in capital	Reacquired shares	Share premiums	Accumulated other comprehensive income and expenses that will not be reclassified	Restricted reserves appropriated from profits	Retained earnings		Total equity
					in profit or loss		Accumulated earnings/(loses)	Period profit/(loss)	
					Defined benefit plans rereasurement gains				
Balance at 1 January 2022	11	96,000,000	(16,000)	67,128,102	12,236	35,474,115	639,652,689	327,130,472	1,165,381,614
Net profit for the period		-	-	-	-	-	-	521,600,985	521,600,985
Other comprehensive income		-	-	-	(182)	-	-	-	(182)
Total comprehensive income		-	-	-	(182)	-	-	521,600,985	521,600,803
Transfers		-	-	-	-	-	327,130,472	(327,130,472)	-
Increase / (decrease) due to share reacquisition transactions		-	(39,815,439)	-	-	-	-	-	(39,815,439)
Capital increase		144,000,000	-	(21,244,030)	-	-	(122,755,970)	-	-
Balance at 30 June 2022	11	<u>240,000,000</u>	<u>(39,831,439)</u>	<u>45,884,072</u>	<u>12,054</u>	<u>35,474,115</u>	<u>844,027,191</u>	<u>521,600,985</u>	<u>1,647,166,978</u>
Current period									
Balance at 1 January 2023	11	240,000,000	(35,957)	45,884,072	7,081	35,510,072	916,645,649	1,971,460,542	3,209,471,459
Net profit for the period		-	-	-	-	-	-	721,760,551	721,760,551
Other comprehensive income		-	-	-	14,549	-	-	-	14,549
Total comprehensive income		-	-	-	14,549	-	-	721,760,551	721,775,100
Transfers		-	-	-	-	12,573,560	1,958,886,982	(1,971,460,542)	-
Increase / (decrease) due to share reacquisition transactions		-	(64,919,662)	-	-	64,919,662	(64,919,662)	-	(64,919,662)
Balance at 30 June 2023	11	<u>240,000,000</u>	<u>(64,955,619)</u>	<u>45,884,072</u>	<u>21,630</u>	<u>113,003,294</u>	<u>2,810,612,969</u>	<u>721,760,551</u>	<u>3,866,326,897</u>

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

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

CONDENSED STATEMENTS OF CASH FLOWS FOR THE INTERIM PERIOD 1 JANUARY – 30 JUNE 2023

(All amounts in Turkish Lira (“TL”) unless indicated otherwise.)

	Notes	Current Period Reviewed 1 January - 30 June 2023	Prior Period Reviewed 1 January - 30 June 2022
CASH FLOWS FROM OPERATING ACTIVITIES		116.678.606	471.502.745
Net profit for the period			
<i>Net profit for the period from continuing operations</i>		<i>721.760.551</i>	<i>521.600.985</i>
Adjustments to reconcile net profit		(610.454.308)	(387.500.395)
Adjustment for depreciation and amortization expenses	7-9	176.459	305.669
Adjustment for provisions		337.238	324.775
<i>Adjustments for provisions/(reversals) regarding employee benefits</i>	16	337.238	324.775
Adjustments for interest (income)/expenses		80.866.792	12.013.419
<i>Adjustments for interest income</i>	15	<i>(3.753.743)</i>	<i>(2.781.426)</i>
<i>Adjustments for interest expenses</i>	15	<i>84.620.535</i>	<i>14.794.845</i>
Adjustment for gain/(loses) on fair value	13	(705.193.094)	(421.804.345)
<i>Adjustments related to fair value losses / (gains) on issued financial instruments</i>		<i>25.832.921</i>	<i>12.193.389</i>
<i>Adjustments for fair value increase/(decrease) of financial assets</i>		<i>(731.026.015)</i>	<i>(433.997.734)</i>
Adjustment for tax expense	10	13.358.297	21.721.855
Adjustments related to losses / (gain) arising from disposal of associate, joint venture and financial investments or changes in their shares	14	-	(61.768)
Changes in working capital		5.145.679	335.192.883
Decrease (increase) in financial investments		(33.208.892)	(9.399.405)
Adjustments related to increase/(decrease) in other receivables		5.932	(3.033.789)
<i>Decrease (increase) in other receivables from non-related parties</i>		<i>5.932</i>	<i>(3.033.789)</i>
Decrease (increase) in prepaid expenses		3.158	4.987.514
Adjustments related to increase/(decrease) in trade payables		(177.720)	165.819
<i>(Increase)/decrease in trade payables to related parties</i>		<i>-</i>	<i>(3.521)</i>
<i>(Increase)/decrease in trade payables to non-related parties</i>		<i>(177.720)</i>	<i>169.340</i>
Increase (decrease) in payables regarding employee benefits		274.363	54.606
Adjustments related to increase/(decrease) in other payables		39.191.082	341.717.277
<i>Decrease (increase) in other payables to related parties</i>		<i>31.767.799</i>	<i>169.889.051</i>
<i>Decrease (increase) in other payables to non related parties</i>		<i>7.423.283</i>	<i>171.828.226</i>
Adjustments related to other decrease in working capital		(942.244)	700.861
Net cash generated from operations		226.684	2.209.272
Interest received		3.753.743	2.781.426
Tax returns/(payments)	10	(3.527.059)	(572.154)

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

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

CONDENSED STATEMENTS OF CASH FLOWS FOR THE INTERIM PERIOD 1 JANUARY – 30 JUNE 2023

(All amounts in Turkish Lira (“TL”) unless indicated otherwise.)

	Notes	Current Period Reviewed 1 January- 30 June 2023	Prior Period Reviewed 1 January- 30 June 2022
CASH FLOWS FROM INVESTING ACTIVITIES		(14,247,486)	(566,756,004)
Cash inflows from disposal that do not result in loss of control of subsidiaries		2,088,154	2,726,690
Cash outflows related to acquisitions that will aimed at gaining control of subsidiaries		(12,200,000)	(65,250,000)
Cash outflows related to additional share acquires of subsidiaries		-	(460,465,344)
Cash outflows due to subsidiaries and/or joint ventures share acquisition or capital increase		(324,263,124)	-
Cash advances and payables given		320,127,484	(43,767,350)
<i>Cash advances and payables given to related parties</i>		<i>320,127,484</i>	<i>(43,767,350)</i>
CASH FLOWS FROM FINANCING ACTIVITIES		(68,654,638)	95,253,409
Cash outflows related from the acquisition of the Entity's own shares and other equity-based instruments		(64,919,662)	(39,815,439)
<i>Cash outflows arising from the acquisition of the Entity's own shares</i>		<i>(64,919,662)</i>	<i>(39,815,439)</i>
Cash inflows from borrowings		230,000,000	150,065,400
<i>Cash inflows from debt securities issued</i>		<i>230,000,000</i>	<i>150,065,400</i>
Cash outflows related to repayments of debt		(148,894,000)	-
<i>Cash outflows from repayment of debt securities issued</i>		<i>(148,894,000)</i>	-
Cash outflows from lease contracts		(224,804)	(203,115)
Interest paid		(84,616,172)	(14,793,437)
NET INCREASE IN CASH AND CASH EQUIVALENTS		33,776,482	150
CASH AND CASH EQUIVALENTS			
AT THE BEGINNING OF THE PERIOD	3	1,096,928	22,294
CASH AND CASH EQUIVALENTS			
AT THE END OF THE PERIOD	3	34,873,410	22,444

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

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 1 COMPANY'S ORGANIZATION AND NATURE OF ACTIVITIES

Inveo Yatirim Holding A.Ş. ("the Company") was established on 12 March 1998 under the title of "Gedik Yatirim Ortakligi". In accordance with the Extraordinary General Assembly dated 27 August 2014, it has been resolved to convert the Company from an investment trust status into an investment holding and amend its title as "Gedik Yatirim Holding A.Ş." The decision taken in the Extraordinary General Assembly was registered on 11 September 2014 and published in the Trade Registry Gazette dated 17 September 2014 and numbered 8655. This title change was announced in Public Disclosure Platform. In the General Assembly dated 10 September 2020, it was decided to change the title of the Company to "Inveo Yatirim Holding A.Ş.". Aforementioned change was registered on 15 September 2020 and published on the Public Disclosure Platform on 17 September 2020.

