

AG ANADOLU GRUBU HOLDİNG ANONİM ŐİRKETİ

**CONVENIENCE TRANSLATION INTO ENGLISH OF
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD JANUARY 1 - SEPTEMBER 30, 2020**

(ORIGINALLY ISSUED IN TURKISH)

AG ANADOLU GRUBU HOLDİNG ANONİM ŞİRKETİ

Interim Condensed Consolidated Financial Statements as at September 30, 2020

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(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)

AG ANADOLU GRUBU HOLDİNG ANONİM ŞİRKETİ

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT
SEPTEMBER 30, 2020 AND DECEMBER 31, 2019**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

ASSETS	Notes	Not Audited September 30, 2020	Audited December 31, 2019
Cash and Cash Equivalents	5	12.637.208	8.927.687
Financial Investments		245.176	415.871
Trade Receivables		4.407.872	3.316.004
- Due from Related Parties	22.1	19.996	18.960
- Trade Receivables, Third Parties		4.387.876	3.297.044
Other Receivables		246.893	201.541
- Due from Related Parties	22.1	1.138	5.594
- Other Receivables, Third Parties		245.755	195.947
Derivative Financial Assets	24.2	523.140	42.109
Inventories	6	6.538.595	5.698.025
Prepaid Expenses		847.516	761.533
Current Income Tax Assets	20.1	247.985	254.546
Other Current Assets	12.1	881.653	862.388
SUB-TOTAL		26.576.038	20.479.704
Non-current Assets or Disposal Groups Classified as Held for Sale	21	128.490	-
TOTAL CURRENT ASSETS		26.704.528	20.479.704
Financial Investments		11.189	4.787
Trade Receivables		1.866	1.619
- Trade Receivables, Third Parties		1.866	1.619
Other Receivables		63.597	69.784
- Due from Related Parties	22.1	5.818	5.766
- Other Receivables, Third Parties		57.779	64.018
Derivative Financial Assets	24.2	95.296	6.591
Investments Accounted Through Equity Method	8	2.909	74.150
Investment Property		182.141	324.069
Property, Plant and Equipment	9	17.310.645	16.543.585
Right of Use Assets	10	3.375.736	3.694.386
Intangible Assets		24.887.641	23.723.444
- Goodwill	11.2	6.968.077	6.934.409
- Other Intangible Assets	11.1	17.919.564	16.789.035
Prepaid Expenses		594.066	417.132
Deferred Tax Assets	20.2	1.470.475	1.087.895
Other Non-Current Assets	12.2	382.889	704.562
TOTAL NON-CURRENT ASSETS		48.378.450	46.652.004
TOTAL ASSETS		75.082.978	67.131.708

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

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AG ANADOLU GRUBU HOLDİNG ANONİM ŞİRKETİ

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT
 SEPTEMBER 30, 2020 AND DECEMBER 31, 2019**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

LIABILITIES	Notes	Not Audited	
		September 30, 2020	December 31, 2019
Short-Term Borrowings	7	4.407.731	3.335.175
Current Portion of Long-Term Borrowings	7	2.774.621	3.801.957
- Bank Loans		2.350.539	3.270.718
- Lease Liabilities		424.082	531.239
Trade Payables		14.122.769	11.478.318
- Due to Related Parties	22.2	33.580	2.258
- Trade Payables, Third Parties		14.089.189	11.476.060
Employee Benefit Obligations		418.893	258.990
Other Payables		2.755.952	1.579.969
- Other Payables, Third Parties		2.755.952	1.579.969
Derivative Financial Liabilities	24.2	83.310	15.163
Deferred Income		364.288	264.964
Income Tax Payable	20.1	291.301	31.172
Short-Term Provisions		697.789	474.729
- Short-Term Provisions for the Employee Benefits	13	485.341	291.061
- Other Short-Term Provisions		212.448	183.668
Other Current Liabilities	12.3	182.075	221.070
TOTAL CURRENT LIABILITIES		26.098.729	21.461.507
Long-Term Borrowings	7	19.279.676	17.502.439
- Bank Loans		15.889.802	13.982.755
- Lease Liabilities		3.389.874	3.519.684
Trade Payables		59.763	10.864
- Trade Payables, Third Parties		59.763	10.864
Other Payables		445.305	487.737
- Other Payables, Third Parties		445.305	487.737
Liabilities due to Investments Accounted for Using Equity Method	8	62.490	4.750
Derivative Financial Liabilities	24.2	-	41.329
Deferred Income		35.380	18.051
Long-Term Provisions		532.143	454.726
- Long-Term Provisions for the Employee Benefits	13	532.143	454.726
Deferred Tax Liability	20.2	3.373.720	3.187.488
Other Non-Current Liabilities	12.4	206.260	229.424
TOTAL NON-CURRENT LIABILITIES		23.994.737	21.936.808
TOTAL LIABILITIES		50.093.466	43.398.315
EQUITY			
Equity Attributable to Equity Holders of the Parent		5.943.884	6.078.113
Paid-in Share Capital	15	243.535	243.535
Inflation Adjustments on Capital		65.771	65.771
Share Premium (Discounts)		597.228	1.057.708
Effects of Business Combinations Under Common Control		(7.145)	(7.145)
Put Option Revaluation Fund Related With Non-Controlling Interests		2.916	2.916
Other Comprehensive Income (Loss) Not To Be Reclassified to Profit or Loss		159.058	165.308
- Revaluation and Remeasurement Gain (Loss)		159.058	165.308
- Gains (Losses) on Remeasurements Defined Benefit Plans		(30.744)	(27.843)
- Other Revaluation and Remeasurement Gain (Loss)		189.802	193.151
Other Comprehensive Income (Loss) To Be Reclassified to Profit or Loss		1.681.476	1.619.774
- Currency Translation Differences		3.106.554	2.483.140
- Gains (Losses) on Hedge		(1.425.078)	(863.366)
Restricted Reserves Allocated From Net Profit	15	638.852	615.970
Retained Earnings	15	2.781.281	1.770.507
Net Profit or Loss		(219.088)	543.769
Non-Controlling Interests		19.045.628	17.655.280
TOTAL EQUITY		24.989.512	23.733.393
TOTAL LIABILITIES AND EQUITY		75.082.978	67.131.708

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

**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS FOR THE NINE
AND THE THREE MONTHS PERIOD ENDED ON SEPTEMBER 30, 2020 AND 2019**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

	Not Audited				
	Notes	January 1 - September 30, 2020	Restated (Note 2) January 1 - September 30, 2019	Restated (Note 2) July 1 - September 30, 2019	
		September 30, 2020	September 30, 2019	September 30, 2020	
Revenue		46.050.815	32.279.812	18.455.275	14.680.284
Cost of Sales		(32.022.486)	(22.321.839)	(12.490.019)	(9.882.407)
GROSS PROFIT (LOSS)		14.028.329	9.957.973	5.965.256	4.797.877
General Administrative Expenses		(1.929.412)	(1.591.844)	(678.444)	(617.216)
Marketing Expenses		(8.226.756)	(5.779.413)	(3.013.771)	(2.608.274)
Research and Development Expenses		(3.828)	(1.984)	(1.582)	(496)
Other Operating Income	16.1	1.107.433	593.422	403.709	250.285
Other Operating Expenses	16.2	(1.563.161)	(905.387)	(617.537)	(363.811)
Gain (Loss) from Investments Accounted Through Equity Method	8	(262.996)	(290.095)	(177.336)	(26.911)
OPERATING PROFIT (LOSS)		3.149.609	1.982.672	1.880.295	1.431.454
Income from Investing Activities	17.1	563.613	1.941.223	143.423	317.616
Expenses from Investing Activities	17.2	(104.203)	(241.877)	(23.074)	(16.556)
OPERATING PROFIT (LOSS) BEFORE FINANCIAL INCOME (EXPENSE)		3.609.019	3.682.018	2.000.644	1.732.514
Financial Income	18	2.138.278	1.180.702	1.001.763	499.428
Financial Expenses	19	(4.510.158)	(2.975.341)	(1.642.906)	(1.028.994)
PROFIT (LOSS) BEFORE TAX FROM CONTINUING OPERATIONS		1.237.139	1.887.379	1.359.501	1.202.948
Tax (Expense) Income from Continuing Operations		(582.631)	(342.428)	(330.226)	(237.683)
- Current Period Tax (Expense) Income	20.3	(774.405)	(400.228)	(388.456)	(160.894)
- Deferred Tax (Expense) Income	20.3	191.774	57.800	58.230	(76.789)
NET PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS		654.508	1.544.951	1.029.275	965.265
PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS	21	(4.422)	3.647	201	1.960
Attributable to:		650.086	1.548.598	1.029.476	967.225
- Non-controlling Interests		869.174	1.067.746	770.838	725.650
- Equity Holders of the Parent		(219.088)	480.852	258.638	241.575
Earnings (Loss) per share (full TRL)		(0,8996)	1,9745	1,0620	0,9920
- Earnings (Loss) per share from continuing operations (full TRL)		(0,8814)	1,9595	1,0612	0,9840
- Earnings (Loss) per share from discontinued operations (full TRL)		(0,0182)	0,0150	0,0008	0,0080

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

**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME
FOR THE NINE AND THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2020 AND 2019**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

	Not Audited			
	Restated (Note 2)		Restated (Note 2)	
	January 1 – September 30, 2020	January 1 – September 30, 2019	July 1 – September 30, 2020	July 1 – September 30, 2019
NET PROFIT (LOSS)	650.086	1.548.598	1.029.476	967.225
OTHER COMPREHENSIVE INCOME				
Items Not To Be Reclassified To Profit or Loss	(6.803)	64.584	(17.147)	(17.839)
- Remeasurement Gain (Loss) from Defined Benefit Plans	(4.317)	(3.220)	747	254
- Share of Other Comprehensive Income of Investments Accounted Through Equity Method Not To Be Classified to Profit or Loss	-	(2)	-	-
- Other Components of Other Comprehensive Income that will Not To Be Reclassified to Other Profit or Loss	(4.294)	86.105	(22.749)	(23.131)
- Tax Effect of Other Comprehensive Income Not To Be Classified To Profit	1.808	(18.299)	4.855	5.038
- Deferred Tax (Expense) Income	1.808	(18.299)	4.855	5.038
Items To Be Reclassified To Profit or Loss	1.304.974	867.592	946.609	(826.633)
- Currency Translation Differences	2.527.123	1.352.799	1.528.517	(802.630)
- Other Comprehensive Income (Loss) on Cash Flow Hedge	264.580	(265.045)	181.746	(171.495)
- Other Comprehensive Income (Loss) Related with Hedges of Net Investments in Foreign Operations (Note 23)	(1.780.603)	(346.320)	(899.583)	146.653
- Share Of Other Comprehensive Income of Investments Accounted Through Equity Method To Be Classified to Profit or Loss	(248)	7.148	(248)	229
- Tax Effect of Other Comprehensive Income To Be Classified To Profit or Loss	294.122	119.010	136.177	610
- Deferred Tax (Expense) Income	294.122	119.010	136.177	610
OTHER COMPREHENSIVE INCOME (LOSS)	1.298.171	932.176	929.462	(844.472)
TOTAL COMPREHENSIVE INCOME (LOSS)	1.948.257	2.480.774	1.958.938	122.753
Attributable to:				
- Non-controlling Interest	2.111.893	1.889.999	1.712.974	247.182
- Equity Holders of the Parent	(163.636)	590.775	245.964	(124.429)

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AG ANADOLU GRUBU HOLDİNG ANONİM ŞİRKETİ

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE NINE MONTHS PERIODS ENDED SEPTEMBER 30, 2020 AND 2019
(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

						Other Comprehensive Income or Expense Not To Be Reclassified To Profit or Loss		Other Comprehensive Income or Expense To Be Reclassified To Profit or Loss		Retained Earnings					
	Paid-in Capital	Inflation Adjustments on Capital	Share Premium/Discount	Effects of Business Combinations Under Common Control	Put Option Revaluation Fund Related With Non-Controlling Interests	Profit / Loss on Remeasurements of Defined Benefit Plans	Other Revaluation and Remeasurement Gain (Loss) (**)	Currency Translation Differences	Gain / Loss on Hedge	Restricted Reserves Allocated from Net Profit	Retained Earnings	Net Profit/ Loss	Attributable to Equity Holders of the Parent	Non-Controlling Interests	Equity
Balances as of January 1, 2019	243.535	65.771	1.200.135	(7.145)	2.916	(20.538)	94.066	1.789.301	(530.777)	909.511	2.467.846	(1.168.151)	5.046.470	16.413.110	21.459.580
Transfers	-	-	(12.919)	-	-	-	-	-	-	(293.541)	(861.691)	1.168.151	-	-	-
Total Comprehensive Income (Expense)	-	-	-	-	-	(1.805)	67.162	265.431	(220.865)	-	-	480.852	590.775	1.889.999	2.480.774
Net Profit (Loss)	-	-	-	-	-	-	-	-	-	-	-	480.852	480.852	1.067.746	1.548.598
Other Comprehensive Income (Expense)	-	-	-	-	-	(1.805)	67.162	265.431	(220.865)	-	-	-	109.923	822.253	932.176
Profit Shares	-	-	(129.508)	-	-	-	-	-	-	-	104.508	-	(25.000)	(330.258)	(355.258)
Acquisition or Disposal of a Subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-	(1.887)	(1.887)
Transactions With Non-Controlling Shareholders	-	-	-	-	-	-	-	-	-	-	31.131	-	31.131	(2.203)	28.928
Increase (Decrease) Due to Other Changes (*)	-	-	-	-	177	-	-	-	-	-	-	-	177	(834.748)	(834.571)
Balances as of September 30, 2019 (Restated (Note 2))	243.535	65.771	1.057.708	(7.145)	3.093	(22.343)	161.228	2.054.732	(751.642)	615.970	1.741.794	480.852	5.643.553	17.134.013	22.777.566
Balances as of January 1, 2020	243.535	65.771	1.057.708	(7.145)	2.916	(27.843)	193.151	2.483.140	(863.366)	615.970	1.770.507	543.769	6.078.113	17.655.280	23.733.393
Transfers	-	-	-	-	-	-	-	-	-	22.882	520.887	(543.769)	-	-	-
Total Comprehensive Income (Expense)	-	-	-	-	-	(2.901)	(3.349)	623.414	(561.712)	-	-	(219.088)	(163.636)	2.111.893	1.948.257
Net Profit (Loss)	-	-	-	-	-	-	-	-	-	-	-	(219.088)	(219.088)	869.174	650.086
Other Comprehensive Income (Expense)	-	-	-	-	-	(2.901)	(3.349)	623.414	(561.712)	-	-	-	55.452	1.242.719	1.298.171
Capital Increase	-	-	-	-	-	-	-	-	-	-	-	-	-	13.007	13.007
Profit Shares	-	-	(460.480)	-	-	-	-	-	-	-	460.480	-	-	(734.574)	(734.574)
Increase (Decrease) Due to Other Changes (***)	-	-	-	-	-	-	-	-	-	-	29.407	-	29.407	22	29.429
Balances as of September 30, 2020	243.535	65.771	597.228	(7.145)	2.916	(30.744)	189.802	3.106.554	(1.425.078)	638.852	2.781.281	(219.088)	5.943.884	19.045.628	24.989.512

(*) Balances in the increase (decrease) line due to other changes are from the amounts recorded as a result of the business combination of Migros, a subsidiary of the Group as of 1 May 2019, details of which are given in Note 3, and the share of put option revaluation fund related with non-controlling interests of Anadolu Efes, the subsidiary of the Group.

(**) Balances in the other revaluation and remeasurement gain (loss) consists of the increase due to revaluation of the assets used in renting activities.

(***) Balances in the increase (decrease) due to other changes line consists of the consolidation scope change effects of Anadolu Landini which is explained in Note 1.

