

# **TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.**

**CONVENIENCE TRANSLATION INTO  
ENGLISH OF CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS FOR THE PERIOD  
1 JANUARY – 30 JUNE 2023**

**(ORIGINALLY ISSUED IN TURKISH)**

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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS OF 30 JUNE 2023 AND 31 DECEMBER 2022

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

ASSETS	Notes	30 June 2023	31 December 2022
<b>Current Assets</b>			
Cash and cash equivalents	5	21,150,153	25,244,811
Financial investments	6	6,399,856	3,827,944
Trade receivables	8,28	25,795,908	19,840,432
– Due from related parties	28	121,456	63,234
– Other trade receivables	8	25,674,452	19,777,198
Other receivables		1,461,702	451,699
– Due from related parties	28	406,136	-
– Other trade receivables		1,055,566	451,699
Contract assets	12	231,607	107,737
Derivative financial assets	9	167,172	914,267
Inventories	10	25,742,822	19,251,800
Prepayments	11	2,154,299	1,884,991
Current tax assets	26	77,662	56,976
Other current assets		1,523,833	2,029,331
<b>Total current assets</b>		<b>84,705,014</b>	<b>73,609,988</b>
<b>Non-current assets</b>			
Financial investments	6	869,471	801,221
Other receivables		31,041	101,687
Derivative financial assets	9	1,789,567	1,185,630
Investments accounted for using the equity method	13	2,626,468	1,891,365
Investment properties		5,151,242	5,151,242
Property, plant, and equipment	14	69,195,641	54,565,655
Right of use assets	15	1,960,027	996,641
Intangible assets	16, 17	29,898,749	21,742,972
– Goodwill	17	1,355,014	812,391
– Other intangible assets	16	28,543,735	20,930,581
Prepayments	11	3,563,983	2,332,642
Deferred tax assets	26	2,086,994	1,563,776
Other non-current assets		18,420	2,654
<b>Total non-current assets</b>		<b>117,191,603</b>	<b>90,335,485</b>
<b>TOTAL ASSETS</b>		<b>201,896,617</b>	<b>163,945,473</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS OF 30 JUNE 2023 AND 31 DECEMBER 2022

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

LIABILITIES	Notes	30 June 2023	31 December 2022
<b>Current Liabilities</b>			
Short term borrowings	7	16,719,851	14,281,212
Short term portion of long-term borrowings	7	5,410,398	4,306,640
Trade payables	8, 28	12,260,914	11,331,067
– <i>Due to related parties</i>	28	384,722	216,363
– <i>Due to third parties</i>	8	11,876,192	11,114,704
Liabilities for employee benefits	19	628,690	553,155
Other payables		953,238	653,978
– <i>Due to related parties</i>	28	49,126	48,596
– <i>Due to third parties</i>		904,112	605,382
Contract liabilities	12	201,262	222,857
Derivative instruments	9	745,036	291,587
Deferred income	11	1,570,682	1,335,339
Current income tax liabilities	26	590,687	82,697
Short term provisions	18, 19	1,491,709	1,138,326
Other current liabilities		2,304,724	1,326,997
<b>Total current liabilities</b>		<b>42,877,191</b>	<b>35,523,855</b>
<b>Non-current liabilities</b>			
Long term borrowings	7	40,737,783	28,324,384
Other payables		3,621	5,114
Derivative instruments	9	216,713	9,495
Deferred income	11	272,720	266,427
Long term provisions	19	4,423,634	3,710,712
Deferred tax liabilities	26	1,358,293	833,524
Other non-current liabilities		266,433	144,195
<b>Total non-current liabilities</b>		<b>47,279,197</b>	<b>33,293,851</b>
<b>Total liabilities</b>		<b>90,156,388</b>	<b>68,817,706</b>
<b>EQUITY</b>			
<b>Equity holders of the parent</b>			
<b>20</b>			
Paid capital		3,063,214	3,063,214
Adjustment to share capital differences		320,075	320,075
Treasury shares		(42,292)	(51,749)
Share premiums (discount)		167,048	167,048
Accumulated other comprehensive income/expense not to be reclassified to profit or loss		16,726,901	15,739,761
– <i>Gains/(losses) on revaluation and remeasurement</i>		16,726,901	15,739,761
– <i>Revaluation gain/(loss) on tangible assets</i>		16,735,450	15,797,595
– <i>Gain/(loss) arising from defined benefit plans</i>		(8,549)	(57,834)
Accumulated other comprehensive income/expense to be reclassified to profit or loss		23,917,881	17,502,288
– <i>Currency translation differences</i>		29,431,245	17,202,279
– <i>Hedge reserves</i>		(5,513,364)	300,009
– <i>Gains (Losses) on Cash Flow Hedges</i>		(383,328)	300,009
– <i>Gains (Losses) on Hedges of Net Investment in Foreign Operations</i>		(5,130,036)	-
Restricted reserves		1,135,832	1,135,832
Retained earnings		36,219,920	19,306,383
Net profit or loss for the period		8,068,798	19,345,059
<b>Non-controlling interests</b>	<b>20</b>	<b>22,162,852</b>	<b>18,599,856</b>
<b>Total equity</b>		<b>111,740,229</b>	<b>95,127,767</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>201,896,617</b>	<b>163,945,473</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS FOR THE PERIODS 1 JANUARY – 30 JUNE 2023 AND 2022