The purpose of the Company's incorporation is to provide financial services, in respect of non-tax financial issues, in particular with regard to the regulated domestic and foreign financial markets, provided any investment services and activities specified in the Capital Markets legislation are excluded; to invest and conduct research on issues such as technical planning, programming, budgeting, projecting, financial and organization, company values, investing the companies that ability to profit from its assets, and the share certificates in which the capital companies that have the potential, investing in other securities, cash, precious metals and commodities, to participate in the capital and management of the companies that established or will be established and evaluate their investment, finance, organization and management issues in a collective structure and increase the reliability of the investment against economic fluctuations investing and operating in all kinds of movable and immovable properties Turkey or out of Turkey with the aim of ensuring that these companies develop in a healthy manner and in accordance with the requirements of the national economy and ensure their continuity and the commercial, industrial and financial investment initiatives for these purposes. In addition, the Company may issue all kind of borrowing instruments with the permission of Capital Markets Board within the framework of the Capital Markets Law and related legislations. Board of Directors of the Company has the unlimited time of authority to issue bonds, financing bills and other debt securities for an indefinite period in accordance with Article 31 of the Capital Markets Law. In this case, the provision of Article 506 of the Turkish Commercial Code shall not apply.

The Company's address is at Altaycesme Mahallesi Camli Sokak Ofis Park İş Merkezi Blok No:21 İç Kapı No: 45 Maltepe/İstanbul.

As of 30 June 2023, the issued and paid-in capital of the Company is TL 240,000,000 (31 December 2022: TL 240,000,000). Erhan Topaç is the controlling shareholder.

With the decision of the Board of Directors of the Company dated 13 January 2022, the registered capital ceiling of the Company was increased from TL 250,000,000 to TL 500,000,000. As of 13 January 2022, an application has been made to the Capital Markets Board for the capital ceiling increase. The application was approved by the Capital Markets Board as of 2 February 2022 and registered in the trade registry as of 1 April 2022.

The Company's shares were offered to public on 13-15 April 1999. As of 30 June 2023, 99.90% (31 December 2022: 99.90%) of the shares representing the Company's capital are open to the public, 18.90% (31 December 2022: 18.42%) of these shares are actually in circulation on the Borsa Istanbul (BIST). The Company's shares are traded under the ticker GYHOL in the Close Monitoring Market since 16 September 2014. In accordance with the Board of Directors Decision dated 8 December 2016 and numbered 388, it was resolved to apply to BIST for the transfer from the Close Monitoring Market to the Main Trading Market. This application was received positively at the meeting of the Stock Exchange Executive Board on 6 March 2017, and the Company's shares were allowed to be traded in the B Group on 8 March 2017. As of 1 October 2020, the Company continued to trade in the BIST Main Trading Market with the ticker "INVEO".

As of 30 June 2023 the number of personnel enrolled in the Company is 19 (31 December 2022: 23).

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS

2.1 Basis of Presentation

Basis of accounting standards applied

The accompanying financial statements were prepared in accordance with the Capital Markets Board ("CMB") Communique Series No. II/ 14.1 in respect of " Financial Reporting in Capital Markets" dated 13 June 2013 and numbered 28676 published in the Official Gazette, in line with the Turkish Financial Reporting Standards published and enacted pursuant to the provisions of Public Oversight Accounting and Auditing Standards Board ("POA").

Principles of preparation of financial statements

The Company bases its accounting records on the principles and conditions issued by the CMB, the Turkish Commercial Code ("TCC") tax legislation and the Uniform Chart of Accounts issued by the Republic of Turkey Ministry of Finance in the preparation of its statutory financial statements. Financial statements have been prepared in Turkish Lira on the basis of historical cost.

The financial statements have been prepared on the historical cost basis, except for financial investments measured at fair values, and have been prepared by reflecting the necessary adjustments and classifications in order to present the legal records in accordance with TFRS.

In accordance with the TAS 34, the entities are allowed to prepare a fullset or condensed set of interim financial statements. In this respect, the Company has preferred to prepare condensed financial statements in the interim periods. The interim condensed financial statements of the Company do not contain all the explanations and notes that are required to be included in the year-end financial statements, therefore they should be read together with the financial statements of the Company dated 31 December 2022 and 31 December 2021.

Consolidation Exemptions

According to TFRS 10 Consolidated Financial Statements, investment entity:

- (a) Obtains funds from one or more investors for the purpose of providing investment management services,
- (b) Its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and
- (c) Measures and evaluates the performance of its investments on a fair value basis

While the entity evaluates whether it meets the mentioned definition, it also considers whether it has the significant features of the investment entities mentioned below:

- (a) Has more than one investment,
- (b) Has more than one investor,
- (c) Has investors who are not related parties, and
- (d) Has partnership shares in the form of equity and suchlike shares

Since the Company meets the above requirements, it does not consolidate its subsidiaries. Instead, it measures investments in its subsidiaries and associates according to TFRS 10 by recognizing the changes in the fair value to the profit or loss.

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Cont'd)

2.1 Basis of Presentation (cont'd)

Comparative information and restatement of prior period financial statements

The Company complies with the principles and conditions issued by the CMB, in effect commercial and legislation and the communiqués of the CMB in keeping the accounting records and preparing the statutory financial statements.

The financial statements of the Company are prepared in comparison to prior period in order to identify financial position and performance trends. As of 30 June 2023, the Company has prepared the statement of financial position (balance sheet) in comparison with the accounting period of 31 December 2022, profit or loss and other comprehensive income statement, cash flow statement and equity for the accounting period 1 January-30 June 2023 have been prepared in comparison with the accounting period of 1 January-30 June 2022. If necessary, comparative information is rearranged in order to comply with the presentation of the current period financial statements.

Netting/Offsetting

Financial assets and liabilities are offset and reported in the net amount when there is a legally enforceable right or when there is an intention to settle the assets and liabilities on a net basis or realize the assets and settle the liabilities simultaneously.

Going concern

The accompanying financial statements have been prepared by the on a going concern basis.

Functional and presentation currency

The individual financial statements of the Company are presented in the currency of the primary economic environment in which the Company operates (its functional currency). For the purpose of the financial statements, the results and financial position of the Company are expressed in TL, which is the functional and presentation currency of the Company.

Approval of financial statements

The financial statements have been approved by the board of directors and authorized for publication on 28 July 2023.

Changes in accounting policies and disclosures

While the Company's financial statements use the 2016 TAS Taxonomy, which was developed by the POA based on the subparagraph (b) of Article 9 of the Decree-Law No. 660 and approved by the Board decision no. 30 dated 2 June 2016, the 2016 TAS Taxonomy, TFRS 15 Revenue from Contracts with Customers and TFRS 16 Leases Standards were updated on 15 April 2019, and re-published as 2019 TFRS Taxonomy in order to ensure term unity in the legislation. The 2019 TFRS Taxonomy was updated on 4 October 2022 and re-published as 2022 TFRS Taxonomy, and the Company prepared its financial statements in accordance with the 2022 TFRS Taxonomy.

In the announcement dated 20 January 2022 made by the Public Oversight Authority, it was stated that the Entities applying to TFRS do not necessary to make any adjustments within the scope of TAS 29 Financial Reporting in Hyperinflationary Economies in their financial statements as at 31 December 2021. Since the Public Oversight Authority has not made a new announcement regarding the application of inflation accounting, no inflation adjustment has been made in accordance with TAS 29 while preparing the summary financial statements dated 30 June 2023.

The Company has applied the new and revised standards and interpretations that are in compliance with TAS and TFRS and effective as of 30 June 2023, which are related to its field of activity.

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira (“TL”) unless indicated otherwise.)

NOTE 2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Cont’d)

2.1 Basis of Presentation (cont’d)

Changes in accounting policies and disclosures (cont’d)

a) Amendments that are mandatorily effective from 2023

<i>Amendments TAS 1</i>	<i>Disclosure of Accounting Policies</i>
<i>Amendments TAS 8</i>	<i>Definition of Accounting Estimates</i>
<i>Amendments TAS 12</i>	<i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>
<i>Amendments TFRS 17</i>	<i>Initial Application of TFRS 17 and TFRS 9 with Insurance Contracts — Comparative Information</i>

Amendments to TAS 1 Disclosure of Accounting Policies

This amendment requires entities to make materiality as a basis in explaining their accounting policies. Amendments to TAS 1 are effective for annual reporting periods beginning on or after 1 January 2023 and early application is permitted.

Amendments to TAS 8 Definition of Accounting Estimates

With this amendment, the definition of “a change in accounting estimates” has been replaced with the definition of “an accounting estimate”, sample and explanatory paragraphs regarding estimates have been added, and the differences between application of an estimate prospectively and correction of errors retrospectively have been clarified. Amendments to TAS 8 are effective for annual reporting periods beginning on or after 1 January 2023 and early application is permitted.

Amendments to TAS 12 Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The amendments clarify that the initial recognition exemption does not apply to transactions in which equal amounts of deductible and taxable temporary differences arise on initial recognition. Amendments to TAS 12 are effective for annual reporting periods beginning on or after 1 January 2023 and early application is permitted.