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

**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW FOR
THE NINE MONTHS PERIODS ENDED SEPTEMBER 30, 2020 AND 2019**
(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

	Notes	Not Audited	
		January 1- September 30, 2020	Restated January 1- September 30, 2019
CASH FLOWS FROM OPERATING ACTIVITIES		7.724.081	5.404.671
Profit (Loss)		650.086	1.548.598
Profit (Loss) from Continuing Operations		654.508	1.544.951
Profit (Loss) from Discontinued Operations		(4.422)	3.647
Adjustments to Reconcile Profit (Loss)		5.746.362	2.795.320
Adjustments for Depreciation and Amortization Expense		2.209.482	1.819.648
Adjustments for Impairment Loss (Reversal of Impairment Loss)		125.971	140.808
- Adjustments for Impairment Loss (Reversal) of Receivables		44.701	42.025
- Adjustments for Impairment Loss (Reversal) of Inventories		57.881	40.477
- Adjustments for Impairment Loss (Reversal of Impairment Loss) of Property, Plant and Equipment		23.389	32.086
- Adjustments for Impairment Loss (Reversal of Impairment Loss) of Intangible Asset		-	26.220
Adjustments for Provisions		192.545	146.239
- Adjustments for (Reversal of) Provisions Related with Employee Benefits		176.055	124.900
- Adjustments for (Reversal of) Warranty Provisions		12.484	10.591
- Adjustments for (Reversal of) Other Provisions		4.006	10.748
Adjustments for Interest (Income) and Expenses		1.628.341	1.434.913
Adjustments for Unrealized Foreign Exchange Differences		1.363.477	(142.542)
Adjustments for Fair Value (Gains) Losses		15.886	119.305
- Adjustments for Fair Value (Gains) Losses on Derivative Financial Instruments		15.886	119.305
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method	8	262.996	290.095
Adjustments for Tax (Income) Expense	20.3	582.631	342.428
Adjustments for Losses (Gains) Arised From Disposal of Non-Current Assets		(139.814)	(40.596)
- Adjustments for Losses (Gains) on Disposal of Tangible Assets	17.1, 17.2	(139.814)	(40.596)
Transfer of Currency Translation Differences Previously Accounted as Other Comprehensive Income	17.1	(279.931)	(467.516)
Other Adjustments to Reconcile Profit (Loss) (**)		(215.222)	(847.462)
Adjustments for Working Capital		1.864.604	1.646.632
Decrease (Increase) in Financial Investments		-	1.987
Adjustments for Decrease (Increase) in Trade Accounts Receivables		(1.100.796)	(1.102.175)
Adjustments for Decrease (Increase) in Other Operating Receivables		(36.785)	(64.094)
Adjustments for Decrease (Increase) in Inventories		(836.589)	(191.832)
Adjustments for Increase (Decrease) in Trade Accounts Payables		2.597.839	2.335.021
Adjustments for Increase (Decrease) in Other Operating Payables		973.076	258.607
Increase (Decrease) in Deferred Income		116.406	(151.587)
Other Adjustments for Increase (Decrease) in Working Capital		151.453	560.705
- Decrease (Increase) in Other Assets Related with Operations		284.775	640.793
- Increase (Decrease) in Other Liabilities Related with Operations		(133.322)	(80.088)
Cash Flows from Operations		8.261.052	5.990.550
Interest Paid		(366.036)	(328.104)
Interest Received		131.400	133.650
Payments Related with Provisions for Employee Benefits		(83.248)	(62.885)
Payments Related with Other Provisions		(11.502)	(11.634)
Income Taxes Refund (Paid)		(207.585)	(316.906)
CASH FLOWS FROM INVESTING ACTIVITIES		(481.230)	455.148
Cash Outflows Arising From Purchase of Shares or Capital Increase of Associates and/or Joint Ventures		(134.282)	(46.829)
Proceeds from Sale of Shares or Debt Instruments of Other Business Organizations or Funds		-	31.161
Proceeds from Sales of Property, Plant, Equipment and Intangible Assets		932.015	283.543
Purchase of Property, Plant, Equipment and Intangible Assets		(1.492.926)	(1.587.735)
Other Cash Inflows (Outflows) (*)		213.963	1.775.008
CASH FLOWS FROM FINANCING ACTIVITIES		(4.215.194)	(3.277.569)
Proceeds from Issuing Shares or Other Equity Instruments		13.007	-
Proceeds from Borrowings	7	10.663.478	8.314.345
Repayments of Borrowings	7	(12.829.970)	(9.354.085)
Payments of Lease Liabilities		(907.688)	(607.055)
Proceeds from Derivative Instruments		73.489	(238.398)
Dividends Paid		(236.254)	(355.258)
Interest Paid		(1.269.123)	(1.289.510)
Interest Received		277.867	252.392
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		3.027.657	2.582.250
Effect of Exchange Rate Changes on Cash and Cash Equivalents		689.510	287.531
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		3.717.167	2.869.781
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	5	8.908.840	5.269.086
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	5	12.626.007	8.138.867

(*) As of September 30, 2019, other cash inflows (outflows) include the consolidation scope change effect of Migros in the amount of TRL 1.745.475.

(**) As of September 30, 2019, Other Adjustments Regarding Profit (Loss) Reconciliation includes the amount of TRL 1.185.846 recorded under income from investment activities as a result of the change in scope of consolidation of Migros.

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

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT SEPTEMBER 30, 2020**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

NOTE 1 - ORGANIZATION AND NATURE OF ACTIVITIES OF THE GROUP

AG Anadolu Grubu Holding A.Ş. is a holding company, which is managed by the Özilhan Family and Süleyman Kamil Yazıcı Family in accordance with equal representation and equal management principle and manages its subsidiaries.

14,21% of shares of AG Anadolu Grubu Holding A.Ş. (“Company” or “AGHOL”) are traded in Borsa İstanbul A.Ş. (“BİST”).

The registered office address of the Company is Fatih Sultan Mehmet Mahallesi Balkan Caddesi No:58, Buyaka E Blok Ümraniye, İstanbul, Turkey.

The interim condensed consolidated financial statements as of September 30, 2020 are authorized for issue by the Board of Directors on November 9, 2020 and are approved by the Finance President Onur Çevikel and the Finance Coordinator Volkan Harmandar on behalf of Board of Directors. General Assembly and specified regulatory bodies have the right to change the financial statements after the interim condensed consolidated financial statements are issued.

Activities of the Group

The Company and its subsidiaries will be referred as the “Group” for the purpose of the interim condensed consolidated financial statements.

The Group is organized and primarily managed in six principal segments: Beer, Soft drinks, Migros, Automotive (including passenger vehicles, commercial vehicles, generator, spare and component parts, motor vehicle renting), Energy&Industry (stationery, restaurant management, tourism, production and sale of electricity and real estate) and Other (information technology, trade).

The average number of personnel of the Group for the period ended at September 30, 2020 is 57.766 (December 31, 2019: 56.950).

List of Shareholders

As of September 30, 2020 and December 31, 2019 the shareholders and shareholding rates are as follows:

	September 30, 2020		December 31, 2019	
	Paid in Capital	(%)	Paid in Capital	(%)
AG Sınai Yatırım ve Yönetim A.Ş. (*)	118.474	48,65	118.474	48,65
Other Yazıcı Family Members (*)	47.156	19,36	47.211	19,39
Özilhan Family (*)	24.293	9,98	24.293	9,98
Azimet Portföy SKY Serbest Özel Fon (*) (****)	18.772	7,71	18.772	7,71
Publicly traded (**)	34.608	14,21	34.553	14,19
Other (***)	232	0,09	232	0,08
Paid-in share capital - historical	243.535	100,00	243.535	100,00
Inflation adjustment on capital	65.771		65.771	
Total share capital	309.306		309.306	

(*) As of September 30, 2020, 28,65% of AG Sınai Yatırım ve Yönetim A.Ş. shares amounting TRL 69.767 and all of the shares of other Yazıcı Family Members, Özilhan Family, Azimet Portföy SKY Serbest Özel Fon and other are publicly issued and 22,20% of them amounting TRL 54.099 are traded on the stock exchange.

(**) The shares only consist of the shares traded on the stock exchange which do not belong to family members.

(***) TRL 218 of TRL 232 belongs to Anadolu Ecopack Üretim ve Pazarlama A.Ş.. Anadolu Ecopack Üretim ve Pazarlama A.Ş.’s 100,00% shares belong to Süleyman Kamil Yazıcı and his Family.

(****) Süleyman Kamil Yazıcı and his daughters (Fazilet Yazıcı, Gülten Yazıcı, Gülşen Yazıcı, Nilgün Yazıcı, Hülya Elmalhoğlu) are the Qualified Investors of Azimet Portföy SKY Serbest Özel Fon and the shares of the fund have been allocated only to these mentioned individuals as predetermined.

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(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

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

List of Subsidiaries

The subsidiaries included in consolidation and their shareholding percentages at September 30, 2020 and December 31, 2019 are as follows:

	Place of Incorporation	Principal activities	Segment	Effective shareholding and voting rights (%)	
				September 30, 2020	December 31, 2019
Anadolu Isuzu Otomotiv San. ve Tic. A.Ş. (Anadolu Isuzu) (1)	Turkey	Production and sales of Isuzu branded commercial vehicles	Automotive	55,40	55,40
Anadolu Efes Biracılık ve Malt San. A.Ş. (Anadolu Efes) (1) (2)	Turkey	Production, bottling, distribution and sales of beer, carbonated and non-carbonated beverages	Beer	43,05	43,05
Migros Ticaret A.Ş. (Migros) (1) (3)	Turkey	Sales of food and beverage and durable goods	Migros	50,00	50,00
Çelik Motor Ticaret A.Ş. (Çelik Motor)	Turkey	Import, distribution and marketing of Kia motor vehicles and motor vehicle renting	Automotive	100,00	100,00
Anadolu Motor Üretim ve Pazarlama A.Ş. (Anadolu Motor)	Turkey	Production of industrial engines, sale of tractors	Automotive	100,00	100,00
Anadolu Otomotiv Dış Ticaret ve Sanayi A.Ş.	Turkey	Inactive	Automotive	100,00	100,00
Anadolu Elektronik Aletler Pazarlama ve Ticaret A.Ş. (Anadolu Elektronik)	Turkey	Inactive	Automotive	51,00	51,00
Adel Kalemcilik Ticaret ve Sanayi A.Ş. (Adel) (1)	Turkey	Production of writing instruments under Adel, Johann Faber and Faber Castell brand names	Energy&Industry	56,89	56,89
Ülkü Kırtasiye Ticaret ve Sanayi A.Ş. (Ülkü)	Turkey	Distribution of the products of Adel and other imported stationery products	Energy&Industry	73,17	73,17
Efestur Turizm İşletmeleri A.Ş. (Efestur)	Turkey	Arrangement of travelling and organization facilities	Energy&Industry	100,00	100,00
Anadolu Bilişim Hizmetleri A.Ş. (ABH)	Turkey	IT, internet and e-commerce services	Other	99,38	99,38
Oyex Handels GmbH (Oyex)	Germany	Trading of various materials used in the Group	Other	100,00	100,00
Anadolu Restoran İşletmeleri Limited Şirketi (McDonald's)	Turkey	Restaurant management	Energy&Industry	100,00	100,00
Artı Anadolu Danışmanlık A.Ş. (Artı Anadolu)	Turkey	Inactive	Other	100,00	100,00
Anadolu Araçlar Ticaret A.Ş. (Anadolu Araçlar)	Turkey	Import, distribution and marketing of motor vehicles	Automotive	100,00	100,00
AES Elektrik Enerjisi Toptan Satış A.Ş. (AES Elektrik)	Turkey	Whole sale and retail sale of electricity and/or its capacity	Energy&Industry	100,00	100,00
AEH Sigorta Acenteliği A.Ş. (AEH Sigorta)	Turkey	Insurance agency	Other	100,00	100,00
Anadolu Kafkasya Enerji Yatırımları A.Ş. (Anadolu Kafkasya)	Turkey	Production and transmission of electricity, and establishment and operation of distribution facilities	Energy&Industry	61,49	61,49
Taba LLC	Georgia	Production and sale of electricity (Investment in progress)	Energy&Industry	30,75	30,75
Georgia Urban Enerji Ltd. (GUE)	Georgia	Production and sale of electricity	Energy&Industry	55,34	55,34
AND Anadolu Gayrimenkul Yatırımları A.Ş. (AND Anadolu Gayrimenkul)	Turkey	Purchase, sale, rental and management of real estate	Energy&Industry	100,00	100,00
AND Ankara Gayrimenkul Yatırımları A.Ş. (AND Ankara Gayrimenkul)	Turkey	Purchase, sale and rental of real estate	Energy&Industry	100,00	100,00
AND Kartal Gayrimenkul Yatırımları A.Ş. (AND Kartal Gayrimenkul)	Turkey	Purchase, sale and rental of real estate	Energy&Industry	100,00	100,00
Kheledula Enerji Ltd. (Kheledula)	Georgia	Production and sale of electricity (Investment in progress)	Energy&Industry	61,49	61,49
MH Perakendecilik ve Ticaret A.Ş. (MH Perakendecilik)	Turkey	Retailing	Other	100,00	100,00

(1) Shares of Anadolu Isuzu, Anadolu Efes, Adel and Migros are quoted in BİST.

(2) The Company has control over Anadolu Efes although the Company holds less than 50 percent of its shares. In concluding to have control over Anadolu Efes, the Company management considers the number of Board members representing AGHOL in the Board of Directors of Anadolu Efes, the Company's participation in policy-making processes, including participation in decisions about dividends or other distributions, the transactions between AGHOL and Anadolu Efes. The managerial personnel of AGHOL provide internal audit services and high level finance, tax, legal and human resources support to Anadolu Efes.

(3) As the details are stated in Note 3, Migros has been defined as a subsidiary as of May 1, 2019.

(Convenience Translation into English of Consolidated Financial Statements Originally Issued in Turkish)
AG ANADOLU GRUBU HOLDİNG ANONİM ŞİRKETİ

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AS AT SEPTEMBER 30, 2020**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

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

List of Subsidiaries (cont'd)

	Place of Incorporation	Principal activities	Segment	Effective shareholding and voting rights (%)	
				September 30, 2020	December 31, 2019
Ant Sınai ve Tic. Ürünleri Paz. A.Ş. (5)	Turkey	Purchase and sale of spare parts	Automotive	55,40	55,40
Efes Breweries International N.V. (EBI) (6)	The Netherlands	Holding company that facilitates Anadolu Efes' foreign investments in breweries	Beer	43,05	43,05
AB InBev Efes B.V. (6)	The Netherlands	Investment company	Beer	21,53	21,53
LLC Vostok Solod (6)	Russia	Production of malt	Beer	21,53	21,53
LLC Bosteels Trade (6)	Russia	Selling and distribution of beer	Beer	21,53	21,53
Euro-Asien Brauerein Holding GmbH (Euro-Asien) (6) (8)	Germany	Investment company	Beer	21,53	21,53
JSC AB InBev Efes (6) (8)	Russia	Production and marketing of beer	Beer	21,53	21,53
LLC Inbev Trade (6)	Russia	Production of malt	Beer	21,53	21,53
PJSC AB InBev Efes Ukraine (6) (8)	Ukraine	Production and marketing of beer	Beer	21,26	21,25
Bevmar GmbH (6) (8)	Germany	Investment company	Beer	21,53	21,53
JSC FE Efes Kazakhstan Brewery (Efes Kazakhstan) (6)	Kazakhstan	Production and marketing beer	Beer	43,05	43,05
International Beers Trading LLP (IBT) (6)	Kazakhstan	Marketing of beer	Beer	43,05	43,05
Efes Vitanta Moldova Brewery S.A. (Efes Moldova) (6)	Moldova	Production of beer and low alcoholic drinks	Beer	41,70	41,70
JSC Lomisi (Efes Georgia) (6)	Georgia	Production and marketing and of beer and carbonated soft drinks	Beer	43,05	43,05
PJSC Efes Ukraine (Efes Ukraine) (6)	Ukraine	Production and marketing of beer	Beer	43,02	43,02
Efes Trade BY FLLC (Efes Belarus) (6)	Belarus	Marketing and distribution of beer	Beer	43,05	43,05
Efes Holland Technical Management Consultancy B.V. (EHTMC) (6)	The Netherlands	Leasing of intellectual property and similar products	Beer	43,05	43,05
Efes Pazarlama ve Dağıtım Ticaret A.Ş. (Ef-Pa) (6)	Turkey	Marketing and distribution company of Anadolu Efes	Beer	43,05	43,05
Cypex Co. Ltd. (Cypex) (6)	Northern Cyprus	Marketing and distribution of beer	Beer	43,05	43,05
Efes Deutschland GmbH (Efes Germany) (6)	Germany	Marketing and distribution of beer	Beer	43,05	43,05
Coca-Cola İçecek A.Ş. (CCİ) (4) (6)	Turkey	Production of Coca-Cola products	Soft-drinks	21,64	21,64
Coca-Cola Satış ve Dağıtım A.Ş. (CCSD) (6)	Turkey	Distribution and selling of Coca-Cola and Mahmudiye products	Soft-drinks	21,63	21,63
Mahmudiye Kaynak Suyu Ltd. Şti. (Mahmudiye) (6)	Turkey	Filling and selling of natural spring water	Soft-drinks	21,64	21,64
J.V. Coca-Cola Almaty Bottlers LLP (Almaty CC) (6)	Kazakhstan	Production, distribution and selling of and distribution of Coca Cola products	Soft-drinks	21,64	21,64
Tonus Turkish-Kazakh Joint Venture LLP (Tonus) (6)	Kazakhstan	Investment company of CCİ	Soft-drinks	21,64	21,64
Azerbaijan Coca-Cola Bottlers LLC (Azerbaijan CC) (6)	Azerbaijan	Production, distribution and selling of Coca Cola products	Soft-drinks	21,61	21,61
Coca-Cola Bishkek Bottlers CJSC (Bishkek CC) (6)	Kyrgyzstan	Production, distribution and selling of Coca Cola products	Soft-drinks	21,64	21,64
CCI International Holland B.V. (CCI Holland) (6)	The Netherlands	Investment company of CCİ	Soft-drinks	21,64	21,64
Sardkar for Beverage Industry Ltd. (SBIL) (6)	Iraq	Production, distribution and selling of Coca Cola products	Soft-drinks	21,64	21,64
The Coca-Cola Bottling Company of Jordan Ltd. (Jordan CC) (6)	Jordan	Production, distribution and selling of Coca Cola products	Soft-drinks	19,47	19,47
Coca-Cola Beverages Pakistan Ltd. (CCBPL) (6)	Pakistan	Production, distribution and selling of Coca Cola products	Soft-drinks	10,75	10,75
Turkmenistan Coca-Cola Bottlers Ltd. (Turkmenistan CC) (6)	Turkmenistan	Production, distribution and selling of Coca Cola products	Soft-drinks	12,87	12,87
Waha Beverages B.V. (6)	The Netherlands	Investment company of CCİ	Soft-drinks	17,32	17,32
Al Waha for Soft Drinks, Juices, Mineral Water, Plastics, and Plastic Caps Production LLC (Al Waha) (6)	Iraq	Production, distribution and selling of Coca Cola products	Soft-drinks	17,32	17,32
Coca-Cola Beverages Tajikistan LLC (Coca Cola Tajikistan) (6)	Tajikistan	Production, distribution and selling of Coca Cola products	Soft-drinks	21,64	21,64
Ramstore Kazakhstan LLC (Ramstore Kazakhstan) (7) (9)	Kazakhstan	Sales of food and beverage and durable goods	Migros	50,00	50,00
Ramstore Macedonia DOO (Ramstore Macedonia) (7)	Macedonia	Sales of food and beverage and durable goods	Migros	49,50	49,50
Moneypay Ödeme ve Elektronik Para Hizmetleri A.Ş. (Moneypay) (7)	Turkey	Payment and electronic money services	Migros	50,00	50,00
Ramstore Bulgaria E.A.D. (Ramstore Bulgaria) (7)	Bulgaria	Inactive	Migros	50,00	50,00

(4) CCI shares are quoted in BIST.

(5) Subsidiary of Anadolu Isuzu.

(6) Subsidiary of Anadolu Efes.

(7) Subsidiary of Migros. It was decided to change the name of Sanal Merkez Ticaret A.Ş., dormant subsidiary of Migros, to Moneypay Ödeme ve Elektronik Para Hizmetleri A.Ş. ("MoneyPay").

(8) Companies which AB Inbev Efes B.V. directly participates.

(9) In line with Migros' growth targets as well as Migros' strategic focus in markets where Migros operate; Ramstore Kazakhstan's retail operations have been re-evaluated. Thus, negotiations related to the transfer of lease contracts of retail stores in Kazakhstan as well as the sale of their inventories and equipment were initiated. Ramstore Kazakhstan will continue to operate with its Ramstore All In-Samal Shopping Mall which is a large part of the subsidiary's valuation.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT SEPTEMBER 30, 2020**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

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

Joint Ventures

The joint ventures included in consolidation by equity method and its shareholding percentages at September 30, 2020 and December 31, 2019 are as follows:

	Country	Main activities	Effective shareholding and voting rights (%)	
			September 30, 2020	December 31, 2019
Anadolu Landini Traktör Üretim ve Pazarlama A.Ş. (Anadolu Landini) (*)	Turkey	Tractor production	-	50,00
Aslancık Elektrik Üretim A.Ş. (Aslancık) LLC Faber-Castell Anadolu	Turkey	Electricity production	33,33	33,33
AEP Anadolu Etap Penkon Gıda ve Tarım Ürünleri San. ve Tic. A.Ş. (Anadolu Etap) (**)	Russia	Inactive	28,44	28,44
Syrian Soft Drink Sales & Dist. LLC (SSDSD)	Turkey	Production and sale of fruit juice concentrate and puree and sales of fresh fruit	32,81	30,87
Türkiye'nin Otomobili Girişim Grubu Sanayi ve Ticaret A.Ş.	Syria	Distribution and sales of Coca-Cola products	10,82	10,82
	Turkey	Development, production and trade of all kinds of electrical motor vehicles	19,00	19,00

(*) Anadolu Motor which previously owns 50% of Anadolu Landini shares and took over the remaining 50% shares from the other shareholder of Landini and acquired 100% of Anadolu Landini. After this transaction, Anadolu Landini and Anadolu Motor have been merged on June 19, 2020.

(**) Capital increase was made in Anadolu Etap in March 2020 by Anadolu Efes. As a result of this transaction, the Group's shareholding and voting rights in Anadolu Etap increased from 30,87% to 32,81%. Anadolu Etap, is currently being accounted to Group's financials on equity method and will continue to be accounted by using equity method, as the current governance structure and agreements among the shareholders of the Anadolu Etap does not allow any shareholder to fully control and consolidate.

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

Basis of Preparation of Financial Statements

The accompanying financial statements are prepared in accordance with the requirements of Capital Markets Board ("CMB") Communiqué Serial II, No: 14.1 "Basis of Financial Reporting in Capital Markets", which was published in the Official Gazette No:28676 on June 13, 2013. The accompanying financial statements are prepared based on the Turkish Accounting Standards and interpretations ("TAS") issued by the Public Oversight Accounting and Auditing Standards Authority ("POA") under Article 5 of the Communiqué.

The interim condensed consolidated financial statements are presented in accordance with "Announcement regarding with TAS/TFRS Taxonomy" which was published on April 15, 2019 by POA and the format and mandatory information recommended by CMB.

The Group companies, which operate in Turkey, keep their accounting books and their statutory financial statements in Turkish Lira in accordance with the Generally Accepted Accounting Principles in Turkey accepted by the Capital Markets Board (CMB), Turkish Commercial Code, Tax Legislation and the Uniform Chart of Accounts issued by the Ministry of Finance. The foreign subsidiaries and joint ventures keep their accounting books and statutory financial statements in their local currencies and in accordance with the rules and regulations of the countries in which they operate.

The interim condensed consolidated financial statements are based on the statutory financial statements of the Group's subsidiaries and joint ventures and presented in TRL in accordance with the principles CMB Financial Reporting Standards with certain adjustments and reclassifications for the purpose of fair presentation. Such adjustments are primarily related to application of consolidation accounting, accounting of deferred taxes, accounting of employment termination benefits on an actuarial basis and accruals for various expenses. These interim condensed consolidated financial statements have been prepared on the historical cost basis except for assets used in renting activities and certain financial assets and liabilities. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

In the scope of the CMB's "Communiqué on Financial Reporting in Capital Market" Numbered II-14.1 (Communiqué), the Group has prepared interim condensed consolidated financial statements as at September 30, 2020 in accordance with TAS 34, "Interim Financial Reporting". The interim condensed consolidated financial statements and explanatory notes are presented using the compulsory standard formats as published by the Communiqué.

The entities are allowed to prepare a complete or condensed set of interim financial statements in accordance with TAS 34. In this respect, the Group has preferred to prepare condensed consolidated financial statements in the interim periods.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT SEPTEMBER 30, 2020**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

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

Basis of Preparation of Financial Statements (cont'd)

The interim condensed consolidated financial statements as of September 30, 2020 have been prepared by applying the accounting policies consistent with the accounting policies applied in the preparation of the consolidated financial statements for the year ended December 31, 2019. Accordingly, these interim condensed consolidated financial statements should be read in conjunction with the consolidated financial statements as of December 31, 2019.

Seasonality of Operations

Due to higher consumption of beverage during the summer season, the interim condensed consolidated financial statements of Anadolu Efes, a subsidiary of the Group, may include the effects of the seasonal variations. Therefore, the results of Beer and Soft Drinks segment for the first nine months up to September 30, 2020 may not necessarily constitute an indicator for the results to be expected for the overall fiscal year.

Adel, a subsidiary of the Group, starts sales campaigns for specific products at the beginning of each year and then carries out "dealer fairs" for the sales of the brands produced and imported in February. At these sales campaigns and dealer fairs, cheques are received in the amount of orders from the customers and the received orders are met in the first half of the year.

Effect of COVID-19 Outbreak on Group Operations

Group has been implementing several contingency plans to mitigate the potential negative impacts of COVID 19 on the Group's operations and financial statements. It has been some partial hitches in sales process due to curfews and due to closure of some sales channels in countries that Group operates in parallel with the effects on global markets in terms of macro-economic uncertainty. Meanwhile Group has taken series of actions to minimize capital expenditures and increase in inventory and has reviewed current cash flow strategies to maintain strong balance sheet and liquidity figures. Lifting of curfews and decreasing in restrictions regarding to pandemic has positive effect on both market demand and Group's operations.

Group management has evaluated the potential effects of Covid-19 and has reviewed the key assumptions concerning the future and other key sources of estimation uncertainty on the financial statements as of September 30, 2020. In this concept, Group has performed impairment test for financial assets, inventories, property, plant and equipment, goodwill and brands and has not recognized any impairment loss as of September 30, 2020.

Comparative Information and Restatement of Prior Period Financial Statements

The consolidated financial statements of the Group include comparative financial information to enable the determination of the trends in the financial position and performance. Comparative figures are reclassified, where necessary, to conform to changes in presentation in the current period consolidated financial statements and significant changes are explained. In order to be consistent with the current period presentation, the reclassifications on the consolidated financial statements for the periods ended September 30, 2019:

TFRS 3 Business Combinations permits fair value appraisal works to be completed in one year period. Fair value appraisal works related to assets, liabilities and contingent liabilities in the Migros' financial statements have been recognized in accordance with TFRS 3 "Business Combinations". Consequently, the consolidated financial statements for September 30, 2019, where temporary goodwill was recorded, were restated. As a result of the restatement, as of September 30, 2019, "Inventories", "Tangible Assets", "Intangible Assets", "Goodwill", "Investment Properties", "Deferred Tax Asset" and "Deferred Tax Liability" values have changed.

As a result of recording the fair value changes, the related items and the "Currency Translation Differences", "Net Profit or Loss" and "Non-Controlling Interests" items are restated in the consolidated financial statements as of September 30, 2019.

Fair value and goodwill reconciliation of Migros' net assets are included in "Note 3 - Business Combinations".

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 2 - BASIS OF PRESENTATION OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

Basis of Preparation of Financial Statements (cont'd)

Comparative Information and Restatement of Prior Period Financial Statements (cont'd)

As presented in Public Disclosure Platform declarations of CCI, the subsidiary of the Group, dated on January 21, 2020 and April 1, 2020 sales and distribution activities of the non-ready to drink tea Doğadan brand in CCI's portfolio in Turkey has been terminated as of April 30, 2020. The Group has restated in the interim condensed consolidated income statement for the period ended September 30, 2019, in order to conform to the presentation of financial statements for the period ended September 30, 2020. In order to provide comparative information in the interim consolidated financial statements as of September 30, 2020, items from Doğadan brand are restated as discontinued operations in accordance with TFRS 5 in the interim condensed consolidated income statement as of September 30, 2019.

All changes made by the Group to the interim condensed consolidated statement of profit or loss dated September 30, 2019 are summarized below:

	Reported September 30, 2019	TFRS 5 effect	TFRS 3 effect	Restated September 30, 2019
Revenue	32.446.726	(166.914)	-	32.279.812
Cost of Sales	(22.104.468)	148.440	(365.811)	(22.321.839)
GROSS PROFIT (LOSS)	10.342.258	(18.474)	(365.811)	9.957.973
Operating expenses	(7.386.680)	13.821	(382)	(7.373.241)
Other operating income (expenses), net	(311.965)	-	-	(311.965)
Gain (loss) from investments accounted through equity method	(290.095)	-	-	(290.095)
OPERATING PROFIT (LOSS)	2.353.518	(4.653)	(366.193)	1.982.672
Income (expense) from investing activities, net	563.328	-	1.136.018	1.699.346
Financial income (expense), net	(1.794.639)	-	-	(1.794.639)
PROFIT (LOSS) BEFORE TAX FROM CONTINUING OPERATIONS	1.122.207	(4.653)	769.825	1.887.379
Tax (Expense) Income from Continuing Operations	(452.786)	1.006	109.352	(342.428)
NET PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS	669.421	(3.647)	879.177	1.544.951
NET PROFIT (LOSS) FOR THE PERIOD FROM DISCONTINUED OPERATIONS	-	3.647	-	3.647
Attributable to:	669.421	-	879.177	1.548.598
- Non-controlling Interests	897.309	-	170.437	1.067.746
- Equity Holders of the Parent	(227.888)	-	708.740	480.852
Earnings (Loss) per share (full TRL)	(0,9358)	-	2,9102	1,9745
- Earnings (Loss) per share from continuing operations (full TRL)	(0,9358)	(0,0150)	2,9102	1,9595
- Earnings (Loss) per share from discontinued operations (full TRL)	-	0,0150	-	0,0150

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT SEPTEMBER 30, 2020**

(Currency – Thousands of Turkish Lira (TRL) unless otherwise indicated)

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

Basis of Preparation of Financial Statements (cont'd)

New and Amended Turkish Financial Reporting Standards

a) Amendments that are mandatorily effective from 2020

Amendments to TFRS 3	<i>Definition of a Business</i>
Amendments to TAS 1 and TAS 8	<i>Definition of Material</i>
Amendments to TFRS 9, TAS 39 and TFRS 7	<i>Interest Rate Benchmark Reform</i>
Amendments to TFRS 16	<i>COVID-19 Related Rent Concessions</i>
Amendments to Conceptual Framework	<i>Amendments to References to the Conceptual Framework in TFRSs</i>

Amendments to TFRS 3 *Definition of a Business*

The definition of “business” is important because the accounting for the acquisition of an activity and asset group varies depending on whether the group is a business or only an asset group. The definition of “business” in TFRS 3 Business Combinations standard has been amended. With this change:

- By confirming that a business should include inputs and a process; clarified that the process should be essential and that the process and inputs should contribute significantly to the creation of outputs.
- The definition of a business has been simplified by focusing on the definition of goods and services offered to customers and other income from ordinary activities.
- An optional test has been added to facilitate the process of deciding whether a company acquired a business or a group of assets.

Amendments to TAS 1 and TAS 8 *Definition of Material*

The amendments in Definition of Material (Amendments to TAS 1 and TAS 8) clarify the definition of ‘material’ and align the definition used in the Conceptual Framework and the standards.

Amendments to TFRS 9, TAS 39 and TFRS 7 *Interest Rate Benchmark Reform*

The amendments clarify that entities would continue to apply certain hedge accounting requirements assuming that the interest rate benchmark on which the hedged cash flows and cash flows from the hedging instrument are based will not be altered as a result of interest rate benchmark reform.

Amendments to TFRS 16 *COVID-19 Related Rent Concessions*

The changes in COVID-19 Related Rent Concessions (Amendment to TFRS 16) brings practical expedient which allows a lessee to elect not to assess whether a COVID-19-related rent concession is a lease modification. The practical expedient applies only to rent concessions occurring as a direct consequence of COVID-19 and only if all of the following conditions are met:

- the change in lease payments results in revised consideration for the lease that is substantially the same as, or less than, the consideration for the lease immediately preceding the change;
- any reduction in lease payments affects only payments originally due on or before June 30, 2021; and
- there are no substantive changes to other terms and conditions of the lease.

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

Basis of Preparation of Financial Statements (cont'd)

New and Amended Turkish Financial Reporting Standards (cont'd)

a) Amendments that are mandatorily effective from 2020 (cont'd)

Amendments to TFRS 16 COVID-19 Related Rent Concessions (cont'd)

The amendment is effective for annual reporting periods beginning on or after June 1, 2020. Earlier application is permitted.

Amendments to References to the Conceptual Framework in TFRSs

The references to the Conceptual Framework revised the related paragraphs in TFRS 2, TFRS 3, TFRS 6, TFRS 14, TAS 1, TAS 8, TAS 34, TAS 37, TAS 38, IFRIC 12, IFRIC 19, IFRIC 20, IFRIC 22, and SIC-32. The amendments, where they actually are updates, are effective for annual periods beginning on or after 1 January 2020, with early application permitted.

b) New and revised TFRSs in issue but not yet effective

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

TFRS 17	<i>Insurance Contracts</i>
Amendments to TAS 1	<i>Classification of Liabilities as Current or Non-Current</i>
Amendments to TFRS 3	<i>Reference to the Conceptual Framework</i>
Amendments to TAS 16	<i>Property, Plant and Equipment – Proceeds before Intended Use</i>
Amendments to TAS 37	<i>Onerous Contracts – Cost of Fulfilling a Contract</i>
Annual Improvements to TFRS Standards 2018-2020	<i>Amendments to TFRS 1, TFRS 9 and TAS 41</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 supersedes TFRS 4 Insurance Contracts as of January 1, 2021.

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 January 1, 2022 and earlier application is permitted.

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

Basis of Preparation of Financial Statements (cont'd)

New and Amended Turkish Financial Reporting Standards (cont'd)

b) New and revised TFRSs in issue but not yet effective (cont'd)

Amendments to TFRS 3 *Reference to the Conceptual Framework*

The amendments update an outdated reference to the Conceptual Framework in IFRS 3 without significantly changing the requirements in the standard.

The amendments are effective for annual periods beginning on or after January 1, 2022. Early application is permitted if an entity also applies all other updated references (published together with the updated *Conceptual Framework*) at the same time or earlier.

Amendments to TAS 16 *Proceeds before Intended Use*

The amendments prohibit deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognizes the proceeds from selling such items, and the cost of producing those items, in profit or loss.

The amendments are effective for annual periods beginning on or after January 1, 2022. Early application is permitted.

Amendments to TAS 37 *Onerous Contracts – Cost of Fulfilling a Contract*

The amendments specify that the ‘cost of fulfilling’ a contract comprises the ‘costs that relate directly to the contract’. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract or an allocation of other costs that relate directly to fulfilling contracts. The amendments published today are effective for annual periods beginning on or after January 1, 2022. Early application is permitted.

Annual Improvements to TFRS Standards 2018-2020 Cycle

Amendments to TFRS 1 *First time adoption of International Financial Reporting Standards*

The amendment permits a subsidiary that applies paragraph D16 (a) of TFRS 1 to measure cumulative translation differences using the amounts reported by its parent, based on the parent’s date of transition to TFRSs.

Amendments to TFRS 9 *Financial Instruments*

The amendment clarifies which fees an entity includes in assessing whether to derecognize a financial liability. An entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other’s behalf.

Amendments to TAS 41 *Agriculture*

The amendment removes the requirement in paragraph 22 of TAS 41 for entities to exclude taxation cash flows when measuring the fair value of a biological asset using a present value technique. This will ensure consistency with the requirements in TFRS 13.

The amendments to TFRS 1, TFRS 9, and TAS 41 are all effective for annual periods beginning on or after January 1, 2022. Early application is permitted.

The Group evaluates effects of these standards, amendments and improvements on the consolidated financial statements.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 3 - BUSINESS COMBINATIONS

Transactions for the period of September 30, 2020

The Group's ownership in Anadolu Etap has been increased to 32,81% from 30,87% on March 6, 2020 following the capital increase by Anadolu Efes amounting to TRL 126.392. Anadolu Etap, is currently being accounted to Group's financials on equity method and will continue to be accounted by using equity method, as the current governance structure and agreements among the shareholders of the Anadolu Etap does not allow any shareholder to fully control and consolidate.

Transactions for year of 2019

1) "Business Partnership Agreement" related with the management of Migros, in which the Group has indirect 50% share, executed between the Group and Moonlight Capital S.A, the other shareholder of Migros has expired on April 30, 2019, as a result, there is no change in the shareholding rates. In TFRS 10 Consolidated Financial Statements under "Assessing Control" title, it is stated that an investor has rights that are sufficient to give it power when the investor has the practical ability to direct the relevant activities unilaterally. Also, it is stated that an investor holds significantly more voting rights than any other vote holder or organized group of vote holders, and the other shareholdings are numerous and widely dispersed, the investor has power over the investee. Since the related criteria in this standard have been fulfilled as of May 1, 2019, Migros has been accounted under investment accounted through equity method until April 30, 2019 and as of May 1, 2019 Migros has been accounted with full consolidation method.