Amendments to TFRS 17 Initial Application of TFRS 17 and TFRS 9 with Insurance Contracts — Comparative Information

Amendments have been made in TFRS 17 in order to reduce the implementation costs, to explain the results and to facilitate the initial application. The amendment permits entities that first apply TFRS 17 and TFRS 9 at the same time to present comparative information about a financial asset as if the classification and measurement requirements of TFRS 9 had been applied to that financial asset before. Amendments are effective with the first application of TFRS 17.

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Cont'd)

2.1 Basis of Presentation (cont'd)

Changes in accounting policies and disclosures (cont'd)

b) As of 30 June 2023 new and revised TFRSs in issue but not yet effective:

The Company has not yet adopted the following standards and amendments and interpretations to the existing standards

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

TFRS 17 Insurance Contracts

TFRS 17 requires insurance liabilities to be measured at a current fulfillment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. TFRS 17 has been deferred for 1 year for insurance, reinsurance and pension companies and will replace TFRS 4 Insurance Contracts as of 1 January 2024.

Amendments to TFRS 4 Extension of the Temporary Exemption regarding Applying TFRS 9

The amendment changes the fixed expiry date for the temporary exemption in TFRS 4 Insurance Contracts from applying TFRS 9, so that insurance and reinsurance and pension companies would be required to apply TFRS 9 for annual periods beginning on or after 1 January 2024 with the deferral of the effective date of TFRS 17.

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

The amendments aim to promote consistency in applying the requirements by helping companies determine whether, in the statement of financial position, debt and other liabilities with an uncertain settlement date should be classified as current (due or potentially due to be settled within one year) or non-current. Amendments to TAS 1 are effective for annual reporting periods beginning on or after 1 January 2024 and earlier application is permitted.

Amendments to TFRS 16 Lease Liability in a Sale and Leaseback

Amendments to TFRS 16 clarify how a seller-lessee subsequently measures sale and leaseback transactions that satisfy the requirements in TFRS 15 to be accounted for as a sale. Amendments are effective from annual reporting periods beginning on or after 1 January 2024.

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (Cont'd)

2.1 Basis of Presentation (cont'd)

Changes in accounting policies and disclosures (cont'd)

b) As of 30 June 2023 new and revised TFRSs in issue but not yet effective (cont'd):

Amendments to TAS 1 Non-current Liabilities with Covenants

Amendments to TAS 1 clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability. Amendments are effective from annual reporting periods beginning on or after 1 January 2024. The Company evaluates the effects of these standards, amendments and improvements on the financial statements.

2.2 Changes in accounting policies

Significant changes in accounting policies and major accounting errors detected are applied retrospectively and prior period financial statements are restated. Company did not have any changes in its accounting policies in 2023.

Accounting policy changes resulting from the first application of a new TFRS are applied retrospectively or prospectively in accordance with the transitional provisions of that TFRS. Significant accounting errors (if any) identified are applied retrospectively and prior period financial statements are restated. Changes in accounting estimates are applied in the current period if the change is made for only one period, and if it is related to future periods, both in the period when the change is made and prospectively.

2.3 Changes in accounting estimates and errors

Changes in accounting estimates are applied prospectively. If it is related to a given period in which the change is effective, it only impacts the current period. If it relates to future periods, they are recognized prospectively both in the current period and in the future period. Significant errors identified by the Company in the accounting estimates are applied retrospectively and prior period financial statements are restated. The Company has not made any changes in accounting estimates in the period of 1 January – 30 June 2023.

2.4 Summary of significant accounting policies

The accounting policies applied in the interim condensed financial statements of the Company are the same as the accounting policies applied in the financial statements for the year ended 31 December 2022.

2.5 Significant accounting judgements estimates and assumptions

Preparation of financial statements requires the usage of estimations and assumptions which may affect the reported amounts of assets and liabilities as of the balance sheet date, disclosure of contingent assets and liabilities and reported amounts of income and expenses during the financial period. Although these estimates and assumptions are based on the best judgment and knowledge of management, actual results may differ from these estimates and assumptions. In addition, important accounting evaluations, estimates and assumptions that need to be specified are explained in the related notes.

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 3 CASH AND CASH EQUIVALENTS

	30 June 2023	31 December 2022
Cash at banks	34,873,410	1,096,928
<i>Demand deposits (*)</i>	<i>34,873,410</i>	<i>1,096,928</i>
	<u>34,873,410</u>	<u>1,096,928</u>

(*) The details of deposits from related parties are explained in Note 17.

NOTE 4 TRADE PAYABLES

	30 June 2023	31 December 2022
Short term trade payables		
Trade payables	237,168	414,888
	<u>237,168</u>	<u>414,888</u>

NOTE 5 FINANCIAL INVESTMENTS

Short term financial investments

<i>Short term financial assets measured at fair value through profit or loss</i>	30 June 2023	31 December 2022
Investment funds (*)	8,945,242	7,573,328
Private sector bills and bonds (*)	102,328,280	68,573,072
	<u>111,273,522</u>	<u>76,146,400</u>

(*) The details of financial investments from related parties are explained in Note 17.

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira (“TL”) unless indicated otherwise.)

NOTE 5 FINANCIAL INVESTMENTS (Cont’d)

Long term financial investments

<i>Long term financial assets measured at fair value through profit or loss</i>	30 June 2023		31 December 2022	
	Rate (%)	Amount	Rate (%)	Amount
Gedik Yatırım Menkul Değerler A.Ş. (1)	84.87%	4,084,306,474	84.87%	3,154,301,747
Misyon Yatırım Bankası A.Ş.	76.999%	413,240,158	76.999%	413,240,158
Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş.	85.00%	222,706,486	85.00%	146,020,661
Inveo Portföy Yönetimi A.Ş. (2)	100.00%	62,325,234	100.00%	37,883,372
Inveo Beta Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	100.00%	34,278,572	100.00%	34,278,572
Inveo Alfa Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş. (3)	100.00%	41,898,065	100.00%	18,998,065
Bv Teknoloji İş Geliştirme Danışmanlık ve Organizasyon Hizmetleri A.Ş.	20.50%	28,652,409	20.50%	28,652,409
Detay Danışmanlık Bilgisayar Hizmetleri Sanayi Dış Ticaret A.Ş.	5.50%	28,635,898	5.50%	28,635,898
Inveo Araç Kiralama Hizmetleri A.Ş. (4)	100.00%	12,200,000	-	-
ICHAIN Yatırım Holding A.Ş.	100.00%	10,000,000	100.00%	10,000,000
Hive Girişim Sermayesi Yatırım Ortaklığı A.Ş.	9.80%	6,539,341	9.80%	6,539,341
Novel Scala Basılı Yayın ve Tanıtım Ticaret Sanayi A.Ş. (5)	55.00%	3,721,492	55.00%	3,721,492
Hub Girişim Sermayesi Yatırım Ortaklığı A.Ş.	0.45%	1,552,962	0.45%	2,214,467
Devexperts Teknoloji Yazılım Geliştirme A.Ş.	9.99%	841,295	9.99%	841,295
Albila Serum Biyolojik Ürünler San. ve Tic. A.Ş.	1.21%	818,741	1.21%	818,741
Devexperts Bilgi Dağıtım Hizmetleri A.Ş.	9.99%	267,455	9.99%	267,455
Bodrum Girişimcilik A.Ş. (6)	-	-	10.00%	200,000
Aposto Teknoloji ve Medya A.Ş. (7)	-	-	4.59%	1,888,154
		4,951,984,582		3,888,501,827

(1) At the Company's Board of Directors meeting dated 28 January 2015 and numbered 335, it was decided to invest in company shares in the financial services, renewable energy, agriculture and food sectors by recourse to the report of the Company's transformation from investment partnership to investment holding. The company acquires these financial assets within the framework of its investment policy in line with the Board of Directors decision dated 8 February 2016 and numbered 368, and has decided to evaluate it as a long-term investment. Following the completion of the conversion process, the Company used the market price of the relevant financial investment as “Level 1” for the fair value calculation of the relevant financial investment. As of 30 June 2023, the related financial investment has been classified in financial assets at fair value through profit or loss in accordance with the investment purpose and measurement basis.

Pursuant to the Board of Directors' decision of Gedik Yatırım Menkul Değerler A.Ş. (“Gedik Yatırım”) dated 30 September 2022, due to the extraordinary volatility-induced developments in Borsa İstanbul A.Ş. Derivatives Market (VIOP) in order to continue Gedik Yatırım’s activities more vigorously and to ensure that the necessary working capital needs are met, the Gedik Yatırım’s issued capital which was TL 327,600,000 was increased by TL 177,400,000 to TL 505,000,000 in fully covered by cash within the registered capital ceiling of TL 600,000,000 and that any restrictions were not placed on the right of the shareholders to purchase new shares, and the shareholders were assured to use the right to purchase new shares at a price of TL 2 for each share with a nominal value of TL 1 has been decided. Based on the aforementioned decision, an application was made to the capital Markets Board on 17 October 2022 .