This amendment is accounted as business combination achieved in stages according to TFRS 3 "Business Combinations" and in a business combination achieved in stages, the acquirer shall re-measure its previously held equity interest in the acquire at its acquisition-date fair value and recognize the resulting gain or loss.

TFRS 3 Business Combinations permits fair value appraisal works to be completed in one year period. Fair value appraisal works related to assets, liabilities and contingent liabilities in the Migros' financial statements have been recognized in accordance with TFRS 3 "Business Combinations". The difference between the fair value of Migros and the fair value of Migros' net assets has been recognized as goodwill amounting to TRL 3.717.403 in consolidated financial statements as of December 31, 2019, the difference between Migros' fair value and amount of investment accounted by equity method amounting to TRL 1.185.846 as of April 30, 2019 is recognized as income from investing activities in the interim condensed consolidated financial statements.

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NOTE 3 - BUSINESS COMBINATIONS (cont'd)

Transactions for year of 2019 (cont'd)

The fair values of Migros' net assets in its financial statements as of April 30, 2019 are as follows:

	Fair Value	Book Value
Cash and cash equivalents	1.745.475	1.745.475
Trade receivables	167.426	167.426
Inventories	2.832.556	2.506.356
Assets held for sale	133.083	39.009
Other current assets	131.633	131.633
Investment properties	32.325	22.389
Tangible assets	3.807.985	3.419.863
Right of use assets	2.907.972	2.907.972
Intangible assets		
- Goodwill	1.565	1.565
- Brand	116.411	2.787
- Other intangible assets	193.866	265.261
Deferred tax assets	-	103.599
Other non - current assets	23.369	23.369
Financial liabilities	(4.915.253)	(4.915.253)
Lease liabilities	(2.967.585)	(2.967.585)
Trade payables	(4.941.902)	(4.941.902)
Other liabilities	(827.584)	(827.584)
Deferred tax liabilities	(110.225)	-
Carrying value of net assets	(1.668.883)	(2.315.620)
Fair value of shares hold (*)	2.882.962	
Value of identifiable net assets of non-controlling interests	(834.441)	
	2.048.521	
Value of identifiable net assets	(1.668.883)	
Goodwill as a result of business combination	3.717.403	

(*) The relevant amount is calculated by the weighting of discounting future cash flows of cash generating units, the market value which includes control premium as at April 30, 2019 and the enterprise value calculated with EBITDA multiple which also includes control premium.

2) In December 2019, the transactions detailed below are made regarding Anadolu Etap, which is accounted as an investment valued by equity.

- Anadolu Efes, a subsidiary of the Group, Burlingtoun LLP and Özgörkey Holding A.Ş. (Özgörkey Holding) signed a share purchase agreement on December 4, 2019 for the purchase of Burlingtoun LLP's 39,7% shares in Anadolu Etap at the rate of each partner's own shares. Based on this share purchase agreement, Anadolu Efes purchased 26,1% of Anadolu Etap for a price of TRL 189. Following the share transfer on December 6, 2019, Anadolu Efes' shareholding in Anadolu Etap increased from 39,70% to 65,84%.
- As a result of the capital increase amounting to TRL 114.000 at Anadolu Etap on December 27, 2019, Anadolu Efes' share in Anadolu Etap increased from 65,84% to 71,70%.

Anadolu Etap, which is accounted as an investment valued by equity in the financial statements of the Group, will continue to be recognized as an investment valued by equity since the management structure and the agreements between the shareholders do not allow any shareholder to control Anadolu Etap alone.

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

The management monitors the operating results of its six business units separately for the purpose of making decisions about the resource allocation and performance assessment. The six operating segments are: Beer, Soft-drinks, Migros, Automotive (including passenger vehicles, commercial vehicles, generator, spare and component parts, motor vehicle renting); Energy&Industry (stationery, restaurant management, tourism, production and sale of electricity and real estate) and Other (information technologies, trade).

Since segment reporting and information used in the Group management reporting is consistent with consolidated statement of financial position and consolidated statement of profit or loss the Group does not need to perform reconciliation between the consolidated statement of profit or loss, consolidated statement of financial position and the segment reporting disclosure.

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT SEPTEMBER 30, 2020

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NOTE 4 - SEGMENT REPORTING (cont'd)

January 1 - September 30, 2020	Beer	Soft-Drinks	Migros	Automotive	Energy&Industry	Other	Eliminations and Adjustments	Consolidated
Sales	8.737.517	10.952.837	21.105.380	3.926.720	1.316.126	12.235	-	46.050.815
Inter-segment sales	379.517	254.056	2.527	7.712	18.879	105.690	(768.381)	-
Total Sales	9.117.034	11.206.893	21.107.907	3.934.432	1.335.005	117.925	(768.381)	46.050.815
GROSS PROFIT(LOSS)	3.585.853	4.028.201	5.522.972	629.367	175.613	90.561	(4.238)	14.028.329
Operating expenses	(3.235.287)	(2.002.452)	(4.527.295)	(234.936)	(190.799)	(90.604)	121.377	(10.159.996)
Other operating income (expenses), net	(119.803)	(38.081)	(216.596)	(13.061)	(4.097)	10.528	(74.618)	(455.728)
Gain (loss) from the investments accounted through equity method (*)	(220.753)	(3.214)	-	-	1.134	(40.163)	-	(262.996)
OPERATING INCOME (LOSS)	10.010	1.984.454	779.081	381.370	(18.149)	(29.678)	42.521	3.149.609
Income (expense) from investing activities, net	412.547	63.541	42.976	42.392	(3.669)	(487)	(97.890)	459.410
Financial income (expense), net	(350.783)	(110.437)	(1.021.968)	(217.697)	(388.304)	(291.419)	8.728	(2.371.880)
INCOME (LOSS) BEFORE TAX FROM CONTINUING OPERATIONS	71.774	1.937.558	(199.911)	206.065	(410.122)	(321.584)	(46.641)	1.237.139
Tax (expense) income from continuing operations, net	(77.767)	(450.637)	(81.740)	7.374	14.560	(24.250)	29.829	(582.631)
NET INCOME (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS	(5.993)	1.486.921	(281.651)	213.439	(395.562)	(345.834)	(16.812)	654.508
NET INCOME (LOSS) FOR THE PERIOD FROM DISCONTINUED OPERATIONS	-	(4.422)	-	-	-	-	-	(4.422)
Attributable to:								
- Non-controlling interest	(156.353)	86.895	34	(93)	(8.377)	-	947.068	869.174
- Equity holders of the parent	150.360	1.395.604	(281.685)	213.532	(387.185)	(345.834)	(963.880)	(219.088)
Total Assets	24.077.089	20.749.809	15.142.897	2.691.093	2.519.684	4.602.625	5.299.781	75.082.978
Total Liabilities	14.964.745	11.013.683	15.039.163	2.246.374	2.978.665	3.108.927	741.909	50.093.466
Net debt	2.377.627	1.549.510	3.621.117	1.101.344	2.411.937	2.587.096	(68.987)	13.579.644
Purchases of tangible & intangible assets, assets used in renting activities and investment property	682.471	456.909	267.849	76.341	10.259	177	(35)	1.493.971
EBITDA	1.261.016	2.620.032	1.702.771	432.906	98.495	15.950	57.854	6.189.024
- Depreciation and amortization (**)	834.428	584.001	613.904	47.027	109.864	4.935	15.323	2.209.482
- Provision for employee termination benefits	9.847	23.675	75.017	3.834	4.173	712	4	117.262
- Provision for vacation pay liability	8.984	5.526	18.173	1.086	3.741	(182)	1	37.329
- Other	176.994	19.162	216.596	(411)	-	-	5	412.346

(*) Loss recognized from Anadolu Etap which is accounted through equity method amounting TRL 220.753 is recorded under 'beer' segment; loss recognized from SSDSD amounting TRL 3.214 is recorded under 'soft-drinks' segment; loss recognized from Aslancık amounting TRL 29.260, loss recognized from TOGG amounting TRL 10.903 are recorded under 'other' segment; gain recognized from LLC Faber-Castell Anadolu TRL 1.134 'energy-industry' segment.

(**) TRL 8.347 of the depreciation and amortization belong to investment properties.

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NOTE 4 - SEGMENT REPORTING (cont'd)

January 1 - September 30, 2019	Beer	Soft-Drinks	Migros	Automotive	Energy&Industry	Other	Eliminations and Adjustments	Consolidated	Pro forma Consolidated with Migros (**)
Sales	7.833.368	9.617.387	17.191.988	2.597.310	1.495.801	398	(6.456.440)	32.279.812	38.738.323
Inter-segment sales	372.989	240.906	2.563	44.854	34.190	105.726	(801.228)	-	-
Total Sales	8.206.357	9.858.293	17.194.551	2.642.164	1.529.991	106.124	(7.257.668)	32.279.812	38.738.323
GROSS PROFIT(LOSS)	3.347.998	3.417.465	4.690.094	437.749	314.912	70.769	(2.321.014)	9.957.973	11.784.380
Operating expenses	(2.995.133)	(1.882.707)	(3.635.264)	(229.981)	(181.708)	(81.259)	1.632.811	(7.373.241)	(8.870.922)
Other operating income (expenses), net	48.008	(104.448)	(358.032)	(10.577)	273	34.369	78.442	(311.965)	(457.319)
Gain (loss) from the investments accounted through equity method (*)	(61.780)	(264)	-	(14.300)	(5.294)	(208.457)	-	(290.095)	(89.064)
OPERATING INCOME (LOSS)	339.093	1.430.046	696.798	182.891	128.183	(184.578)	(609.761)	1.982.672	2.367.075
Income (expense) from investing activities, net	644.109	1.339	14.588	523	3.378	16.862	1.018.547	1.699.346	1.694.540
Financial income (expense), net	(345.477)	(249.626)	(882.636)	(448.686)	(347.533)	(130.012)	609.331	(1.794.639)	(2.371.646)
INCOME (LOSS) BEFORE TAX FROM CONTINUING OPERATIONS	637.725	1.181.759	(171.250)	(265.272)	(215.972)	(297.728)	1.018.117	1.887.379	1.689.969
Tax (expense) income from continuing operations, net	(250.753)	(232.003)	(31.148)	29.471	23.467	15.664	102.874	(342.428)	(346.454)
NET INCOME (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS	386.972	949.756	(202.398)	(235.801)	(192.505)	(282.064)	1.120.991	1.544.951	1.343.515
NET INCOME (LOSS) FOR THE PERIOD FROM DISCONTINUED OPERATIONS	-	3.647	-	-	-	-	-	3.647	3.647
Attributable to:									
- Non-controlling interest	(126.690)	(11.751)	77	(63)	(6.538)	-	1.212.711	1.067.746	866.310
- Equity holders of the parent	513.662	965.154	(202.475)	(235.738)	(185.967)	(282.064)	(91.720)	480.852	480.852
Total Assets	21.237.698	16.029.056	14.415.139	2.773.305	2.689.831	3.845.799	4.701.032	65.691.860	65.691.862
Total Liabilities	11.634.466	8.910.669	13.959.924	2.949.154	2.859.185	2.153.159	447.614	42.914.171	42.914.171
Net debt	2.120.582	2.508.186	5.233.164	2.097.332	2.109.065	1.705.379	(115.303)	15.658.405	15.658.405
Purchases of tangible & intangible assets, purchases of assets used in renting activities, investment property	707.789	653.509	207.670	67.435	23.205	782	(68.329)	1.592.061	1.660.390
EBITDA	1.166.161	2.008.327	1.773.895	279.197	248.087	28.054	(707.591)	4.796.130	5.447.063
- Depreciation and amortization (***)	771.304	508.953	637.357	62.942	107.949	3.935	(272.792)	1.819.648	2.089.337
- Provision for employee termination benefits	9.598	35.928	62.899	4.573	6.868	79	(23.602)	96.343	119.945
- Provision for vacation pay liability	11.287	6.024	18.809	793	(207)	161	(25.160)	11.707	36.867
- Other	(26.901)	27.112	358.032	13.698	-	-	223.724	595.665	744.775

(*) Loss recognized from Anadolu Etap which is accounted through equity method amounting TRL 61.780 is recorded under 'beer' segment; loss recognized from SSSD amounting TRL 264 is recorded under 'soft-drinks' segment; loss recognized from Anadolu Landini amounting TRL 14.300 is recorded under 'automotive' segment; loss recognized from Aslancık amounting TRL 4.665, loss recognized from TOGG amounting TRL 2.761 and loss recognized from Migros amounting TRL 201.031 is recorded under 'other' segment, loss recognized from LLC Faber-Castell Anadolu TRL 5.294 is recorded under 'energy&industry' segment.

(**) "Business Partnership Agreement" executed between the Group and Moonlight Capital S.A, the other shareholder of Migros in connection with the management of Migros has expired on April 30, 2019 and the Group has started to fully consolidate Migros in financial statements. "Pro forma Consolidated with Migros" that is presented for indicative purposes shows fully consolidated financial results of Migros as of January 1, 2019.

(***) TRL 95 of the tangible and intangible assets purchase and TRL 6.883 of the depreciation and amortization belong to investment properties.

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NOTE 4 - SEGMENT REPORTING (cont'd)

July 1 - September 30, 2020	Beer	Soft-Drinks	Migros	Automotive	Energy&Industry	Other	Eliminations and Adjustments	Consolidated
Sales	3.589.111	4.920.891	7.694.231	1.778.931	512.202	12.265	(52.356)	18.455.275
Inter-segment sales	178.377	51.665	1.122	1.998	9.760	31.574	(274.496)	-
Total Sales	3.767.488	4.972.556	7.695.353	1.780.929	521.962	43.839	(326.852)	18.455.275
GROSS PROFIT(LOSS)	1.623.785	1.917.787	1.978.819	319.542	93.146	31.396	781	5.965.256
Operating expenses	(1.247.442)	(708.239)	(1.578.784)	(80.034)	(67.182)	(29.766)	17.650	(3.693.797)
Other operating income (expenses), net	(80.667)	(25.916)	(72.261)	(20.248)	(674)	2.753	(16.815)	(213.828)
Gain (loss) from the investments accounted through equity method	(153.541)	(265)	-	-	1.134	(24.664)	-	(177.336)
OPERATING INCOME (LOSS)	142.135	1.183.367	327.774	219.260	26.424	(20.281)	1.616	1.880.295
Income (expense) from investing activities, net	(10.272)	7.615	44.443	41.550	482	199	36.332	120.349
Financial income (expense), net	(57.379)	(16.227)	(306.077)	(52.045)	(155.905)	(55.842)	2.332	(641.143)
INCOME (LOSS) BEFORE TAX FROM CONTINUING OPERATIONS	74.484	1.174.755	66.140	208.765	(128.999)	(75.924)	40.280	1.359.501
Tax (expense) income from continuing operations, net	(42.116)	(237.613)	(57.110)	8.641	2.424	(9.100)	4.648	(330.226)
NET INCOME (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS	32.368	937.142	9.030	217.406	(126.575)	(85.024)	44.928	1.029.275
NET INCOME (LOSS) FOR THE PERIOD FROM DISCONTINUED OPERATIONS	-	201	-	-	-	-	-	201
Attributable to:								
- Non-controlling interest	2.127	80.277	15	95	(4.980)	-	693.304	770.838
- Equity holders of the parent	30.241	857.066	9.015	217.311	(121.595)	(85.024)	(648.376)	258.638
Purchases of tangible & intangible assets, assets used in renting activities and investment property	218.071	117.642	100.128	29.549	5.886	31	(3)	471.304
EBITDA	678.932	1.406.176	611.207	238.610	61.019	6.678	8.267	3.010.889
- Depreciation and amortization	283.474	202.325	209.541	16.164	34.575	1.658	6.635	754.372
- Provision for employee termination benefits	1.783	10.093	13.602	2.791	1.182	819	11	30.281
- Provision for vacation pay liability	(2.362)	(852)	(11.971)	360	(28)	(182)	1	(15.034)
- Other	100.361	10.978	72.261	35	-	-	4	183.639

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NOTE 4 - SEGMENT REPORTING (cont'd)

July 1 - September 30, 2019	Beer	Soft-Drinks	Migros	Automotive	Energy&Industry	Other	Eliminations and Adjustments	Consolidated	Pro forma Consolidated with Migros
Sales	3.034.206	3.756.887	6.462.868	975.952	448.279	1.345	747	14.680.284	14.680.284
Inter-segment sales	155.924	90.964	868	12.783	14.516	32.889	(307.944)	-	-
Total Sales	3.190.130	3.847.851	6.463.736	988.735	462.795	34.234	(307.197)	14.680.284	14.680.284
GROSS PROFIT(LOSS)	1.418.754	1.350.590	1.772.233	158.555	110.198	22.810	(35.263)	4.797.877	4.797.906
Operating expenses	(1.145.005)	(668.241)	(1.306.447)	(74.090)	(59.375)	(25.560)	52.732	(3.225.986)	(3.226.028)
Other operating income (expenses), net	36.209	(773)	(118.054)	(11.433)	6.544	13.875	(39.894)	(113.526)	(113.262)
Gain (loss) from the investments accounted through equity method	(22.851)	(118)	-	(5.608)	(987)	2.653	-	(26.911)	(26.911)
OPERATING INCOME (LOSS)	287.107	681.458	347.732	67.424	56.380	13.778	(22.425)	1.431.454	1.431.705
Income (expense) from investing activities, net	282.472	1.249	6.099	48	145	16.012	(4.965)	301.060	301.063
Financial income (expense), net	(184.243)	28.287	(140.193)	(133.133)	(95.909)	(16.256)	11.881	(529.566)	(529.565)
INCOME (LOSS) BEFORE TAX FROM CONTINUING OPERATIONS	385.336	710.994	213.638	(65.661)	(39.384)	13.534	(15.509)	1.202.948	1.203.203
Tax (expense) income from continuing operations, net	(87.693)	(108.523)	(34.750)	(3.585)	2.580	(10.755)	5.043	(237.683)	(237.684)
NET INCOME (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS	297.643	602.471	178.888	(69.246)	(36.804)	2.779	(10.466)	965.265	965.519
NET INCOME (LOSS) FOR THE PERIOD FROM DISCONTINUED OPERATIONS	-	1.960	-	-	-	-	-	1.960	1.960
Attributable to:									
- Non-controlling interest	(14.270)	47.960	4	(29)	(2.412)	-	694.397	725.650	725.904
- Equity holders of the parent	311.913	556.471	178.884	(69.217)	(34.392)	2.779	(704.863)	241.575	241.575
Purchases of tangible & intangible assets, purchases of assets used in renting activities, investment property	228.043	193.754	77.659	20.635	12.365	603	3	533.062	533.059
EBITDA	538.247	869.396	697.621	103.218	92.255	12.164	(12.086)	2.300.815	2.297.577
- Depreciation and amortization	241.667	171.478	217.924	19.772	34.477	1.224	6.841	693.383	686.479
- Provision for employee termination benefits	2.273	17.553	12.067	1.557	1.600	5	(1)	35.054	34.990
- Provision for vacation pay liability	(1.583)	(1.696)	1.844	(564)	(1.189)	(190)	5	(3.373)	(3.379)
- Other	(14.068)	485	118.054	9.421	-	-	3.494	117.386	120.871

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NOTE 5 - CASH AND CASH EQUIVALENTS

The details of cash and cash equivalents are as follows:

	September 30, 2020	December 31, 2019
Cash	91.040	97.542
Time deposit	9.494.657	6.854.643
Demand deposit	1.632.513	875.348
Credit card receivables	1.383.743	1.056.763
Other cash and cash equivalents (*)	24.054	24.544
Cash and cash equivalents in the consolidated cash flow statement	12.626.007	8.908.840
Expected credit loss (-)	(780)	-
Interest income accruals	11.981	18.847
	12.637.208	8.927.687

(*) Other liquid assets consist of cheques in collection and direct billing system (DBS) balances.

As of September 30, 2020, cash and cash equivalents of AGHOL amount to TRL 370.264 (December 31, 2019: TRL 199.707).

As of September 30, 2020, there is a blocked deposit of TRL 23.653 for the loans used by Çelik Motor, a subsidiary of the Group (December 31, 2019: None).

As of September 30, 2020, the Group has designated its bank deposits amounting to TRL 620.828, equivalent of USD 56.104 Thousand and EUR 20.023 Thousand for the future raw material purchases, operational and interest expense related payments (December 31, 2019: TRL 125.789, equivalent of USD 18.992 Thousand and EUR 1.950 Thousand).

NOTE 6 - INVENTORIES

	September 30, 2020	December 31, 2019
Raw materials	1.396.420	1.089.522
Work-in-process	297.429	254.934
Finished and trade goods	4.229.345	3.561.473
Packaging materials	199.534	176.561
Bottles and cases	189.118	183.087
Supplies	237.703	182.539
Other inventories	160.856	394.921
Provisions for impairment (-)	(171.810)	(145.012)
	6.538.595	5.698.025

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NOTE 7 - BORROWINGS

	September 30, 2020	December 31, 2019
Bank borrowings	4.400.036	3.335.175
Current portion of long term borrowings	2.350.539	3.270.718
Lease liabilities	424.082	531.239
Factoring liabilities	7.695	-
Short term borrowings	7.182.352	7.137.132
Bank borrowings	15.889.802	13.982.755
Lease liabilities	3.389.874	3.519.684
Long term borrowings	19.279.676	17.502.439
Total borrowings	26.462.028	24.639.571

As of September 30, 2020 AGHOL's total bank borrowings amount to TRL 2.978.353 (December 31, 2019: TRL 2.431.270).

Some of the Group's borrowings are subject to covenants. According to the mentioned provisions, certain performance criteria have to be fulfilled by the Group.

Lessee - Leases

The properties acquired by the Group through leasing consist of land, buildings, machinery and equipment, motor vehicles and furniture and fixtures.

Net book value of property, plant and equipment obtained by leasing of the Group is TRL 16.551 (December 31, 2019: TRL 32.766). Sale and leaseback process have been applied for the property, plant and equipment amounting TRL 16.551 (December 31, 2019: TRL 32.016) acquired by leasing. The Group has continued to record these tangible assets based on previous net book values assuming no leaseback transactions.

The movement of bank loans as of September 30, 2020 and 2019 is as follows:

	September 30, 2020	September 30, 2019
Opening balance	20.588.648	15.653.706
Interest expense	1.268.651	1.187.115
Interest paid	(1.250.552)	(1.258.076)
Proceeds from borrowings	10.663.478	8.314.345
Repayments of borrowings	(12.829.970)	(9.354.085)
Foreign exchange (gain)/loss, net	3.812.882	224.070
Classification to lease liabilities item under TFRS 16	-	(276.679)
Currency translation differences	226.463	264.058
Recorded due to change in consolidation scope	125.152	4.915.277
Capitalized interest	43.320	63.394
Closing balance	22.648.072	19.733.125

As of September 30, 2020, net interest expense on cross currency swap contracts is TRL 90.719 (September 30, 2019: TRL 82.084).

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NOTE 7 - BORROWINGS (cont'd)

Short term	September 30, 2020			December 31, 2019		
	Amount	Fixed interest rate	Floating interest rate	Amount	Fixed interest rate	Floating interest rate
Borrowing in Turkish Lira	3.946.167	6,9% - 22,8%	Trlibor + (1,3%-4,8%)	2.767.859	10,5% - 29,0%	Trlibor + (3,5% - 4,8%)
Borrowing in foreign currency (EUR)	1.857.118	1,4% - 5,1%	Euribor + (1,6%-5,1%)	1.968.531	1,4% - 6,0%	Euribor + (0,7% - 5,1%)
Borrowing in foreign currency (USD)	354.237	3,0% - 4,4%	Libor + (1,8% - 5,4%)	1.231.838	1,5% - 6,0%	Libor + (3,9% - 6,9%)
Borrowing in foreign currency (Other)	593.052	1,8% - 12,5%	Kibor + (-0,1%- 0,7%)	637.665	0,1% - 15,5%	Kibor + (0,3%)
Factoring payables in Turkish Lira	7.696	14,6% - 24,2%		-	-	-
	6.758.270			6.605.893		
Long term	Amount	Fixed interest rate	Floating interest rate	Amount	Fixed interest rate	Floating interest rate
Borrowing in Turkish Lira	3.798.019	8,8% - 17,1%	Trlibor + (1,3%-4,8%)	2.228.760	11,6% - 29,0%	Trlibor + (3,5% - 4,8%)
Borrowing in foreign currency (EUR)	3.087.058	0,8% - 5,1%	Euribor + (1,6% -5,1%)	4.737.734	1,5% - 6,0%	Euribor + (4,8% - 5,1%)
Borrowing in foreign currency (USD)	8.521.264	3,4% - 4,4%	Libor + (2,5% - 5,4%)	6.463.658	2,5% - 4,2%	Libor + (4,4% - 5,4%)
Borrowing in foreign currency (Other)	483.461	1,8% - 11,0%	-	552.603	7,9% - 11,0%	-
	15.889.802			13.982.755		
	22.648.072			20.588.648		

Repayments schedules of long-term bank loans are as follows:

	September 30, 2020	December 31, 2019
1-2 years	3.035.840	3.158.748
2-3 years	6.958.001	5.803.004
3-4 years	1.546.981	1.697.587
4-5 years	3.990.350	2.931.679
5 years and more	358.630	391.737
	15.889.802	13.982.755

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NOTE 8 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD (cont'd)

Joint Ventures (cont'd)

Summary financial information of the Group's joint venture Migros is as follows:

	January 1 - September 30, 2019	July 1 - September 30, 2019
Revenue	17.194.551	6.463.736
Net loss for the period	(202.398)	178.888
Non-controlling interests	77	4
Equity holders of the parent	(202.475)	178.884
Acquisition accounting and fair value adjustments	(7.803)	-
The effect of change in consolidation scope	(191.784)	(178.884)
Net loss per consolidation as of April 30, 2019	(402.062)	-
Group's share in net loss as of April 30, 2019	(201.031)	-

The movement of carrying value of the joint venture Migros in the consolidated financial statements as of September 30, 2019 is as follows:

	September 30, 2019
Balance at the beginning of the period	1.884.617
Group's share in net loss	(201.031)
Recorded due to the business combination	(1.705.328)
Group's share in currency translation differences	21.742
Balance at the end of the period	-

Summary financial information of the Group's investment in joint venture Aslancık is as follows:

	September 30, 2020	December 31, 2019
Aslancık		
Total Assets	597.053	590.347
Total Liabilities	555.856	464.369
Net Assets	41.197	125.978
Fair value adjustment	(131.625)	(131.625)
Net assets included in consolidation	(90.428)	(5.647)
Group's share in net assets	(30.142)	(1.882)

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Revenue	131.805	128.241	28.847	34.529
Net (loss)/profit	(87.781)	(13.995)	(55.612)	12.101
Group's share in net (loss)/profit	(29.260)	(4.665)	(18.537)	4.033

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NOTE 8 - INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD (cont'd)

Joint Ventures (cont'd)

Summary financial information of the Group's investment in joint venture LLC Faber-Castell Anadolu is as follows:

	September 30, 2020	December 31, 2019		
LLC Faber-Castell Anadolu				
Total Assets	3.563	796		
Total Liabilities	825	1.406		
Net Assets	2.738	(610)		
Group's share in net assets (*)	1.369	-		
	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Revenue	-	3.422	-	1.534
Net loss	2.268	(10.588)	2.529	(1.974)
Group's share in net loss	1.134	(5.294)	1.134	(987)

(*) Group's interest in Faber Castell Anadolu LLC, a joint venture of the Group, is calculated as negative balance, therefore share in net assets of investments accounted through equity method is adjusted in an amount that make balance of Faber Castell Anadolu LLC equal to zero.

Summary financial information of the Group's investment in joint venture Anadolu Etap is as follows:

	September 30, 2020	December 31, 2019		
Anadolu Etap				
Total Assets	1.851.623	1.642.386		
Total Liabilities	1.894.060	1.555.897		
Net Assets	(42.437)	86.489		
Group's share in net assets	(32.348)	62.013		
	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Group's share in net loss	(220.753)	(61.780)	(153.541)	(22.851)

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NOTE 9 - PROPERTY, PLANT AND EQUIPMENT (PP&E)

Movements of property, plant and equipment for the period ended on September 30, 2020 are as follows:

	Land and land improvements	Buildings	Machinery and equipment	Motor vehicles	Furniture and fixtures	Other tangible assets	Leasehold improvements	Construction in progress	Total
Cost									
January 1, 2020	1.698.700	6.047.391	12.621.552	296.581	2.588.730	3.965.623	1.081.944	617.234	28.917.755
Additions	812	5.395	192.686	8.248	188.171	247.216	29.653	675.573	1.347.754
Recorded due to change in consolidation scope	-	-	8.844	1.522	133	-	-	42	10.541
Disposals (-)	(342.383)	(414.223)	(77.592)	(13.901)	(34.387)	(203.123)	(527)	(6.012)	(1.092.148)
Currency translation differences	100.479	713.591	1.398.303	55.604	49.672	527.045	6.712	111.034	2.962.440
Transfers	(7.268)	88.588	206.947	11.252	44.262	179.990	14.908	(665.105)	(126.426)
Impairment	(132)	-	(1.508)	-	-	-	(8.946)	(31)	(10.617)
September 30, 2020	1.450.208	6.440.742	14.349.232	359.306	2.836.581	4.716.751	1.123.744	732.735	32.009.299
Accumulated depreciation									
January 1, 2020	134.278	1.240.940	6.341.169	168.250	1.716.989	2.167.307	571.584	33.653	12.374.170
Depreciation charge for the period	10.876	147.820	651.052	25.878	182.530	449.464	59.606	-	1.527.226
Recorded due to change in consolidation scope	-	-	2.215	60	50	-	-	-	2.325
Disposals (-)	(31)	(17.706)	(62.543)	(11.121)	(30.220)	(173.239)	(327)	-	(295.187)
Currency translation differences	9.622	148.590	648.856	36.446	35.399	326.293	3.483	-	1.208.689
Transfers	(11.745)	54	(108.868)	(191)	(961)	604	-	-	(121.107)
Impairment / (impairment reversal), net	(132)	10.467	(21.870)	95	3.531	15.551	(5.104)	-	2.538
September 30, 2020	142.868	1.530.165	7.450.011	219.417	1.907.318	2.785.980	629.242	33.653	14.698.654
Net carrying amount	1.307.340	4.910.577	6.899.221	139.889	929.263	1.930.771	494.502	699.082	17.310.645

As at September 30, 2020, there are mortgages on PP&E amounting TRL 153.724 (December 31, 2019: TRL 123.699) for the loans that CCİ and GUE, the Group's subsidiaries borrowed. As at September 30, 2020, TRL 580.986 of the PP&E is pledged (December 31, 2019: TRL 521.976) for the loans that Çelik Motor and GUE, the Group's subsidiaries borrowed. The GPM position table of the "Commitments" note includes this amount (Note 14).

Çelik Motor, subsidiary of the Group, have signed a sales and lease back agreement for property, plant and equipment amounting TRL 16.551 and continued to record these PP&E by previous net book values assuming no leaseback transactions (December 31, 2019: TRL 32.016).

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NOTE 9 - PROPERTY, PLANT AND EQUIPMENT (PP&E) (cont'd)

Movements of property, plant and equipment for the period ended on September 30, 2019 are as follows:

	Land and land improvements	Buildings	Machinery and equipment	Motor vehicles	Furniture and fixtures	Other tangible assets	Leasehold improvements	Construction in progress	Total
Cost									
January 1, 2019	802.465	4.086.837	10.081.766	241.907	1.553.979	2.873.073	182.773	526.981	20.349.781
Additions	5.944	33.972	195.018	11.860	165.907	257.765	22.778	736.266	1.429.510
Additional through business combination	1.030.020	1.060.081	1.196.775	6.667	807.248	-	849.951	42.755	4.993.497
Disposals (-)	(27.612)	(76.234)	(99.321)	(31.730)	(29.811)	(188.140)	(5.053)	(7.446)	(465.347)
Currency translation differences	22.922	221.449	698.090	14.090	7.814	113.302	(3.966)	53.809	1.127.510
Transfers	10.209	496.880	248.814	(1)	32.706	333.009	5.425	(710.052)	416.990
Impairment / (impairment reversal), net	-	-	-	-	-	-	(6.430)	(28.507)	(34.937)
September 30, 2019	1.843.948	5.822.985	12.321.142	242.793	2.537.843	3.389.009	1.045.478	613.806	27.817.004
Accumulated depreciation									
January 1, 2019	129.928	958.590	4.761.117	135.695	1.057.100	1.462.140	103.575	2.721	8.610.866
Depreciation charge for the period	7.120	116.677	603.278	16.054	166.001	396.923	35.596	-	1.341.649
Additional through business combination	-	48.867	625.123	1.895	476.919	-	420.733	-	1.573.537
Disposals (-)	(7.014)	(9.915)	(78.303)	(22.526)	(29.960)	(160.372)	(3.844)	-	(311.934)
Currency translation differences	9.505	56.234	352.450	10.009	1.485	36.615	(1.162)	-	465.136
Transfers	-	(189)	(778)	-	211	2.077	-	-	1.321
Impairment / (impairment reversal), net	-	-	(379)	-	-	2.910	(5.382)	-	(2.851)
September 30, 2019	139.539	1.170.264	6.262.508	141.127	1.671.756	1.740.293	549.516	2.721	11.677.724
Net carrying amount	1.704.409	4.652.721	6.058.634	101.666	866.087	1.648.716	495.962	611.085	16.139.280

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NOTE 10 - RIGHT OF USE ASSET

The Group has adopted the TFRS 16 “Leases” as of January 1, 2019 for the first time. Right of use assets and receivables from subleases are measured at an amount equal to lease liability adjusted by the amount of any prepaid or accrued lease payments for lease liabilities which had previously been classified as “operating leases” under the principles of TAS 17 in the interim condensed consolidated financial statements.