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 5 FINANCIAL INVESTMENTS (Cont'd)

Long term financial investments (cont'd)

The capital increase transactions regarding the increase of the Gedik Yatırım issued capital from TL 327,600,000 to TL 505,000,000, in fully covered by cash, within the registered capital ceiling of TL 600,000,000, have been completed within the framework of the conditions specified in the prospectus, and the new issued capital of the Company is become TL 505,000,000 TL. In this context; notifying the Capital Markets Board that the capital increase process have been fully and dully concluded, to accept the new version of Gedik Yatırım, which is attached to the 6th article of the articles of association, indicating the capital issued to be registered and announced in accordance with the provisions of 18/7 of the Capital Markets Law and the Capital Markets Board for approval, an application was made to the Capital Markets Board on 9 January 2023 in order to obtain an appropriate opinion. Aforementioned decision was positively received by Capital Markets Board as of 19 January 2023. The new version of article 6 of Gedik Yatırım's Articles of Association regarding capital was registered by the Istanbul Trade Registry on 24 January 2023.

Pursuant to the Board of Directors decision dated 25 January 2023, it has been decided to increase the registered capital ceiling from TL 600,000,000 to TL 1,500,000,000. Based on the relevant decision, an application was made to the Capital Markets Board on 25 January 2023, and the said application was positively received by the Capital Markets Board on 2 February 2023. At the Company's Ordinary General Assembly meeting for the year 2022 held on 26 April 2023, the related capital ceiling increase was submitted for approval and was accepted at the General Assembly. Registration procedures of the General Assembly continue as of the balance sheet date.

In the interim period of 1 January - 30 June 2023, the Company received dividend income amounting to TL 84,866,060 from Gedik Yatırım Menkul Değerler A.Ş. (1 January-30 June 2022: TL 64,158,744).

(2) Shares of Inveo Portföy Yönetimi A.Ş.'s which held by Gedik Yatırım Menkul Değerler A.Ş rate of 99.997% and other partners rate of 0.002666% have been transferred to the Inveo Yatırım Holding A.Ş. as of 4 February 2020 regarding permission of Capital Markets Board. At the Company's 2020 ordinary general assembly meeting held on 12 April 2021, it was decided to change its trade name to "Inveo Portföy Yönetimi Anonim Şirketi". The relevant trade name change was announced in the Turkish Trade Registry Gazette dated 22 April 2021 and numbered 10315.

At the Company's Board of Directors meeting dated 2 June 2023, an application was made to the Capital Markets Board on 2 June 2023 with the request for the necessary permission to increase the issued capital of its subsidiary Inveo Portföy Yönetimi A.Ş., which is TL 29,741,645 to TL 30,000,000 within the following increase registered capital ceiling from TL 25,000,000 to TL 100,000,000. The aforementioned application was positively received by the Capital Markets Board as of 8 June 2023, and the capital increase of Inveo Portföy Yönetimi A.Ş. was registered in the Trade Registry on 21 June 2023.

(3) At the Board of Directors of Inveo Alfa Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş. ("Inveo Alfa") dated 24 February 2023, it has been decided to increase the paid-in capital of Inveo Alfa from TL 5,132,646 to TL 28,032,646, covered from internal resources, of which from the capital advance of TL 22,900,000 was paid in full by the Company. The said capital increase was registered in the Trade Registry as of 6 March 2023.

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 5 FINANCIAL INVESTMENTS (Cont'd)

Long term financial investments (cont'd)

(4) Establishing corporate lease service company which owned 100% by the Company and TL 20,000,000 amount of capital, ¼ of payment in cash of committed nominal before registry and rest of the payment will be paid in 24 months following registration; has been decided at the BoD of the Company dated 9 January 2023. TL 12,200,000, which is the promised amount, was paid and as of 12 January 2023, Inveo Araç Kiralama Hizmetleri Anonim Şirketi was registered in the Trade Registry.

(5) Pursuant to the Board of Directors decision of the Company dated 9 April 2020, it has been decided to take over 5,000 shares of Novel Scala Basılı Yayın ve İletişim Ticaret A.Ş. ("Novel Scala"), which one fourth has been paid, for a price of TL 1,250. Based on the Board of Directors decision of the Company dated 10 April 2020, it has been decided to pay Novel Scala's capital commitment of TL 3,750 and to give a capital advance of TL 100,000 to Novel Scala. Pursuant to the Board of Directors decision of the Company dated 21 May 2020, based on the capital increase decision taken at the general assembly of Novel Scala dated 21 May 2020, it was decided to acquire a participation in the increased capital of TL 50,000 by paying a nominal TL 445,000 emission premium of TL 50,000. As a result of the aforementioned transactions, the Company invested a total of TL 500,000 in Novel Scala.

In the interim period of 1 January - 30 June 2023, the Company received dividend income amounting to TL 93,152 from Novel Scala (1 January-30 June 2022: TL 679,012).

(6) Bodrum Girişimcilik A.Ş.'s 200,000 of shares of which the Company has 10% of its capital, were transferred to Serdar Yeşiltaş on 4 April 2023 for a price of TL 200,000.

(7) Pursuant to the Board of Directors decision of the Company dated 3 February 2023, all shares of Aposto Teknoloji ve Medya A.Ş., of which the Company owns 4.59% of the capital was decided to transfer to Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş. which of 85% owned by the Company with a price of TL 1,888,154.

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

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(All amounts in Turkish Lira (“TL”) unless indicated otherwise.)

NOTE 5 FINANCIAL INVESTMENTS (Cont’d)

Long term financial investments (cont’d)

Movements of long-term financial investments by periods are as follows:

Long term financial assets measured at fair value through profit or loss	1 January 2023	Capital increase/ establishment of financial investments	Sale of financial investments	Valuation increase of financial investments	Valuation decrease of financial investments	30 June 2023
Gedik Yatırım Menkul Değerler A.Ş.	3,154,301,747	301,104,769	-	628,899,958	-	4,084,306,474
Misyon Yatırım Bankası A.Ş.	413,240,158	-	-	-	-	413,240,158
Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş.	146,020,661	-	-	76,685,825	-	222,706,486
Inveo Portföy Yönetimi A.Ş.	37,883,372	258,355	-	24,183,507	-	62,325,234
Inveo Beta Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	34,278,572	-	-	-	-	34,278,572
Inveo Alfa Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	18,998,065	22,900,000	-	-	-	41,898,065
Bv Teknoloji İş Geliştirme Danışmanlık ve Organizasyon Hizmetleri A.Ş.	28,652,409	-	-	-	-	28,652,409
Detay Danışmanlık Bilgisayar Hizmetleri Sanayi Dış Ticaret A.Ş.	28,635,898	-	-	-	-	28,635,898
Inveo Araç Kiralama Hizmetleri A.Ş.	-	12,200,000	-	-	-	12,200,000
ICHAIN Yatırım Holding A.Ş.	10,000,000	-	-	-	-	10,000,000
Hive Girişim Sermayesi Yatırım Ortaklığı A.Ş.	6,539,341	-	-	-	-	6,539,341
Novel Scala Basılı Yayın ve Tanıtım Ticaret Sanayi A.Ş.	3,721,492	-	-	-	-	3,721,492
Hub Girişim Sermayesi Yatırım Ortaklığı A.Ş.	2,214,467	-	-	-	(661,505)	1,552,962
Devexperts Teknoloji Yazılım Geliştirme A.Ş.	841,295	-	-	-	-	841,295
Albila Serum Biyolojik Ürünler San. ve Tic. A.Ş.	818,741	-	-	-	-	818,741
Devexperts Bilgi Dağıtım Hizmetleri A.Ş.	267,455	-	-	-	-	267,455
Bodrum Girişimcilik A.Ş.	200,000	-	(200,000)	-	-	-
Aposto Teknoloji ve Medya A.Ş.	1,888,154	-	(1,888,154)	-	-	-
	3,888,501,827	336,463,124	(2,088,154)	729,769,290	(661,505)	4,951,984,582

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 5 FINANCIAL INVESTMENTS (Cont'd)

Long term financial investments (cont'd)