For the periods ended September 30, 2020 and 2019 movement of right of use asset is as follows:

	January 1, 2020	Additions	Depreciation	Disposals	Currency translation differences	Leasing modification	September 30, 2020
Land	34.670	7.033	(1.782)	(6.725)	2.515	530	36.241
Buildings	3.491.310	183.471	(460.839)	(36.526)	23.714	444	3.201.574
Machinery and equipment	22.598	30.533	(7.616)	(14.263)	178	-	31.430
Vehicles	140.337	19.240	(48.162)	(13.163)	3.444	-	101.696
Furniture and fixture	3.441	2.124	(2.570)	(1)	127	-	3.121
Other	2.030	-	(656)	-	300	-	1.674
Net carrying amount	3.694.386	242.401	(521.625)	(70.678)	30.278	974	3.375.736

	January 1, 2019	Additions	Depreciation	Disposals	Currency translation differences	Additional through business combination	September 30, 2019
Land	26.965	5.443	(1.490)	-	5.074	-	35.992
Buildings	576.102	370.504	(261.060)	(2.150)	3.339	2.907.972	3.594.707
Machinery and equipment	12.649	11.001	(5.260)	-	1.067	-	19.457
Vehicles	31.722	121.424	(85.103)	(5.553)	330	-	62.820
Other	6.536	2.213	(2.691)	-	(42)	-	6.016
Net carrying amount	653.974	510.585	(355.604)	(7.703)	9.768	2.907.972	3.718.992

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NOTE 11 - INTANGIBLE ASSETS

11.1 Other Intangible Assets

Movements of intangible assets for the period ended on September 30, 2020 are as follows:

	Bottling contracts	License agreements	Brands	Other intangible assets	Total
Cost					
January 1, 2020	9.803.808	5.830.842	985.161	1.465.488	18.085.299
Additions	-	-	-	144.360	144.360
Recorded due to change in consolidation scope	-	-	-	775	775
Disposals (-)	-	-	-	(5)	(5)
Currency translation differences	975.785	141.190	65.075	24.010	1.206.060
Transfers	-	-	-	562	562
September 30, 2020	10.779.593	5.972.032	1.050.236	1.635.190	19.437.051
Accumulated amortization/impairment					
January 1, 2020	-	375.207	125.045	796.012	1.296.264
Amortization charge for the period	-	-	-	153.055	153.055
Recorded due to change in consolidation scope	-	-	-	320	320
Disposals (-)	-	-	-	(9)	(9)
Currency translation differences	-	15.620	36.682	15.555	67.857
September 30, 2020	-	390.827	161.727	964.933	1.517.487
Net carrying amount	10.779.593	5.581.205	888.509	670.257	17.919.564

Movements of intangible assets for the period ended on September 30, 2019 are as follows:

	Bottling contracts	License agreements	Brands	Other intangible assets	Total
Cost					
January 1, 2019	9.407.747	4.486.108	713.822	601.652	15.209.329
Additions	-	-	-	158.080	158.080
Additional through business combination	-	-	116.411	616.587	732.998
Currency translation differences	264.747	699.548	97.282	31.379	1.092.956
Transfers	-	-	-	32.201	32.201
Impairment / (impairment reversal), net	-	(16.868)	-	(25.602)	(42.470)
September 30, 2019	9.672.494	5.168.788	927.515	1.414.297	17.183.094
Accumulated amortization/impairment					
January 1, 2019	-	308.509	111.704	298.739	718.952
Amortization charge for the period	-	26	-	87.300	87.326
Additional through business combination	-	-	-	422.497	422.497
Currency translation differences	-	(4)	7.820	14.747	22.563
Transfers	-	-	-	27.949	27.949
Impairment	-	-	-	(16.251)	(16.251)
September 30, 2019	-	308.531	119.524	834.981	1.263.036
Net carrying amount	9.672.494	4.860.257	807.991	579.316	15.920.058

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NOTE 11 - INTANGIBLE ASSETS (cont'd)

11.2 Goodwill

Movements of the goodwill for the periods ended September 30, 2020 and 2019 are as follows:

	September 30, 2020	September 30, 2019
At January 1	6.934.409	2.607.085
Currency translation differences	33.668	360.997
Additional through business combination (Note 3) (*)	-	3.718.968
Balance at the end of the period	6.968.077	6.687.050

(*) As of September 30, 2019, the amount has been recorded as a result of the full consolidation of Migros as of May 1, 2019. The balance is total of goodwill amounting to TRL 1.565 in the financial statement of Migros and as stated in Note 3 goodwill amounting to TRL 3.717.403 which is recognized as a result of defining Migros as a subsidiary as of April 30, 2019.

NOTE 12 - OTHER ASSETS AND LIABILITIES

12.1 Other Current Assets

	September 30, 2020	December 31, 2019
Assets used in renting activities	229.820	226.107
VAT receivable	344.706	426.420
Blocked deposit	125.367	12.619
Deferred VAT and other taxes	81.544	147.745
Other current assets from related parties (Anadolu Efes Spor Kulübü)	30.000	-
Other current assets	70.216	49.497
	881.653	862.388

12.2 Other Non-Current Assets

	September 30, 2020	December 31, 2019
Assets used in renting activities	268.311	639.710
VAT receivable and other taxes	15.395	14.976
Other non-current assets	99.183	49.876
	382.889	704.562

Movements of assets used in renting activities for the period ended September 30, 2020 and 2019 are as follows:

Assets Used in Renting Activities

	September 30, 2020	September 30, 2019
Balance at the beginning of the period	865.817	1.631.051
Additions	1.857	4.376
Disposals (-)	(356.959)	(653.224)
Depreciation charge for the period (*)	(8.290)	(28.043)
Revaluation (decreases) / increases	(4.294)	86.103
Balance at the end of the period	498.131	1.040.263

(*) All depreciation charges are included in the cost of sales.

As of September 30, 2020, all of the assets used in renting activities have been pledged for the loans obtained by Çelik Motor, a subsidiary of the Group (September 30, 2019: None).

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NOTE 12 - OTHER ASSETS AND LIABILITIES (cont'd)

12.3 Other Current Liabilities

	September 30, 2020	December 31, 2019
Deferred VAT and other taxes	85.312	148.153
Other payables	78.336	58.898
Put option liability (Note 14)	18.427	14.019
	182.075	221.070

12.4 Other Non-Current Liabilities

	September 30, 2020	December 31, 2019
Put option liability (Note 14)	202.939	209.204
Other	3.321	20.220
	206.260	229.424

NOTE 13 - PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

Short Term Provision for Employee Benefits

The provisions for employee benefits as of September 30, 2020 and December 31, 2019 are as follows:

	September 30, 2020	December 31, 2019
Short-term	485.341	291.061
Provision for vacation pay liability	221.722	193.661
Provision for bonus	212.389	66.519
Other short-term employee benefits	51.230	30.881
Long-term	532.143	454.726
Provision for employee termination benefits	517.221	443.918
Provision for incentive plan	14.922	10.808
	1.017.484	745.787

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NOTE 14 - COMMITMENTS

As of September 30, 2020 and December 31, 2019 letter of guarantees, pledges and mortgages (GPMs) are as follows:

September 30, 2020	Total TRL Equivalent	Original Currency TRL	Original Currency Thousand USD	Original Currency Thousand EUR	Original Currency Thousand UAH	Original Currency Thousand PKR	TRL Equivalent of Other Currency
Letter of guarantees, pledge and mortgages provided by the Company							
A. Total amount of GPMs given on behalf of the Company's legal personality	2.917.812	1.157.360	155.380	41.188	30.126	2.809.346	30.583
B. Total amount of GPMs given in favor of subsidiaries included in full consolidation	1.741.935	600.000	30.858	55.502	540.321	734.233	210.705
C. Total amount of GPMs given by the Company for the liabilities of 3rd parties in order to run ordinary course of business	-	-	-	-	-	-	-
D. Total amount of other GPM's	909.698	24.649	21.661	78.432	-	-	-
i. Total amount of GPMs given in favor of the parent Company	-	-	-	-	-	-	-
ii. Total amount of GPMs given in favor of other group companies not in the scope of B and C above	909.698	24.649	21.661	78.432	-	-	-
iii. Total amount of GPMs given in favor of third party companies not in the scope of C above	-	-	-	-	-	-	-
	5.569.445	1.782.009	207.899	175.122	570.447	3.543.579	241.288
December 31, 2019	Total TRL Equivalent	Original Currency TRL	Original Currency Thousand USD	Original Currency Thousand EUR	Original Currency Thousand UAH	Original Currency Thousand PKR	TRL Equivalent of Other Currency
Letter of guarantees, pledge and mortgages provided by the Company							
A. Total amount of GPMs given on behalf of the Company's legal personality	2.167.768	631.199	177.149	52.320	52.216	2.667.000	20.916
B. Total amount of GPMs given in favor of subsidiaries included in full consolidation	865.222	-	79.527	48.182	-	1.376.939	19.563
C. Total amount of GPMs given by the Company for the liabilities of 3rd parties in order to run ordinary course of business	-	-	-	-	-	-	-
D. Total amount of other GPM's	206.929	19.457	23.163	7.500	-	-	-
i. Total amount of GPMs given in favor of the parent Company	-	-	-	-	-	-	-
ii. Total amount of GPMs given in favor of other group companies not in the scope of B and C above	206.929	19.457	23.163	7.500	-	-	-
iii. Total amount of GPMs given in favor of third party companies not in the scope of C above	-	-	-	-	-	-	-
	3.239.919	650.656	279.839	108.002	52.216	4.043.939	40.479

As of September 30, 2020, the ratio of other GPMs over the Group's equity is 3,6% (December 31, 2019: 0,9%).

CCBPL, a subsidiary of the Group has signed murabaha facility agreements with Standard Chartered Bank and Habib Bank Limited (Banks). Based on these agreements, the Banks and CCBPL agree that they shall enter into a series of sugar purchase transactions from time to time on the dates and in the amounts to be agreed between them subject to the terms of this agreement. As of September 30, 2020, CCBPL has USD 4,7 Million sugar purchase until the end of June 2021 and USD 3,9 Million sugar purchase until the end of September 2021 commitment to the Banks.

CCBPL, a subsidiary of the Group has signed murabaha facility agreements with Standard Chartered Bank and Habib Bank Limited (Banks). Based on these agreements, the Banks and CCBPL agree that they shall enter into a series of sugar purchase transactions from time to time on the dates and in the amounts to be agreed between them subject to the terms of this agreement. As of December 31, 2019, CCBPL has USD 84 Million sugar purchase commitment to the Banks until the end of March 2020 and USD 3,2 Million sugar purchase commitment to the Banks until the end of June 2020.

The tax authority and other authorities (Social Security Institution) can inspect tax returns and the related accounting records for a retrospective maximum period of five years. Group has not provided any tax provision regarding prior years.

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NOTE 14 - COMMITMENTS (cont'd)

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

GUE, which is a subsidiary of the Group, has a guarantor for the long term loan for construction of a hydroelectric power plant with a capacity of 87 MW in Georgia for the period until start of electricity production following the fulfillment of specified conditions. As of September 30, 2020, the remaining amount of the related loan is USD 91.948 Thousand.

The Company, has acted as a guarantor in the proportion of its capital (33,33%), to its joint venture Aslancık's long term project finance loan which was taken in 2011 amounting to USD 160.000.000 in relation to its 120 MW hydro power plant under construction in Giresun. As of September 30, 2020, the balance of the loan is USD 48.879 Thousand and the warranty per the Group is USD 16.293 Thousand (December 31, 2019: USD 17.427 Thousand). The Company, has acted as a guarantor in the proportion of its capital to Aslancık's loan amounting to USD 16.103 Thousand, the warranty per the Group is USD 5.368 Thousand.

The Company has given a guarantee for interest payments until the end of 2021, and for principal and interest payments since 2022, of the loan of Çelik Motor, the subsidiary of the Group, amounting to TRL 600.000 with a maturity of January 2025 in September 2020. In addition, within the scope of the loan provided, all shares of Çelik Motor owned by the Company have been pledged.

As of September 30, 2020 the obligation of TRL 18.427 results from the buying option carried, for the purchase of 12,5% of Turkmenistan CC shares from Day Investment Ltd., with a consideration of USD 2.360 Thousand amount is converted with the official USD purchase rate announced by Central Bank of Republic of Turkey and resulting TRL 18.427 is reflected under other current liabilities (December 31, 2019: TRL 14.019).

According to the put option signed with European Refreshments ("ER"), which became effective after the completion of Al Waha acquisition and exercisable between December 31, 2016 and 2021, ER has an option to sell (and CCİ will have an obligation to buy) its remaining 19,97% (December 31, 2019: 19,97%) participatory shares in Waha B.V. This obligation is recorded as put option liability in the Group's interim condensed consolidated financial statements. Based on the contract, fair value of the put option liability amounting to TRL 202.939 is calculated using the following period financial budget estimation for earnings before interest and tax, by using the conditions underlined in the contract (December 31, 2019: TRL 209.204).

Kartal Gayrimenkul, the subsidiary of the Group, in accordance with the contract terms based on the guarantorship agreements and in the case of the customer does not make loan payments on time, commits to pay the unpaid installments to the bank and all other installments that have not become due yet with its interest and expenses. The total limit committed by Kartal Gayrimenkul, the subsidiary of the Group, in guarantorship agreements amounts to TRL 249.000. As of September 30, 2020, there are no defaulting installments (December 31, 2019: None).

In line with Kartal Gayrimenkul's preliminary sales contract regarding AND Pastel housing project started in İstanbul Province Kartal District; if Kartal Gayrimenkul is late upon delivery of the relevant real estate, if the delay exceeds the expected due date by 180 days then Kartal Gayrimenkul is obliged to pay the monthly delay penalty of 0,1% of the price paid by the buyer in accordance with the contract until then. This obligation is valid except the force majeure. As of September 30, 2020, Kartal Gayrimenkul has paid penalty of TRL 286 for delay (December 31, 2019: TRL 859).

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NOTE 15 - EQUITY

Share Capital / Adjustments to Share Capital and Equity Instruments

As of September 30, 2020 and December 31, 2019 the Company's shareholders and their respective shareholding percentages are stated in Note 1 - Organization and Nature of Activities of the Group.

Movements of paid capital for the period ended September 30, 2020 and December 31, 2019 are as follows (the amounts are historical):

	September 30, 2020		December 31, 2019	
	Number of shares	Amount	Number of shares	Amount
Balance at the beginning of the period	243.534.518	243.535	243.534.518	243.535
Balance at the end of the period	243.534.518	243.535	243.534.518	243.535

AGHOL's common shares are divided into two classes as A and B with each class of shares having equal voting rights on all matters except for the privilege to nominate 6 of the 12 members of the Board of Directors recognized for Class B. Class B consists of registered shares and are owned by AG Sinai Yatırım ve Yönetim A.Ş.. Class A shares are all bearer type shares; belonging to AG Sinai Yatırım ve Yönetim A.Ş. and also Yazıcılar Families, Özilhan Families and publicly traded shares are included in Class A.

AG Sinai Yatırım ve Yönetim A.Ş. (Management Company) which is an associate of İzzet Türkan Özilhan Yönetim ve Danışmanlık A.Ş. and Kamil Yazıcı Yönetim ve Danışma A.Ş. by 50% share each is a management company established to manage AGHOL and the subsidiaries of AGHOL. AG Sinai Yatırım ve Yönetim A.Ş. is indirectly managed by S. Kamil Yazıcı Family and İzzet Özilhan Family through equal shareholding and equal representation principle.

Class	Number of shares	Percentage of capital (%)	Number of members on Board
A (Bearer)	194.827.614	80,00	-
B (Registered)	48.706.904	20,00	6
	243.534.518	100,00	

Restricted Reserves Allocated from Net Profit, Revaluation and Reclassification Loss / Gain

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

Quoted companies are subject to dividend requirements regulated by the CMB's Dividend Communiqué No II-19.1 which was effective as of February 1, 2014. Based on the CMB Decree 1/6, dated January 9, 2009, companies that take their interim condensed consolidated financial statements as basis for their distributable profit, shall consider the profits of their subsidiaries, joint ventures and associates to the extent that such profits do not exceed the amount recorded in the statutory financial statements of these companies and without considering whether a profit distribution resolution is taken at their annual general meetings. Such profits as reported in the financial statement as per Communiqué shall be subject to distributable dividend computations.

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NOTE 15 – EQUITY (cont'd)

Restricted Reserves Allocated from Net Profit, Revaluation and Reclassification Gain/Loss (cont'd)

Companies distribute dividend within the framework of profit distribution policies determined by the general assemblies and in accordance with the related legislation by the decision of the general assembly. Companies pay dividends specified in their articles of incorporation or profit distribution policies.

Dividend distribution of companies has been regulated until September 30, 2020 with the provisional Article 12 of Law on Mitigating of Effects of Coronavirus (Covid-19) Outbreak on Economic and Social Life and the Law on Amendment of Certain Laws (the Law) dated April 17, 2020, and numbered 7244. The implementation period regarding the regulation has been extended until December 31, 2020 with the Presidential Decree No. 2948. According to this regulation, only up to twenty-five percent of the net profit of fiscal year 2019 can be distributed, previous years' profits and free reserve funds cannot be subjected to the distribution of dividend and the board of directors cannot be authorized to distribute advance dividends by general assembly.

Inflation adjustment to shareholders' equity can only be netted-off against prior years' losses and used as an internal source in capital increase where extraordinary reserves can be netted-off against prior years' loss and used in the distribution of bonus shares and dividends to shareholders. Inflation adjustment to shareholders' equity, in the case of cash used for profit distribution will be subject to corporate income tax.

	September 30, 2020	December 31, 2019
Restricted reserves allocated from net profit	638.852	615.970
- Legal reserves	89.844	89.844
- Gain on sales of real estate and associates (*)	549.008	526.126

(*) The Group's gain from sale of real estate and associates amounting TRL 549.008 is followed in a special fund in legal records in order to benefit from gain from sale of an associate and real estate exemption. In order to benefit from this exemption, this amount has to be stay in this special fund for 5 years.

Retained Earnings

As of September 30, 2020 and December 31, 2019 the summary of equity reserves, extraordinary reserves, other profit reserves and retained earnings are as follows:

	September 30, 2020	December 31, 2019
Equity reserves	2.422	2.422
Extraordinary reserves	1.920.049	1.918.608
Other profit reserves	5.119	5.119
Prior years' profits or (losses)	853.691	(155.642)
	2.781.281	1.770.507

Non-Controlling Interests

Non-controlling interests are separately classified in the interim condensed consolidated financial statements.

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NOTE 16 - OTHER OPERATING INCOME/EXPENSES

16.1 Other Operating Income

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Foreign exchange gains arising from trading activities	750.528	283.842	289.924	120.686
Interest income on term sales	75.171	90.104	33.990	47.733
Interest income from operating activities	56.229	43.546	29.450	25.522
Income from scrap and other materials	29.253	27.618	11.997	9.459
Rent income	27.851	24.817	9.928	9.484
Rediscount gain from trading activities	5.099	13.983	(2.431)	2.864
Other	163.302	109.512	30.851	34.537
	1.107.433	593.422	403.709	250.285

16.2 Other Operating Expenses

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Foreign exchange losses arising from trading activities	960.319	290.639	419.655	114.951
Interest expense on term purchases	366.036	328.104	141.842	180.943
Provision for expected loss	53.015	50.930	3.816	30.825
Rediscount loss from trading activities	10.553	11.704	2.026	(9.568)
Depreciation and amortization expense on tangible and intangible assets	3.797	4.202	960	1.335
Administrative fines	-	69.997	-	316
Other	169.441	149.811	49.238	45.009
	1.563.161	905.387	617.537	363.811

NOTE 17 - INCOME/EXPENSES FROM INVESTING ACTIVITIES

17.1 Income from Investing Activities

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Transfer of currency translation differences recognized in other comprehensive expenses in the prior period to the profit of loss statement	279.931	467.516	-	277.240
Gain on sale of property, plant and equipment	203.380	221.259	134.258	38.489
Share purchase option revaluation profit	72.046	-	8.912	-
Reversal of provision for impairment of property, plant and equipment	8.118	-	174	-
Rent income	101	186	42	26
Remeasurement earnings of previously held shares in the acquired business	-	1.185.846	-	-
Other	37	66.416	37	1.861
	563.613	1.941.223	143.423	317.616

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NOTE 17 - INCOME/EXPENSES FROM INVESTING ACTIVITIES (cont'd)

17.2 Expenses from Investing Activities

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Loss on sale of tangible & intangible assets	63.566	180.663	771	15.614
Provision for impairment on tangible assets	27.665	31.038	20.099	-
Losses from leasehold improvements of closed stores	3.842	1.048	656	92
Provision for impairment on intangible assets	-	26.220	-	102
Other	9.130	2.908	1.548	748
	104.203	241.877	23.074	16.556

NOTE 18 - FINANCIAL INCOME

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Foreign exchange gain	1.767.202	962.832	836.015	427.551
Interest income	210.515	227.379	76.678	71.383
Derivative transactions income	153.910	(10.824)	87.487	-
Interest income from subleases	3.548	1.315	1.548	494
Other	3.103	-	35	-
	2.138.278	1.180.702	1.001.763	499.428

NOTE 19 - FINANCIAL EXPENSES

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Foreign exchange loss	2.318.444	1.051.879	984.172	223.756
Interest expense	1.285.813	1.358.279	409.438	492.611
Loss on derivative transactions	411.241	192.742	102.046	128.285
Interest expense from leases	373.593	270.844	103.838	143.061
Other expenses	121.067	101.597	43.412	41.281
	4.510.158	2.975.341	1.642.906	1.028.994

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NOTE 20 - TAX ASSETS AND LIABILITIES

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

The corporate tax rate for the fiscal year is 22% in Turkey (2019: 22%). Corporate tax returns are required to be filed until the twenty-fifth of the fourth month following the balance sheet date and paid in one installment until the end of the related month. The tax legislation provides for a provisional tax of 22% (2019: 22%) to be calculated and paid based on earnings generated for each quarter. The amounts thus calculated and paid are offset against the final corporate tax liability for the fiscal year.

In accordance with the regulation numbered 7061, published in Official Gazette on December 5, 2017, "Amendment of Certain Taxes and Laws and Other Acts", corporate tax rate for the years 2018, 2019 and 2020 has increased from 20% to 22%. Therefore, deferred tax assets and liabilities as of September 30, 2020 are calculated with 22% tax rate for the temporary differences which will be realized in 2020, and with 20% tax for those which will be realized after 2021 and onwards. Article 5 entitled "Exceptions" of the Corporate Tax Law has been amended in Article 89 of the Law. In accordance with (a) clause in the first paragraph of the Article, the exemption of 75% applied to gains from the sales of lands and buildings held by the entities for two full years has been reduced to rate of 50%. This regulation has been effective from December 5, 2017.

According to the Turkish Tax Law, corporate tax losses can be carried forward for a maximum period of five years following the year in which the losses were incurred. The tax authorities can inspect tax returns and the related accounting records for a retrospective maximum period of five years.

In Turkey, the tax legislation does not permit to file a consolidated tax return. Therefore, provision for taxes, as reflected in the interim condensed consolidated financial statements, has been calculated on a separate-entity basis.

20.1 Current Income Tax Assets and Tax Provision

	September 30, 2020	December 31, 2019
Current income tax assets	247.985	254.546
Income tax payable (-)	(291.301)	(31.172)
Net tax (liability) / asset	(43.316)	223.374

20.2 Deferred Tax Assets and Liabilities

The distribution of deferred tax assets and liabilities is as follows:

	September 30, 2020	December 31, 2019
Deferred tax asset	1.470.475	1.087.895
Deferred tax liability (-)	(3.373.720)	(3.187.488)
Total deferred tax asset/(liability), net	(1.903.245)	(2.099.593)

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NOTE 20 - TAX ASSETS AND LIABILITIES (cont'd)

20.2 Deferred Tax Assets and Liabilities (cont'd)

Movement of net deferred tax liabilities as of the period ended on September 30, 2020 is as follows:

	Balance December 31, 2019	Recorded to profit or loss	Balance September 30, 2020
Property, plant and equipment, intangibles, investment property, assets used in renting activities	(3.787.051)	(135.485)	(3.922.536)
Tax losses carried forward	1.126.826	139.352	1.266.178
Employee termination benefit and other employee benefits	136.289	26.363	162.652
Inventories	84.773	(21.091)	63.682
Investment incentive	116.385	(973)	115.412
Other provisions and accruals	194.674	177.606	372.280
Derivative financial instruments	(28.049)	(42.494)	(70.543)
Other	56.560	53.070	109.630
Net deferred tax liability	(2.099.593)	196.348	(1.903.245)
Recorded due to change in consolidation scope	-	(13.600)	-
Currency translation difference	-	307.907	-
Recognized in other comprehensive income	-	(298.881)	-
	(2.099.593)	191.774	(1.903.245)

The movement of net deferred tax liabilities as of the period ended on September 30, 2019 is as follows:

	Balance December 31, 2018	Recorded to profit or loss	Balance September 30, 2019
Property, plant and equipment, intangibles, investment property, assets used in renting activities	(3.187.499)	(483.176)	(3.670.675)
Tax losses carried forward	1.003.545	138.256	1.141.801
Employee termination benefit and other employee benefits	55.761	120.073	175.834
Inventories	81.304	(36.318)	44.986
Investment incentive	65.913	22.988	88.901
Other provisions and accruals	195.498	96.430	291.928
Derivative financial instruments	(14.983)	(33.297)	(48.280)
Other	8.199	38.320	46.519
Net deferred tax liability	(1.792.262)	(136.724)	(1.928.986)
Recorded as a result of the business combination	-	112.706	-
Currency translation difference	-	140.952	-
Recognized in other comprehensive income	-	(59.134)	-
	(1.792.262)	57.800	(1.928.986)

20.3 Tax Expense

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Current period tax expense (-)	(774.405)	(400.228)	(388.456)	(160.894)
Deferred tax (expense)/income	191.774	57.800	58.230	(76.789)
	(582.631)	(342.428)	(330.226)	(237.683)

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NOTE 21 - NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE AND DISCONTINUED OPERATIONS

a) Non-current Assets or Disposal Groups Classified as Held for Sale

In 2013, a program was initiated by Anadolu Efes, the subsidiary of the Group, to optimize the production facilities in Russia, and it was decided to suspend beer and malt production activities in Moscow as of January 1, 2014. After 2014, relevant facilities were used as storage areas, and in 2020, JSC AB Inbev Efes decided to sell these facilities. Net book value of the aforementioned non-current assets is TRL 128.490; land, land improvements and other fixed assets that were accounted as investment property and property, plant and equipment before the relevant decision are classified under assets held for sale. Sale of the related non-current assets is subject to certain prerequisites. As of the reporting period, the transactions related with the prerequisites are ongoing, the transaction is not closed yet and the advance payment received has been recognized as restricted cash under “Other Current Assets” and advances received under “Short Term Deferred Income”.

b) Discontinued Operations

Agreement has been reached between The Coca-Cola Company and CCI, the subsidiary of the Group, on the preliminary discussions to revisit the sales and distribution model of Doğadan brand, the non-ready to drink tea in CCI's portfolio. According to the agreement, CCI sales and distribution activities of Doğadan brand terminated as of April 30, 2020.

In the interim condensed consolidated financial statements as of September 30, 2020 and in order to be consistent to be with current year's presentation interim consolidated income statement as of September 30, 2019, Doğadan is classified as non-current assets held for sale in accordance with TFRS 5.

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Revenue	60.021	166.914	167	60.109
Cost of Sales (-)	(57.693)	(148.440)	-	(52.866)
Marketing Expenses (-)	(4.762)	(13.821)	237	(4.732)
Other Operating Expenses (-)	(1.742)	-	(150)	-
Profit (Loss) from Discontinued Operations Before Tax	(4.176)	4.653	254	2.511
Tax Expense from Discontinued Operations (-)	(246)	(1.006)	(53)	(551)
Profit / (Loss) from Discontinued Operations	(4.422)	3.647	201	1.960

NOTE 22 - RELATED PARTY BALANCES AND TRANSACTIONS

22.1 Trade and Other Receivables from Related Parties

	September 30, 2020	December 31, 2019
Syrian Soft Drink L.L.C. (1)	14.772	6.092
Anadolu Etap (1)	2.821	9.722
Anadolu Eğitim ve Sosyal Yardım Vakfı Sağlık Tes. İkt. İşl. (3)	1.957	2.109
LLC Faber-Castell Anadolu (Russia) (1)	312	237
Anadolu Landini (2)	-	583
Other	134	217
	19.996	18.960

(1) A joint venture

(2) Includes the amounts for the period when Migros was defined as a joint venture until April 30, 2019 and when Anadolu Landini was defined as a joint venture until December 31, 2019.

(3) Other

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NOTE 22 - RELATED PARTY BALANCES AND TRANSACTIONS (cont'd)

22.1 Trade and Other Receivables from Related Parties (cont'd)

As of September 30, 2020 there is no amount in long term portion of trade receivables from related parties (December 31, 2019: None).

As of September 30, 2020 other short term receivables from related parties amounts to TRL 1.138 (December 31, 2019: TRL 5.594).

As of September 30, 2020 other long term receivables from related parties amounts to TRL 5.818 (December 31, 2019: TRL 5.766).

22.2 Trade Payables to Related Parties

	September 30, 2020	December 31, 2019
Anadolu Efes Spor Kulübü (3)	29.993	10
Anadolu Etap (1)	3.339	1.398
Anadolu Eğitim ve Sosyal Yardım Vakfı (3)	-	309
Other	248	541
	33.580	2.258

As of September 30, 2020 there is no long term trade payables due to related parties (December 31, 2019: None).

22.3 Related Party Transactions

Terms and conditions of transactions with related parties

Outstanding balances at the end of the period are unsecured, interest free and will be settled in cash. There has been no guarantee given or received for any related party receivables or payables. For the period ended September 30, 2020, the Group has not provided for any expected credit loss, relating to amounts due from related parties (December 31, 2019: None). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related parties operate.

Significant transactions with related parties during the period ended as of September 30, 2020 and 2019 are as follows:

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Sales of goods and services, net				
Anadolu Etap (1)	2.595	6.906	746	3.262
Anadolu Efes Spor Kulübü (3)	948	3.967	93	761
Anadolu Eğitim ve Sosyal Yardım Vakfı Sağlık Tes. İkt. İşl. (3)	832	2.393	327	977
Migros Group Companies (2)	-	225.542	-	-
Anadolu Landini (2)	-	846	-	244
Other	587	1.047	211	325
	4.962	240.701	1.377	5.569

(1) A joint venture

(2) Includes the amounts for the period when Migros was defined as a joint venture until April 30, 2019 and when Anadolu Landini was defined as a joint venture until December 31, 2019.

(3) Other

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NOTE 22 - RELATED PARTY BALANCES AND TRANSACTIONS (cont'd)

22.3 Related Party Transactions (cont'd)

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Purchases of goods, property, plant & equipment and other charges				
Anadolu Efes Spor Kulübü (3)	74.388	83.834	29.297	38.084
Anadolu Etap (1)	18.007	8.691	5.220	4.890
Anadolu Eğitim ve Sosyal Yardım Vakfı (3)	4	101	-	-
Migros Group Companies (2)	-	1.677	-	-
Other	2.537	1.540	1.019	705
	94.936	95.843	35.536	43.679
	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Various sales included in other income (includes dividends received)				
Anadolu Etap (1)	738	163	486	138
Anadolu Landini (2)	-	10.968	-	2.523
Migros Group Companies (2)	-	98	-	-
Other	20	811	12	69
	758	12.040	498	2.730

(1) A joint venture

(2) Includes the amounts for the period when Migros was defined as a joint venture until April 30, 2019 and when Anadolu Landini was defined as a joint venture until December 31, 2019.

(3) Other

Compensation of Key Management Personnel of the Group

Group has defined the key management personnel as follows; the managers directly reporting to the general manager and board of directors, and the board of directors and general managers in the rest of the subsidiaries. Benefits provided to senior managers include benefits such as wages, seniority, notice and leave.

The details of benefits provided to the key management personnel for the period ended on September 30, 2020 and 2019 are as follows:

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30, 2019
Short term benefits provided to key management personnel	64.107	54.679	18.398	15.529
Post-employment benefits	3.760	4.108	659	2.220
Total gain	67.867	58.787	19.057	17.749
Social Security employer share	1.727	1.522	550	417

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NOTE 22 - RELATED PARTY BALANCES AND TRANSACTIONS (cont'd)

22.3 Related Party Transactions (cont'd)

Other

The Company and its subsidiaries other than Migros and McDonald's donate 1% - 5% of their profit before corporate tax and such fiscal obligations to Anadolu Eğitim ve Sosyal Yardım Vakfı as stated in the entities' foundation agreements as long as these donations are exempt from tax. As of September 30, 2020, donations amounts to TRL 6 (December 31, 2019: TRL 4.106).

NOTE 23 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS

Financial Risk Management Objectives and Policies

General

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

The main risks arising from the Group's financial instruments are foreign currency risk, interest rate risk, price risk, credit risk and liquidity risk. The Group manages these risks as stated below. The Group also monitors the market price risk arising from all financial instruments.

Foreign currency risk

The following table summarizes the exchange rate of Turkish Lira to 1 USD and 1 EUR:

		Exchange buying rate at December 31, 2019	Average exchange buying rate in the period	Exchange buying rate at September 30, 2020
USD/TRL	Turkey	5,9402	6,7142	7,8080
EUR/TRL	Turkey	6,6506	7,5574	9,1281

Foreign currency risk arises from the EUR and USD denominated assets and liabilities of the Group. The Group has transactional currency exposures. Such exposures arise from sales or purchases or borrowings by the Group in currencies other than the Group's functional currency. The Group manages foreign currency risk by using natural hedges that arise from offsetting foreign currency denominated assets and liabilities. Anadolu Efes and Adel, subsidiaries of the Group, as mentioned in Note 5, reserves a certain portion of its bank deposits for future purchases of raw materials, operating expenses and interest payments. Anadolu Efes's foreign currency liability consists of mainly long term liabilities. Accordingly, in the short term foreign currency risk that may arise from fluctuation of foreign currencies are relatively limited. The Group also conducts foreign exchange forward transactions and cross currency swap transactions in order to avoid foreign exchange risk as denoted in Note 24.

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NOTE 23 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Financial Risk Management Objectives and Policies (cont'd)

Foreign currency risk (cont'd)

September 30, 2020	TRL Equivalent (Functional currency)	Thousand USD	Thousand EUR	Other TRL
1. Trade receivables	339.962	21.051	18.506	6.673
2a. Monetary financial assets (cash and cash equivalents included)	4.829.281	443.179	143.412	59.850
2b. Non - monetary financial assets	131.206	16.781	20	-
3. Other	25.036	761	2.083	76
4. Current assets (1+2+3)	5.325.485	481.772	164.021	66.599
5. Trade receivables	-	-	-	-
6a. Monetary financial assets	-	-	-	-
6b. Non - monetary financial assets	-	-	-	-
7. Other	5.727	686	41	-
8. Non - current assets (5+6+7)	5.727	686	41	-
9. Total assets (4+8)	5.331.212	482.458	164.062	66.599
10. Trade payables	1.564.053	112.251	54.824	187.159
11. Short - term borrowings and current portion of long - term borrowings	2.268.270	47.664	207.722	8
12a. Monetary other liabilities	7.353	118	701	38
12b. Non - monetary other liabilities	136.752	16.417	939	-
13. Current liabilities (10+11+12)	3.976.428	176.450	264.186	187.205
14. Trade payables	46	-	5	-
15. Long - term borrowings	11.667.822	1.092.291	343.902	42
16a. Monetary other liabilities	-	-	-	-
16b. Non - monetary other liabilities	209.447	25.991	713	-
17. Non - current liabilities (14+15+16)	11.877.315	1.118.282	344.620	42
18. Total liabilities (13+17)	15.853.743	1.294.732	608.806	187.247
19. Off balance sheet derivative items' net asset / (liability) position (19a-19b)	8.901.193	819.324	274.308	-
19a. Total hedged assets	8.901.193	819.324	274.308	-
19b. Total hedged liabilities	-	-	-	-
20. Net foreign currency asset / (liability) position (9-18+19)	(1.621.338)	7.050	(170.436)	(120.648)
21. Monetary items net foreign currency asset / (liability) position (=1+2a+5+6a-10-11-12a-14-15-16a)	(10.338.301)	(788.094)	(445.236)	(120.724)
22. Total fair value of financial instruments used to manage the foreign currency position	556.139	8.944	53.276	-

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NOTE 23 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Financial Risk Management Objectives and Policies (cont'd)

Foreign Currency Risk (cont'd)