Long term financial assets measured at fair value through profit or loss	1 January 2022	Purchase of financial investments	Disposal of financial investments	Valuation increase of financial investments	Valuation decrease of financial investments	30 June 2022
Gedik Yatırım Menkul Değerler A.Ş.	867,767,452	460,465,344	-	423,300,906	-	1,751,533,702
Misyon Yatırım Bankası A.Ş.	224,997,000	-	-	-	-	224,997,000
Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş.	-	55,250,000	-	-	-	55,250,000
Inveo Beta Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	21,848,997	-	-	2,121,410	-	23,970,407
Inveo Portföy Yönetimi A.Ş.	17,160,705	-	-	837,768	-	17,998,473
Detay Danışmanlık Bilgisayar Hizmetleri Sanayi Dış Ticaret A.Ş.	11,792,631	-	-	-	-	11,792,631
Inveo Alfa Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	6,865,404	-	-	4,397,771	-	11,263,175
ICHAIN Yatırım Holding A.Ş.	-	10,000,000	-	-	-	10,000,000
Devexperts Teknoloji Yazılım Geliştirme A.Ş.	6,194,498	-	-	-	-	6,194,498
Bv Teknoloji İş Geliştirme Danışmanlık ve Organizasyon Hizmetleri A.Ş.	6,000,000	-	-	-	-	6,000,000
Hive Girişim Sermayesi Yatırım Ortaklığı A.Ş.	3,870,278	-	-	-	-	3,870,278
Novel Scala Basılı Yayın ve Tanıtım Ticaret Sanayi A.Ş.	3,865,877	-	-	-	-	3,865,877
Devexperts Bilgi Dağıtım Hizmetleri A.Ş.	1,999,568	-	-	-	-	1,999,568
Hub Girişim Sermayesi Yatırım Ortaklığı A.Ş.	1,227,150	-	-	-	(182,250)	1,044,900
Aposto Teknoloji ve Medya A.Ş.	897,400	-	-	-	-	897,400
Albila Serum Biyolojik Ürünler San. ve Tic. A.Ş.	818,741	-	-	-	-	818,741
Bodrum Girişimcilik A.Ş.	200,000	-	-	-	-	200,000
Hop Teknoloji A.Ş.	7,367,746	-	(7,367,746)	-	-	-
Inveo Delta Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	94,442	-	(94,442)	-	-	-
	1,182,967,889	525,715,344	(7,462,188)	430,657,855	(182,250)	2,131,696,650

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 6 BORROWINGS

Current liabilities	30 June 2023	31 December 2022
Liabilities from the issuance of debt instruments	767,354,020	660,428,185
Liabilities from short term leases to related parties (*)	394,187	228,045
Short term borrowings	13,086	-
Liabilities from short term leases to non-related parties	-	68,597
	767,761,293	660,724,827

(*) The details of short term borrowings from related parties and leases to related parties are explained in Note 17.

NOTE 7 TANGIBLE ASSETS

In the six-month period ending on 30 June 2023, the Company has not purchased any tangible fixed assets (1 January – 30 June 2022: none). Depreciation expense for the period from 1 January to 30 June 2023 has been TL 43,498 (1 January - 30 June 2022: TL 46,379).

NOTE 8 OTHER RECEIVABLES AND PAYABLES

Short term other receivables	30 June 2023	31 December 2022
Other receivables from related parties (Note 17)	16,067,898	330,644,082
Other receivables	3,003,560	3,009,492
	19,071,458	333,653,574
Long term other receivables	30 June 2023	31 December 2022
Other receivables from related parties (Note 17)	4,248,446	9,799,746
	4,248,446	9,799,746
Short term other liabilities	30 June 2023	31 December 2022
Other receivables to non-related parties	100,854,602	33,242,475
Other receivables to related parties (Note 17)	75,728,901	21,086,996
	176,583,503	54,329,471

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 8 OTHER RECEIVABLES AND PAYABLES (Cont'd)

<u>Long term other liabilities</u>	<u>30 June 2023</u>	<u>31 December 2022</u>
Other receivables to related parties (Note 17)	111,682,639	134,556,745
Other receivables to non-related parties	49,136,983	109,325,827
	<u>160,819,622</u>	<u>243,882,572</u>

Rediscount is applied to the Company's other short-term and long-term payables to related and non-related parties. TRLIBOR interest rates announced on 30 June 2023 are used in the relevant rediscount calculation. The aforementioned interest rates are; 11.92% for debts with maturity up to 29 days, 10.81% for debts with maturity up to 59 days, 10.43% for debts with maturity up to 89 days, 10.22% for debts with maturity up to 179 days, 9.82% for debts with maturity up to 269 days, 10.35% for debts with maturity up to 359 days and 11.52% for debts with a maturity of 360 and longer. As of 30 June 2023, the total cash outflows that will occur until the end of maturity for the said debts of the Company; TL 180,000,000 for other payables to related parties and TL 160,000,000 for other payables to non-related parties.

NOTE 9 RIGHT OF USE ASSETS

For the six-month period ending on 30 June 2023, the Company has not purchased any right-of-use assets (1 January - 30 June 2022: none). The depreciation expense for the period 1 January - 30 June 2023 has been TL 132,961 (1 January - 30 June 2022: TL 259,290). The net effect of the changes related to the lease contracts for the period 1 January - 30 June 2023 has been TL 20,307 (1 January - 30 June 2022: minus TL 88,270).

NOTE 10 TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX)

General Descriptions

The Company is subject to the tax legislation and practices in force in Turkey.

The Law on amending some Tax Laws was approved by the Turkish Grand National Assembly on 28 November 2017, and published in the Official Gazette dated 5 December 2017, and entered into force by increasing the corporate tax rate from 20% to 22% for the years 2018, 2019 and 2020. With the temporary article 13 added to the KVK with the 11th article of the "Law on the Law on the Collection Procedure of Public Receivables and Some Laws numbered 7316", the corporate tax rate was once again increased for a 2-year period. In accordance with the temporary article, the 20% corporate tax rate will be applied as 25% for the corporate earnings of the corporations for the 2021 taxation period, as 23% for the corporate earnings of the 2022 taxation period and as 20% for the corporate earnings of the 2023 taxation period.

Corporate tax is declared until the evening of the twenty-fifth day of the fourth month following the end of the relevant accounting period and is paid in one installment until the end of the relevant month. In accordance with the tax legislation, 20% temporary tax is calculated and paid on quarterly earnings, and the amounts paid in this way are deducted from the tax calculated on the annual income.

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 10 TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX) (Cont'd)

General Descriptions (cont'd)

In Turkey, the corporate tax rate is 20% for six-month period of 2023 (six-month period of 2022: 23%). The corporate tax rate is applied to the tax base to be found as a result of adding the expenses that are not accepted as deductible in accordance with the tax laws to the commercial income of the corporations, and deducting the exceptions (association earnings exception, investment allowance exception, etc.) and deductions (such as R&D deduction) in tax laws. If the profit is not distributed, no further tax is payable (except withholding tax at the rate of 19.8%, which is calculated and paid over the investment incentive exemption used within the scope of the Income Tax Provisional Article 61).

There is no withholding tax on profit shares (dividends) paid to non-resident companies that generate income through a workplace or their permanent representative in Turkey and to companies residing in Turkey. Profit share payments made to individuals and institutions other than these are subject to 10% withholding within the scope of Article 94 of the Income Tax Law. Addition of profit to capital is not considered as profit distribution.

Tax inspection authorities can review the accounting records within five years, and if an erroneous transaction is detected, the tax amounts to be paid may change.

Current tax assets and liabilities

As of 30 June 2023 and 31 December 2022, the tax liability/receivable for the period profit for the accounting periods ended is as follows:

Current tax liabilities	30 June 2023	31 December 2022
Corporate tax provision for the current year	-	3,540,547
Less: prepaid taxes	-	(13,488)
	-	3,527,059

The tax expenses of the Company for the interim periods of 30 June 2023 and 2022 are as follows:

Tax expense	1 January - 30 June 2023	1 January - 30 June 2022
Current period corporate tax expense	-	-
Deferred tax expense	(13,358,297)	(21,721,855)
	(13,358,297)	(21,721,855)

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 10 TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX) (Cont'd)

Current tax assets and liabilities (cont'd)

The reconciliation between tax expense and accounting profit for the interim periods of 30 June 2023 and 2022 are as follows:

	1 January - 30 June 2023	1 January - 30 June 2022
Profit before tax	735,118,848	543,322,840
Effective tax rate	20%	23%
Tax expense calculated with tax rate	(147,023,770)	(124,964,253)
Non-deductible expenses and additions	(284,532,740)	(10,055,397)
Deductions and exemptions	452,008,458	125,501,439
Tax rate change effect	(33,810,245)	(12,203,644)
	<u>(13,358,297)</u>	<u>(21,721,855)</u>

Deferred tax

The Company calculates its deferred tax assets and liabilities over the temporary differences between the recorded values of the assets and liabilities in the balance sheet and their tax values, using the tax rates enacted as of the balance sheet date.

As of each balance sheet date, deferred tax assets or liabilities are reviewed. If it is probable that the financial profit to be obtained in the future will allow the deferred tax asset to be acquired, the deferred tax asset that was not recorded in the previous periods is reflected in the records.

Accumulated temporary differences and deferred tax assets and liabilities are summarized as below:

	30 June 2023	31 December 2022
<i>Deferred tax assets / (liabilities) bases</i>		
Adjustments related to cost and amortization on tangible assets	(29,410)	(31,766)
Valuation increase of financial investments	(3,390,551,123)	(2,750,881,009)
Adjustments related to leases	265,695	181,778
Adjustments related to provision for employee termination benefits	461,989	301,064
Provision for unused vacation	244,396	81,906
Provision for estimated credit losses	74,963,520	50,483,567
Adjustments related to other borrowings	(26,277,062)	(41,787,957)
Deferred tax assets / (liabilities) basis, net	<u>(3,340,921,995)</u>	<u>(2,741,652,417)</u>

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 10 TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX) (Cont'd)

Deferred tax (cont'd)

	30 June 2023	31 December 2022
<i>Deferred tax assets / (liabilities), net</i>		
Adjustments related to cost and amortization on tangible assets	(5,882)	(6,353)
Valuation increase of financial investments	(159,657,571)	(138,215,528)
Adjustments related to leases	53,139	36,355
Adjustments related to provision for employee termination benefits	92,398	60,213
Provision for unused vacation	48,879	16,381
Provision for estimated credit losses	14,992,704	10,096,713
Adjustments related to other borrowings	(5,255,412)	(8,357,592)
Deferred tax assets / (liabilities), net	(149,731,745)	(136,369,811)

The movement of deferred tax assets is as follows:

	2023	2022
Beginning period, 1 January	(136,369,811)	(40,122,221)
Period tax expense	(13,358,297)	(21,721,855)
Deferred tax written to the comprehensive income statement	(3,637)	45
Ending period, 30 June	(149,731,745)	(61,844,031)

NOTE 11 SHARE CAPITAL

Capital structure

As of 30 June 2023 and 31 December 2022, the issued and paid-in capital amounts with their book values are as follows:

	30 June 2023		31 December 2022	
	Share rate (%)	Share amount	Share rate (%)	Share amount
Shareholders				
Erhan Topaç	0.10	240,000	0.10	240,000
Other Shareholders (Publicly Offered)	99.90	239,760,000	99.90	239,760,000
Total paid-in capital	100.00	240,000,000	100.00	240,000,000

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 11 SHARE CAPITAL (Cont'd)

Capital structure (cont'd)

As of 30 June 2023 and 31 December 2022, the paid-in capital amounts after the distribution of the publicly held shares belonging to the shareholders with their book values are as follows:

Shareholders	30 June 2023		31 December 2022	
	Share rate (%)	Share amount	Share rate (%)	Share amount
Erhan Topaç (Group A)	0.10	240,000	0.10	240,000
Erhan Topaç (Group B)	80.92	194,217,602	81.42	195,417,602
Other Shareholders (Publicly Offered)	18.98	45,542,398	18.48	44,342,398
Total paid-in capital	100.00	240,000,000	100.00	240,000,000

In the election of the Members of the Board of Directors, each of the Group (A) shares has 15 (Fifteen) and each of the Group (B) shares has 1 (One) vote right.

Reacquired shares

With the buy-back program initiated on shares of Inveo Yatırım Holding A.Ş. (INVEO) with the Board of Directors Decision of the Company dated 14 February 2023, the maximum number of shares that can be subject to buy-back has been determined as 1,950,000 and the fund to be allocated for the buy-back has been determined as TL 50,000,000, also the General Directorate has been authorized to carry out buy-back procedures. Within the framework of the buy-back program carried out, TL 64,919,662 of funds were used for the buy-back of 3,226,726 INVEO shares as of the balance sheet date. As of 30 June 2023 and 31 December 2022, the amount of repurchased shares is TL 64,955,619 and TL 35,957, respectively.

Restricted reserves, retained earnings and share premiums

The legal reserves consist of first and second order legal reserves set aside out of profits in accordance with the Turkish Commercial Code. The first legal order reserves are appropriated out of the statutory profits at the rate of 5%, until the total reserve reaches a maximum of 20% of the Company's share capital.

The second order legal reserves are appropriated at the rate of 10% of all distributions in excess of 5% of the Company's share capital. The first and second order legal reserves are not available for distribution unless they exceed 50% of the share capital, but may be used to absorb losses in the event that the general reserve is exhausted.

The details of restricted reserves, retained earnings and share premiums as of 30 June 2023 and 31 December 2022 are as follows:

Restricted reserves appropriated from profits	30 June 2023	31 December 2022
Legal reserves	48,047,675	35,474,115
Reserves due to reacquired shares	64,955,619	35,957
	113,003,294	35,510,072

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 11 SHARE CAPITAL (Cont'd)

Restricted reserves, retained earnings and share premiums (cont'd)

	30 June 2023	31 December 2022
Retained earnings		
Retained earnings	2,803,017,714	910,650,394
Other reserves	7,595,255	5,995,255
	<u>2,810,612,969</u>	<u>916,645,649</u>
Share premiums		
Share premiums	45.884.072	45.884.072
	<u>45.884.072</u>	<u>45.884.072</u>

Accumulated other comprehensive income and expenses that will not be reclassified in profit or loss

As of 30 June 2023, the cumulative actuarial income after tax effect arising from the Company's employment termination benefits in accordance with TAS 19 is TL 21,630 (31 December 2022: TL 7,081). The mentioned amount is included in the "Defined benefit plans remeasurement losses" account under the equity of the Company.

Changes in other comprehensive income by periods are as follows:

	2023	2022
Beginning period, 1 January	7,081	12,236
Change during the period	14,549	(182)
Ending period, 30 June	<u>21,630</u>	<u>12,054</u>

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 12 REVENUE AND COST OF SALES

Revenue	1 January - 30 June 2023	1 January - 30 June 2022	1 April - 30 June 2023	1 April - 30 June 2022
Sales	4,036,952	5,226,645	932,815	4,530,011
Interest income	3,753,743	2,781,426	3,738,390	(1,258,929)
Dividend income	84,959,211	69,837,756	84,959,211	339,506
	92,749,906	77,845,827	89,630,416	3,610,588

As of 30 June 2023 and 2022, the details of sales and cost of sales are as follows:

Sales	1 January - 30 June 2023	1 January - 30 June 2022	1 April - 30 June 2023	1 April - 30 June 2022
Equity shares	2,088,154	2,726,690	200,000	2,726,690
Private sector bills and bonds	1,948,798	2,499,955	732,815	1,803,321
	4,036,952	5,226,645	932,815	4,530,011
Cost of sales (-)	1 January - 30 June 2023	1 January - 30 June 2022	1 April - 30 June 2023	1 April - 30 June 2022
Equity shares	(2,088,154)	(2,664,922)	(200,000)	(2,664,922)
	(2,088,154)	(2,664,922)	(200,000)	(2,664,922)

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 13 OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES

	1 January - 30 June 2023	1 January - 30 June 2022	1 April - 30 June 2023	1 April - 30 June 2022
Income from other operating activities				
Financial investments revaluation income	731,687,521	439,930,066	727,143,451	67,673,508
Reflection income related to data communication expenses	2,035,093	2,619,253	1,144,705	1,079,949
Reversal of provisions	188,249	-	188,249	-
Other expenses	5,876,550	1,163,138	377,405	1,012,282
	739,787,413	443,712,457	728,853,810	69,765,739
Expense from other operating activities				
Data communication expenses	(1,826,323)	(2,690,025)	(992,693)	(827,499)
Financial investments revaluation expenses	(661,506)	(5,932,332)	392,141,685	(2,223,141)
Other expenses	(1,384,746)	(75,403)	(346,672)	(59,870)
	(3,872,575)	(8,697,760)	390,802,320	(3,110,510)

NOTE 14 EXPENSES BY NATURE

	1 January - 30 June 2023	1 January - 30 June 2022	1 April - 30 June 2023	1 April - 30 June 2022
General administration expenses				
Personnel expenses	(8,464,260)	(4,558,814)	(4,332,499)	(2,599,852)
Taxes, duties and fees expenses	(3,573,590)	(528,764)	(3,544,081)	(405,584)
Consulting expenses	(2,590,020)	(893,562)	(1,034,188)	(389,858)
Depreciation and amortization expenses	(176,459)	(305,669)	(75,805)	(129,642)
Other expenses	(1,004,938)	(1,548,389)	(526,914)	(1,111,350)
	(15,809,267)	(7,835,198)	(9,513,487)	(4,636,286)
Marketing, selling and distribution expenses				
Stock commission expenses	(427,998)	(306,887)	(144,900)	(45,360)
Merkezi Kayıt Kuruluşu ("MKK") expenses	(56,196)	(36,859)	(13,791)	(8,514)
Advertising and promotional expenses	-	(229,365)	-	(229,365)
	(484,194)	(573,111)	(158,691)	(283,239)

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 15 FINANCIAL INCOME / EXPENSE

	1 January - 30 June 2023	1 January - 30 June 2022	1 April - 30 June 2023	1 April - 30 June 2022
Finance income				
Foreign exchange gain	9,493,806	609,008	9,098,853	133
Interest income (*)	-	55,782,723	-	(7,140,879)
	<u>9,493,806</u>	<u>56,391,731</u>	<u>9,098,853</u>	<u>(7,140,746)</u>
	1 January - 30 June 2023	1 January - 30 June 2022	1 April - 30 June 2023	1 April - 30 June 2022
Finance expense				
Interest expenses	(84,620,535)	(14,794,845)	(71,985,731)	(9,786,258)
Foreign exchange expenses	(37,552)	(61,339)	23,062	(31,112)
	<u>(84,658,087)</u>	<u>(14,856,184)</u>	<u>(71,962,669)</u>	<u>(9,817,370)</u>

(*) The relevant finance income consists of interest income from the rediscount process applied to the Company's short-term and long-term debts to related and non-related parties (Note 8).