December 31, 2019	TRL Equivalent (Functional currency)	Thousand USD	Thousand EUR	Other TRL
1. Trade receivables	340.357	35.517	16.662	18.569
2a. Monetary financial assets (cash and cash equivalents included)	3.107.045	329.102	143.841	195.481
2b. Non - monetary financial assets	160.168	24.429	2.264	-
3. Other	41.647	712	3.983	10.931
4. Current assets (1+2+3)	3.649.217	389.760	166.750	224.981
5. Trade receivables	-	-	-	-
6a. Monetary financial assets	-	-	-	-
6b. Non - monetary financial assets	-	-	-	-
7. Other	1.269	195	16	-
8. Non - current assets (5+6+7)	1.269	195	16	-
9. Total assets (4+8)	3.650.486	389.955	166.766	224.981
10. Trade payables	1.093.085	101.059	51.217	152.156
11. Short - term borrowings and current portion of long - term borrowings	2.980.402	164.375	301.322	8
12a. Monetary other liabilities	14.926	1.110	1.253	-
12b. Non - monetary other liabilities	20.690	2.672	719	33
13. Current liabilities (10+11+12)	4.109.103	269.216	354.511	152.197
14. Trade payables	9.973	-	1.499	4
15. Long - term borrowings	11.308.871	1.090.242	726.637	42
16a. Monetary other liabilities	-	-	-	-
16b. Non - monetary other liabilities	214.399	35.219	781	-
17. Non - current liabilities (14+15+16)	11.533.243	1.125.461	728.917	46
18. Total liabilities (13+17)	15.642.346	1.394.677	1.083.428	152.243
19. Off balance sheet derivative items' net asset / (liability) position (19a-19b)	6.772.109	790.460	312.245	-
19a. Total hedged assets	6.772.109	790.460	312.245	-
19b. Total hedged liabilities	-	-	-	-
20. Net foreign currency asset / (liability) position (9-18+19)	(5.219.751)	(214.262)	(604.417)	72.738
21. Monetary items net foreign currency asset / (liability) position (=1+2a+5+6a-10-11-12a-14-15-16a)	(11.959.855)	(992.167)	(921.425)	61.840
22. Total fair value of financial instruments used to manage the foreign currency position	(12.433)	(573)	(1.312)	(305)

Information related to export and import as of September 30, 2020 and 2019 are as follows:

	January 1 - September 30, 2020	January 1 - September 30, 2019	July 1 - September 30, 2020	July 1 - September 30 2019
Total Export Amount	774.997	975.870	305.510	336.873
Total Import Amount	5.733.507	4.152.919	2.298.751	1.419.660

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NOTE 23 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Financial Risk Management Objectives and Policies (cont'd)

Foreign Currency Risk (cont'd)

Foreign currency position sensitivity analysis		
September 30, 2020 (*)		
	Income / (loss)	Income / (loss)
	Increase of the foreign currency	Decrease of the foreign currency
Change in the USD against TRL by 10% +/-:		
1- USD denominated net asset / liability	(634.223)	634.223
2- USD denominated hedging instruments(-)	639.728	(639.728)
3- Net effect in USD (1+2)	5.505	(5.505)
Change in the EUR against TRL by 10% +/-:		
4- EUR denominated net asset / liability	(405.967)	405.967
5- EUR denominated hedging instruments(-)	250.391	(250.391)
6- Net effect in EUR (4+5)	(155.576)	155.576
Change in the other foreign currencies against TRL by 10% +/-:		
7- Other foreign currency denominated net asset / liability	(12.065)	12.065
8- Other foreign currency hedging instruments(-)	-	-
9- Net effect in other foreign currency (7+8)	(12.065)	12.065
TOTAL (3+6+9)	(162.136)	162.136

Foreign currency position sensitivity analysis		
September 30, 2019 (*)		
	Income / (loss)	Income / (loss)
	Increase of the foreign currency	Decrease of the foreign currency
Change in the USD against TRL by 10% +/-:		
1- USD denominated net asset / liability	(589.627)	589.627
2- USD denominated hedging instruments(-)	442.417	(442.417)
3- Net effect in USD (1+2)	(147.210)	147.210
Change in the EUR against TRL by 10% +/-:		
4- EUR denominated net asset / liability	(593.400)	593.400
5- EUR denominated hedging instruments(-)	218.742	(218.742)
6- Net effect in EUR (4+5)	(374.658)	374.658
Change in the other foreign currencies against TRL by 10% +/-:		
7- Other foreign currency denominated net asset / liability	36.890	(36.890)
8- Other foreign currency hedging instruments(-)	-	-
9- Net effect in other foreign currency (7+8)	36.890	(36.890)
TOTAL (3+6+9)	(484.978)	484.978

(*) Monetary assets and liabilities eliminated during the consolidation are not included.

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NOTE 23 - NATURE AND LEVEL OF RISKS ARISING FROM FINANCIAL INSTRUMENTS (cont'd)

Financial Risk Management Objectives and Policies (cont'd)

Foreign Currency Risk (cont'd)

Foreign Currency Hedge of Net Investments in Foreign Operations

Anadolu Efes, the subsidiary of the Group, designated denominated bond issued amounting to USD 500 Million and EUR 50 Million as a hedging instrument in order to hedge its foreign currency risk arising from the translation of net assets of its subsidiary located in Netherlands, Efes Breweries International (whose main activity is facilitating foreign investments in breweries).

CCİ, the subsidiary of the Group, designated USD 319 Million out of USD denominated bond issued amounting to USD 500 Million as a hedging instrument in order to hedge its foreign currency risk arising from the translation of net assets of its subsidiary located in Netherlands, CCI Holland and Waha B.V.

The Company designated loans amounting to EUR 37 Million as a hedging instrument in order to hedge its foreign currency risk arising from the translation of net assets of its subsidiary located in Netherlands, Efes Breweries International (whose main activity is facilitating foreign investments of Anadolu Efes in breweries).

The effective part of the change in the value of the bonds and loans designated as hedging of net investments amounting to TRL 1.780.603 (TRL 1.391.725 - including deferred tax effect) is recognized as “Gains (Losses) on Hedge” under Equity and to “Other Comprehensive Income (Loss) Related with Hedges of Net Investment in Foreign Operations” under Other Comprehensive Income (December, 31 2019: TRL 632.700 (TRL 474.705 - including deferred tax effect)).

NOTE 24 - FINANCIAL INSTRUMENTS

24.1 Fair Value

Fair value is the amount for which an asset could be exchanged, or a liability settled between knowledgeable, willing parties in an arm's length transaction. The optimum fair value of a financial instrument is the quoted market value, if any.

Since cash and cash equivalents, trade receivables, other current assets, trade payables and other payables are of short term; their fair values are the same with their values in the balance sheet.

Investments are recorded with their carrying value due to the lack of determined market values and inefficiency of other methods on determining fair values.

Fair value of short-term and long term lease obligations approximate their carrying values in the balance sheet since they are in foreign currencies and revalued as of year-end.

The fair value of financial lease receivables is calculated by discounting their cash flows to the present value by using current market rates.

The fair value of held to maturity financial assets are calculated based on their market prices.

The fair value of other assets and liabilities are calculated by discounting their cash flows to the present value by using current market rates (current libor rates).

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NOTE 24 – FINANCIAL INSTRUMENTS (cont'd)

24.1 Fair Value (cont'd)

Fair Value Hedge Accounting

Level 1: Market price valuation techniques for the determined financial instruments traded in markets (unadjusted)

Level 2: Other valuation techniques including direct or indirect observable inputs

Level 3: Valuation techniques not containing observable market inputs

	September 30, 2020	Level 1	Level 2	Level 3
Derivative financial assets	618.436	-	618.436	-
Derivative financial liabilities	83.310	-	83.310	-
Put option liability	221.366	18.427	-	202.939
	December 31, 2019	Level 1	Level 2	Level 3
Derivative financial assets	48.700	-	48.700	-
Derivative financial liabilities	56.492	-	56.492	-
Put option liability	223.223	14.019	-	209.204

24.2 Derivative Financial Instruments and Hedge Accounting

Derivative financial instruments are initially recognized at cost, and subsequently valued at fair value.

The Group documented the relationship between hedging instruments and hedged items at the beginning of the hedge transaction and also documented risk management objectives and the strategy for performing a variety of hedging transactions. Group, both at the beginning of the process of hedging transaction and on a regular basis of the hedging transaction, documented the assessment whether instruments used in hedging transactions are effective in high-level balancing changes in values of hedged items.

a) Swap transactions

As of September 30, 2020, Soft Drink Operations has a cross currency swap contract with a total amount of USD 150 Million signed on January 16, 2018 and due on September 19, 2024, for the probability of exchange rate exposure in the long term. Spot intrinsic total value of the options under this transaction is TRL 601.200 (December 31, 2019: TRL 321.030).

As of September 30, 2020, Soft Drink Operations holds a derivate financial instrument of option contracts signed on February 11, 2020 and for protection against cash flow risk, with a total nominal amount of EUR 25,03 Million, due January 13, 2021. Total nominal value is TRL 228.533.

The Company has started use derivative financial instruments with a cross currency swap contract amounting to EUR 160 Million due on October 9, 2020, May 12, 2021 and December 20, 2022 for the probability of arising exchange rate exposure in the long term. (December 31, 2019: EUR 120 Million).

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NOTE 24 - FINANCIAL INSTRUMENTS (cont'd)

24.2 Derivative Financial Instruments and Hedge Accounting (cont'd)

b) Currency option contracts

As of September 30, 2020, the Beer Operations does not have currency option contracts (December 31, 2019: TRL 273.249).

As of September 30, 2020, Soft Drink Operations holds a derivate financial instrument of option contracts signed on November 29, 2019 and with a total nominal amount of USD 24 Million, due December 1, 2020, signed March 3, 2020, with a total nominal amount USD 23 Million, due December 1, 2020 for protection against cash flow risk. Total nominal value is TRL 69.101 (December 31, 2019: TRL 142.565).

As of September 30, 2020, Anadolu Isuzu, a subsidiary of the Group, has no foreign currency option contracts (December 31, 2019: JPY 1.818.500.326).

c) Interest rate swaps

As of September 30, 2020, Beer Operations has no interest rate swap agreement (December 31, 2019: TRL 255.429).

Migros has executed an interest rate swap transaction amounting to TRL 525 Million in order to mitigate interest rate risk of bonds issued (December 31, 2019: TRL 325 Million).

As of September 30, 2020, the Company has an interest rate swap agreement of TRL 175 Million to protect against TRL 175 Million interest risk for its bond with variable interest (December 31, 2019: None).

d) Commodity swap contracts

As of September 30, 2020, Soft Drink Operations has 14 sugar swap transactions with a total nominal amount of TRL 7.226 for 2.662 tonnes. The total of these sugar swap contracts is designated as hedging instruments in cash flow hedges related to forecasted cash flow, for the high probability purchases of production material exposed to sugar price risk for the 2020 and 2021 (December 31, 2019: TRL 4.545).

As of September 30, 2020, Soft Drink Operations has 12 aluminium swap transactions with a total nominal amount of TRL 213.776 for 17.064 tones. The total of these aluminium swap contracts is designated as hedging instruments in cash flow hedges related to forecasted cash flow, for the high probability purchases of production material exposed to can price risk for the year 2020, 2021 and 2022 (December 31, 2019: None).

As of September 30, 2020, Beer Operations have 130 commodity swap and 4 commodity option contracts with a total nominal amount of TRL 358.879 for 20.364 tonnes of aluminium, 17.156 tonnes of plastic and 1.875 tonnes of corn. 9.614 tonnes of aluminium and 633 tonnes of plastic commodity swap and option contracts are designated as hedging instruments in cash flow hedges related to forecasted cash flow, for the highly probable purchases of production materials exposed to can and plastic price risk (December 31, 2019: TRL 44.825).

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NOTE 24 - FINANCIAL INSTRUMENTS (cont'd)

24.2 Derivative Financial Instruments and Hedge Accounting (cont'd)

e) Currency forward transactions

As of September 30, 2020, Anadolu Isuzu, a subsidiary of the Group, 17 forward contracts with a nominal value of JPY 1.525.430.483 forward contracts with a nominal value of USD 8 Million and 14 forward contracts with a nominal value of EUR 23 Million which are determined as cash flow hedging instruments for possible raw material purchases and operational expenses that are exposed to foreign exchange risk (December 31, 2019: None)

As of September 30, 2020, Soft Drink Operations has FX forward transactions, dated October 9, 2019 with a total nominal amount of TRL 140.543, for a forward purchase contract amounting USD 18 Million. The total of these FX forward contracts is designated as cash flow hedges related to forecasted cash flow, because of the foreign exchange value of loan repayments exposed to foreign currency risk (December 31, 2019: TRL 108.028).

As of September 30, 2020, Beer Operations have FX forward transactions with a total nominal amount of TRL 2.238.768, for forward contracts amounting to USD 140 Million and EUR 126 Million. The total of these FX forward contracts is designated as cash flow hedges related to forecasted cash flow, for the high probability purchases of raw material, trade goods and operational expenses, exposed to foreign currency risk.

As of September 30, 2020, Adel, a subsidiary of the Group, has a foreign exchange forward transaction amounting to USD 1.500.000 with a nominal value of TRL 10.263 (December 31, 2019: USD 9.181.000 forward with a nominal value of TRL 54.537).

The Company has started use derivative financial instruments with a currency forward contract amounting to EUR 4 Million due on October 12, 2020 for the probability of arising exchange rate exposure in the long term. (December 31, 2019: EUR 18,5 Million).

Fair value of derivative financial instruments as of September 30, 2020 and December 31, 2019 is as follows:

	September 30, 2020			December 31, 2019	
	Contract amount	Fair values		Fair values	
		Assets	Liabilities	Assets	Liabilities
Receivables from operating leases	-	-	-	38.475	-
Swap transactions	1.323.905	275.372	58.461	-	14.958
Interest rate swaps	700.000	18.068	12.987	61	28.173
Commodity swap transactions	579.881	32.456	2.195	931	-
Currency option	434.225	82.814	-	442	9.656
Currency forward transactions	2.749.050	209.726	9.667	8.791	3.705
	5.787.061	618.436	83.310	48.700	56.492
Short term		523.140	83.310	42.109	15.163
Long term		95.296	-	6.591	41.329
		618.436	83.310	48.700	56.492

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NOTE 25 - DIVIDEND DISTRIBUTION

- 1) Dividend distribution of companies has been regulated until December 31, 2020 with the provisional Article 12 of Law on Mitigating of Effects of Coronavirus (Covid-19) Outbreak on Economic and Social Life and the Law on Amendment of Certain Laws (the Law) dated April 17, 2020, and numbered 7244. Within the framework of the limitations on dividend distribution and other relevant legislation, Anadolu Efes' Board of Directors' proposal for dividend distribution dated February 27, 2020 was rejected at the 2019 Ordinary General Assembly and it was decided not to distribute any profit by our shareholders.

Within the framework of the Communiqué published on the Official Gazette dated May 17, 2020 and numbered 31130 by the Ministry of Trade and in accordance with the conformity opinion received by Anadolu Efes from the Ministry of Trade; Extraordinary General Assembly meeting was held on July 9, 2020, General Assembly has approved a cash dividend proposal of gross TRL 1,7740 (net TRL 1,5079) per each share including redeemed shares with TRL 1 nominal value amounting to a total of TRL 1.069.641 to be distributed from the released legal reserves, realizing a 177,40% gross dividend distribution for the period January-December 2019. As a result of decision, Anadolu Efes has distributed dividend amounting to a total of TRL 452.377 in the first nine month period of 2020, related with the year ended as of December 31, 2019 (2019, for a gross amount of full TRL 0,5068 per share, amounting to a total of TRL 300.832).

In 2020, dividend payment amounting to TRL 118.944 (December 31, 2019: TRL 149.312) has been made to non-controlling interests.

- 2) At the Ordinary General Meeting of Adel, a subsidiary of the Group, held on April 8, 2020 since there is no profit for the period both in the statutory accounts and in the audited financial statements which are arranged on the basis of non-consolidation and according to Capital Markets Board ("CMB") Communiqué Serial II No: 14.1 "Basis of Financial Reporting in Capital Markets" within the framework of Turkey Accounting/ Turkey Financial Reporting Standards (TAS/TFRS), it is decided that the other sources proposed to be distributed is TRL 15.002 gross dividend from the previous year's profits, 63.5% gross amounting to TRL 0.635 for each share with a nominal value of TRL 1, and a net amount of 53.98% in the amount of TRL 0.53975 for each share with a nominal value of TRL 1. On May 5, 2020, the law numbered 7244 related to reducing the effects of the new coronavirus (Covid-19) pandemic on economic and social life is in the second paragraph of article 12 includes "If the General Assembly has taken a decision to distribute dividends for the 2019 fiscal period, but the shareholders have not yet been paid or partial payments have been made, payments for the part exceeding twenty-five percent of the net profit for the year 2019 are postponed until the end of the period specified in the first paragraph". By virtue of the law the profit distribution date was announced as October 1, 2020. However, in accordance with the President's Decree No. 2948, published in the Official Gazette dated September 18, 2020 and numbered 31248, it was not performed on the stipulated date due to the extension of the period of dividend distribution restrictions specified in the temporary article 13 of the TCC numbered 6102 for three more months. Following the expiry of the mentioned regulations, the legal regulations will be evaluated and the dividend payment will be made, and our investors will be informed on the matter.
- 3) In accordance with the Provisional Article 13 of Turkish Commercial Code No. 6102 and Communiqué on the Procedures and Principles, the Company's Board of Directors following the Board meeting on September 16, 2020 have resolved to convene General Assembly on October 8, 2020 by the Company propose dividend payment that will be covered from retained earnings. However, it was published in the Official Gazette on September 18, 2020 that Presidential decree no. 2948 extended the deadline on dividend restrictions by three months taking the pandemic circumstances into account. Accordingly, our planned Extraordinary General Assembly is cancelled and dividend distribution proposal will not be discussed.

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NOTE 26 - EVENTS AFTER THE REPORTING PERIOD

- On October 26, 2020, Migros, the subsidiary of the Group, made a principal payment of EUR 40.000.000 for the bank borrowings in Euro.
- In October, a board resolution was taken in order to sell Migros', the subsidiary of the Group, properties Balıkesir Shopping Mall, Torbalı Shopping Mall and a property in İzmir in exchange of TRL 94.000. The deed transfer of İzmir was completed whereas the transfers of the Balıkesir Shopping Mall and Torbalı Shopping Mall are in process.

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