NOTE 16 PROVISIONS FOR EMPLOYEE BENEFITS

	30 June 2023	31 December 2022
Short-term liabilities regarding employee benefits		
Tax payable	432,750	548,067
Social security premium payables	614,136	211,197
Payables to personnel	9,101	22,360
	<u>1,055,987</u>	<u>781,624</u>
	30 June 2023	31 December 2022
Short term provisions regarding employee benefits		
Provision for unused vacation	244,396	81,906
	<u>244,396</u>	<u>81,906</u>
	30 June 2023	31 December 2022
Long term provisions regarding employee benefits		
Provision for employee termination benefits	461,989	301,064
	<u>461,989</u>	<u>301,064</u>

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 17 RELATED PARTY DISCLOSURES

Related party balances

Cash and cash equivalents from related parties	30 June 2023	31 December 2022
Gedik Yatırım Menkul Değerler A.Ş.	34,770,190	775
	34,770,190	775
Short term financial assets from related parties measured at fair value through profit or loss	30 June 2023	31 December 2022
Funds managed by Inveo Portföy Yönetimi A.Ş.	8,945,242	7,573,328
Bills issued by Gedik Yatırım Menkul değerler A.Ş.	40,301,346	4,448,347
	49,246,588	12,021,675
Short term other receivables from related parties	30 June 2023	31 December 2022
Hop Teknoloji A.Ş.	14,369,669	10,310,174
Novel Scala Basılı Yayın ve Tanıtım Tic. A.Ş.	884,932	1,644,214
Finveo MN	294,559	211,625
Gedik Yatırım Menkul Değerler A.Ş. (*)	274,552	301,104,769
Marbaş Menkul Değerler A.Ş.	106,269	66,274
Finveo LTD	79,802	-
Inveo Araç Kiralama Hizmetleri A.Ş.	41,900	-
Misyon Yatırım Bankası A.Ş.	10,290	7,026
Bv Teknoloji İş Geliştirme Danışmanlık ve Organizasyon Hizmetleri A.Ş.	5,925	-
Inveo Alfa Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	-	17,300,000
	16,067,898	330,644,082

(*) As of 31 December 2022, the amount of TL 301,104,769 consists of the capital advance sent to Gedik Yatırım Menkul Değer A.Ş.

All short-term lease liabilities of TL 394,187 (31 December 2022: TL 228,045) and long term lease liabilities of TL 73,948 (31 December 2022: TL 200,230) consists of liabilities to Gedik Yatırım Menkul Değerler A.Ş.

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

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NOTE 17 RELATED PARTY DISCLOSURES (Cont'd)

Related party balances (cont'd)

	30 June 2023	31 December 2022
Long term other receivables from related parties		
Hop Teknoloji A.Ş.	-	7,412,700
Bv Teknoloji İş Geliştirme Danışmanlık ve Organizasyon Hizmetleri A.Ş.	4,248,446	2,387,046
	4,248,446	9,799,746
	30 June 2023	31 December 2022
Short term other payables to related parties		
Erhan Topaç	52,048,714	21,086,996
Inveo Beta Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	23,548,622	-
Hivc Girişim Sermayesi Yatırım Ortaklığı A.Ş.	131,565	-
	75,728,901	21,086,996
	30 June 2023	31 December 2022
Long term other payables to related parties		
Erhan Topaç	111,682,639	134,556,745
	111,682,639	134,556,745

Related party transactions

1 January - 30 June 2023	Associate sale	In-group services	Total income
Finveo JSC	-	982.283	982.283
Gedik Yatırım Menkul Değerler A.Ş.	-	980.283	980.283
Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş.	1.888.154	-	1.888.154
Marbaş Menkul Değerler A.Ş.	-	459.845	459.845
Misyon Yatırım Bankası A.Ş.	-	71.344	71.344
Novel Scala Basılı Yayın ve Tanıtım Tic. San. A.Ş.	-	240.716	240.716
Total	1.888.154	2.734.471	4.622.625
1 January - 30 June 2022	Associate sale	In-group services	Total income
Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş.	7.367.746	1.300	7.369.046
Hop Teknoloji A.Ş.	-	1.457.319	1.457.319
Gedik Yatırım Menkul Değerler A.Ş.	-	1.213.688	1.213.688
Finveo JSC	-	665.170	665.170
Marbaş Menkul Değerler A.Ş.	-	314.957	314.957
Ichain Yatırım Holding A.Ş.	156.210	-	156.210
Misyon Yatırım Bankası A.Ş.	-	67.612	67.612
BV Teknoloji İş Geliştirme Danışmanlık ve Organizasyon Hizmetleri A.Ş.	-	5.925	5.925
Total	7.523.956	3.725.971	11.249.927

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 17 RELATED PARTY DISCLOSURES (Cont'd)

Related party transactions (cont'd)

<u>1 April - 30 June 2023</u>	<u>Associate sale</u>	<u>In-group services</u>	<u>Total income</u>
Novel Scala Basılı Yayın ve Tanıtım Tic. San. A.Ş.	-	240,716	240,716
Gedik Yatırım Menkul Değerler A.Ş.	-	546,049	546,049
Finveo JSC	-	546,049	546,049
Marbaş Menkul Değerler A.Ş.	-	258,655	258,655
Misyon Yatırım Bankası A.Ş.	-	31,387	31,387
Total	-	1,622,856	1,622,856

<u>1 April - 30 June 2022</u>	<u>Associate sale</u>	<u>In-group services</u>	<u>Total income</u>
Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş.	7,367,746	1,300	7,369,046
Hop Teknoloji A.Ş.	-	1,151,329	1,151,329
Gedik Yatırım Menkul Değerler A.Ş.	-	1,079,506	1,079,506
Finveo JSC	-	391,360	391,360
Marbaş Menkul Değerler A.Ş.	-	180,775	180,775
Ichain Yatırım Holding A.Ş.	156,210	-	156,210
Misyon Yatırım Bankası A.Ş.	-	32,173	32,173
BV Teknoloji İş Geliştirme Danışmanlık ve Organizasyon Hizmetleri A.Ş.	-	5,925	5,925
Total	7,523,956	2,842,368	10,366,324

<u>1 January - 30 June 2023</u>	<u>Interest expenses</u>	<u>Commission expenses</u>	<u>In-group services</u>	<u>Other</u>	<u>Total expense</u>
Gedik Yatırım Menkul Değerler A.Ş.	(11,523,674)	(98,235)	(322,835)	-	(11,944,744)
Total	(11,523,674)	(98,235)	(322,835)	-	(11,944,744)

<u>1 January - 30 June 2022</u>	<u>Interest expenses</u>	<u>Commission expenses</u>	<u>In-group services</u>	<u>Other</u>	<u>Total expense</u>
Gedik Yatırım Menkul Değerler A.Ş.	-	(4,594)	(259,579)	-	(264,173)
Novel Scala Basılı Yayın ve Tanıtım Tic. San. A.Ş.	-	-	-	(1,650)	(1,650)
Total	-	(4,594)	(259,579)	(1,650)	(265,823)

<u>1 April - 30 June 2023</u>	<u>Interest expenses</u>	<u>Commission expenses</u>	<u>In-group services</u>	<u>Other</u>	<u>Total expense</u>
Gedik Yatırım Menkul Değerler A.Ş.	(2,809,643)	(92,813)	(247,597)	-	(3,150,053)
Total	(2,809,643)	(92,813)	(247,597)	-	(3,150,053)

<u>1 April - 30 June 2022</u>	<u>Interest expenses</u>	<u>Commission expenses</u>	<u>In-group services</u>	<u>Other</u>	<u>Total expense</u>
Gedik Yatırım Menkul Değerler A.Ş.	-	-	(180,660)	-	(180,660)
Total	-	-	(180,660)	-	(180,660)

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira (“TL”) unless indicated otherwise.)

NOTE 17 RELATED PARTY DISCLOSURES (Cont’d)

Benefits provided to top management

	1 January - 30 June 2023	1 January - 30 June 2022
Short term benefits provided to top management	2,116,584	1,307,870
	<u>2,116,584</u>	<u>1,307,870</u>

NOT 18 EARNINGS PER SHARE

	1 January - 30 June 2023	1 January - 30 June 2022	1 April - 30 June 2023	1 April - 30 June 2022
Net profit from continuing operations for the period	721,760,551	521,600,985	1,109,582,788	61,612,837
Weighted average number of shares outstanding	240,000,000	240,000,000	240,000,000	240,000,000
Earnings per share	<u>3.0073</u>	<u>2.1733</u>	<u>4.6233</u>	<u>0.2567</u>
Total comprehensive income	721,775,100	521,600,803	1,109,582,788	61,612,837
Weighted average number of shares outstanding	240,000,000	240,000,000	240,000,000	240,000,000
Comprehensive income per share	<u>3.0074</u>	<u>2.1733</u>	<u>4.6233</u>	<u>0.2567</u>

NOTE 19 PROVISIONS, COMMITMENTS AND CONTINGENT LIABILITIES

The Company's guarantees/pledge/mortgage (“GPM”) position as of 30 June 2023 and 31 December 2022 is as follows:

Guarantees, pledges and mortgages given by the Company	30 June 2023	31 December 2022
A. Total Guarantees Pledges and Mortgages (“GPM”) given in the name of the Company	-	-
B. Total GPM given in the name of fully consolidated companies	-	-
C. Total GPM given to manage trading operations in the name of 3rd parties	111,728,500	111,728,500
D. Total - Other GPM given	-	-
i) Total GPM given in the name of the Parent	-	-
ii) Total GPM given in the name of other Group companies not included in B and C	-	-
iii) Total GPM given in the name of 3rd parties not included in C	-	-
Total	<u>111,728,500</u>	<u>111,728,500</u>

As of 30 June 2023 other GPMs which given by the Company rate of to equity is 0% (as of 31 December 2022 0%).

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 20 NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS

Capital risk management

The Company manages its capital to ensure its operations will be able to continue as a going concern while maximizing its profit through the optimization of the debt and equity balance.

The management of the Company considers the cost of capital and the risks associated with each class of capital. The management of the Company aims to balance its overall capital structure through the payment of dividends, new share issues and the issue of new debt or the redemption of existing debt.

The Company's capital structure consists of debts including financing bills disclosed in note 6, cash and cash equivalents disclosed in note 3, short-term financial investments disclosed in note 5 and equity items disclosed in note 11 including paid-in capital, reacquired shares, share premiums, restricted reserves appropriated from profits, retained earnings and net profit of the period.

Financial risk management

Credit risk management

The credit risks to which the financial assets of the Company are exposed are as follows:

30 June 2023	Receivables Other receivables		Bank deposits	Financial investments
	Related party	Other parties		
Maximum credit risk as of the balance sheet date (A+B+C+D+E)	20,316,344	3,003,560	34,873,410	5,063,258,104
- Part of the maximum risk take under guarantee through	-	-	-	-
A. Net book value of financial assets that are neither overdue nor impaired	20,316,344	3,003,560	34,873,410	5,063,258,104
B. Net book value of financial assets that are renegotiated, if not that will be accepted as past due or impaired.	-	-	-	-
C. Carrying value of financial assets that are past due but not impaired	-	-	-	-
- The part under guarantee with collateral etc.	-	-	-	-
D. Net book value of impaired assets	-	-	-	-
- Past due (gross carrying amount)	-	-	-	-
- Impairment (-)	-	-	-	-
- Part of the net value taken under guarantee through collateral	-	-	-	-
- Not past due (gross carrying value)	-	-	-	-
- Impairment (-)	-	-	-	-
- Part of the net value taken under guarantee through collateral	-	-	-	-
E. Off-balance sheet items with credit risk	-	-	-	-

31 December 2022	Receivables Other receivables		Bank deposits	Financial investments
	Related party	Other parties		
Maximum credit risk as of the balance sheet date (A+B+C+D+E)	340,443,828	3,009,492	1,096,928	3,964,648,227
- Part of the maximum risk take under guarantee through	-	-	-	-
A. Net book value of financial assets that are neither overdue nor impaired	340,443,828	3,009,492	1,096,928	3,964,648,227
B. Net book value of financial assets that are renegotiated, if not that will be accepted as past due or impaired.	-	-	-	-
C. Carrying value of financial assets that are past due but not impaired	-	-	-	-
- The part under guarantee with collateral etc.	-	-	-	-
D. Net book value of impaired assets	-	-	-	-
- Past due (gross carrying amount)	-	-	-	-
- Impairment (-)	-	-	-	-
- Part of the net value taken under guarantee through collateral	-	-	-	-
- Not past due (gross carrying value)	-	-	-	-
- Impairment (-)	-	-	-	-
- Part of the net value taken under guarantee through collateral	-	-	-	-
E. Off-balance sheet items with credit risk	-	-	-	-

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 20 NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Cont'd)

Market risk management

Currency risk management

As of 30 June 2023, the Company has foreign currency asset of Euro 1,235,000 equivalent of TL 34,770,190 (31 December 2022: none).

NOTE 21 FINANCIAL INSTRUMENTS

Categories and fair value of financial instruments

Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced sale or liquidation, and is best determined by an established market price, if any. The estimated fair values of financial instruments have been determined by the Company using available market information and appropriate valuation methods. However, judgment is used in interpreting market data for fair value estimation purposes. Accordingly, the estimates presented here may not be indicative of the values that the Company could obtain in a current market transaction.

The following methods and assumptions were used to estimate the fair value of financial instrument which it is practicable to estimate a fair value:

Financial assets

It is accepted that the fair values of the balances denominated in foreign currency, which are translated at year-end rates, approximate their book values. Cash and cash equivalents are presented at their fair values. Trade receivables and receivables from related parties are recorded with their discounted values and it is assumed that their fair values approximate their book values.

Market prices are taken as a basis in determining the fair values of financial assets.

Financial liabilities

Trade payables, payables to related parties, financial liabilities and other monetary liabilities are estimated to be approximated to their fair values with their discounted book values, and the fair values of the balances based on foreign currency translated with year-end rates are considered to approximate their book values. Due to the fact that most of the bank loans used by the Company are variable-rate and the fixed-rate bank loans are not long-term, it is accepted that the carrying values of the bank loans shown with the amortized cost method approach their fair values.

The fair values and book values of the Company's financial assets and liabilities are as follows:

	30 June 2023		31 December 2022	
	Fair value	Book value	Fair value	Book value
Financial assets				
Cash and cash equivalents	34,873,410	34,873,410	1,096,928	1,096,928
Financial assets	5,063,258,104	5,063,258,104	3,964,648,227	3,964,648,227
Other receivables	23,319,904	23,319,904	343,453,320	343,453,320
Financial liabilities				
Short term borrowings	767,367,106	767,367,106	660,428,185	660,428,185
Short term liabilities from leases	394,187	394,187	296,642	296,642
Long term liabilities from leases	73,948	73,948	200,230	200,230
Trade payables	237,168	237,168	414,888	414,888
Other payables	337,403,125	337,403,125	298,212,043	298,212,043

INVEO YATIRIM HOLDİNG ANONİM ŞİRKETİ

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 JUNE 2023

(All amounts in Turkish Lira ("TL") unless indicated otherwise.)

NOTE 21 FINANCIAL INSTRUMENTS (Cont'd)

Categories and fair value of financial instruments (cont'd)

The fair value of financial assets and liabilities is determined as follows:

- Level 1: Financial assets and liabilities are valued at stock market prices traded on the active market for identical assets and liabilities.
- Level 2: Financial assets and liabilities are valued at the inputs used to find the price of the related asset or liability that can be observed in the market directly or indirectly other than the stock market price specified in the first level.
- Level 3: Financial assets and liabilities are valued from inputs that are not based on marketable data used to find the fair value of the asset or liability.

The level classifications of financial assets and liabilities shown at their fair values are as follows:

30 June 2023

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Financial assets measured at fair value through profit or loss			
Marketable securities traded at BİST	4,085,859,436	-	-
Private sector bills and bonds	102,328,280	-	-
Investment funds	8,945,242	-	-
Financial assets measured at fair value through other comprehensive income			
Other marketable securities	-	792,981,171	73,143,975

31 December 2022

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Financial assets measured at fair value through profit or loss			
Marketable securities traded at BİST	3,156,516,214	-	-
Private sector bills and bonds	68,573,072	-	-
Investment funds	7,573,328	-	-
Financial assets measured at fair value through other comprehensive income			
Other marketable securities	-	721,166,872	10,818,741

NOTE 22 EVENTS AFTER THE BALANCE SHEET DATE

None.

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