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

			Restated		Restated
		1 January- 30 June 2023	1 January- 30 June 2022	1 April- 30 June 2023	1 April- 30 June 2022
	Notes				
Revenues	21	58,434,032	40,232,477	30,069,262	23,258,088
Cost of Sales	21	(39,111,516)	(24,944,796)	(20,322,679)	(14,618,795)
<b>Gross profit/ (loss) from trading activity</b>		<b>19,322,516</b>	<b>15,287,681</b>	<b>9,746,583</b>	<b>8,639,293</b>
General administrative expenses	22	(3,463,688)	(1,893,578)	(1,844,728)	(1,027,136)
Marketing expenses	22	(7,708,468)	(5,492,685)	(4,114,022)	(3,140,108)
Research and development expenses	22	(158,348)	(87,368)	(78,470)	(27,658)
Other operating income	23	6,801,670	3,338,916	5,411,826	1,934,888
Other operating expenses	23	(4,813,806)	(2,636,573)	(3,583,750)	(1,537,718)
Share of profit (loss) from investments accounted for using equity method	13	420,832	392,258	267,847	301,366
<b>Operating profit/ (loss)</b>		<b>10,400,708</b>	<b>8,908,651</b>	<b>5,805,286</b>	<b>5,142,927</b>
Income from investing activities	24	1,547,311	1,265,750	1,370,643	657,354
Expense from investing activities	24	(123,244)	(491,909)	(118,702)	(294,895)
Impairment gain and reversal of impairment loss determined in accordance with IFRS 9	24	25,020	(16,649)	(6,792)	3,761
<b>Profit (Loss) before financing income (expense)</b>		<b>11,849,795</b>	<b>9,665,843</b>	<b>7,050,435</b>	<b>5,509,147</b>
Financial income	25	7,460,967	6,100,362	5,830,114	3,394,435
Financial expenses	25	(7,767,763)	(6,389,733)	(5,498,294)	(3,167,831)
<b>Profit (Loss) from continuing operations, before tax</b>		<b>11,542,999</b>	<b>9,376,472</b>	<b>7,382,255</b>	<b>5,735,751</b>
<b>Tax (expense) income, continuing operations</b>		<b>(2,461,568)</b>	<b>(135,744)</b>	<b>(1,036,858)</b>	<b>(197,917)</b>
– Current period tax (expense) / income	26	(1,205,733)	(1,196,569)	(13,388)	(633,323)
– Deferred tax (expense) income	26	(1,255,835)	1,060,825	(1,023,470)	435,406
<b>Profit (Loss)</b>		<b>9,081,431</b>	<b>9,240,728</b>	<b>6,345,397</b>	<b>5,537,834</b>
<b>Attributable to:</b>					
– Non-controlling interest		1,012,633	333,153	640,386	200,430
– <b>Equity holders of the parent</b>		<b>8,068,798</b>	<b>8,907,575</b>	<b>5,705,011</b>	<b>5,337,404</b>
<b>Earnings per share</b>	<b>27</b>	<b>2.8419</b>	<b>2.9855</b>	<b>1.9542</b>	<b>1.7845</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME FOR THE PERIODS OF 1 JANUARY – 30 JUNE 2023 AND 2022

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

Notes	1 January- 30 June 2023	Restated 1 January- 30 June 2022	1 April- 30 June 2023	Restated 1 April- 30 June 2022
<b>Profit / (loss) for the Period</b>	<b>9,081,431</b>	<b>9,240,728</b>	<b>6,345,397</b>	<b>5,537,834</b>
<b>Other Comprehensive Income:</b>				
<b>Items that will not be reclassified to profit or loss</b>	<b>1,040,571</b>	<b>983,854</b>	<b>1,039,046</b>	<b>897,230</b>
Gains (Losses) on revaluation of property, plant and equipment	1,125,447	1,116,159	1,138,166	1,027,949
Gain / (loss) arising from defined benefit plans	81,756	39,508	76,841	30,189
Share of other comprehensive income of investments accounted for using equity method that will not be reclassified to profit or loss	6,179	1,717	5,495	2,623
Taxes on items that will not be reclassified to profit or loss	(172,811)	(173,530)	(181,456)	(163,531)
<b>Items that will be reclassified to profit or loss</b>	<b>12,030,830</b>	<b>9,829,291</b>	<b>12,251,387</b>	<b>6,799,916</b>
Currency translation differences	18,465,741	9,641,502	17,111,915	6,837,828
Other comprehensive income (loss) related with cash flow hedges	(1,429,420)	231,706	(197,396)	(51,246)
Other comprehensive income (loss) related with Hedged of net investments in foreign operation	(6,412,545)	-	(5,879,937)	-
Taxes on items that will be reclassified to profit or loss	1,407,054	(43,917)	1,216,805	13,334
<b>Other comprehensive income/ (loss)</b>	<b>13,071,401</b>	<b>10,813,145</b>	<b>13,290,433</b>	<b>7,697,146</b>
<b>Total Comprehensive Income/ (loss)</b>	<b>22,152,832</b>	<b>20,053,873</b>	<b>19,635,830</b>	<b>13,234,980</b>
<b>Attributable to:</b>				
- Non-controlling interest	6,675,625	3,698,090	6,470,487	2,296,952
- <b>Equity holders of parent</b>	<b>15,477,207</b>	<b>16,355,783</b>	<b>13,165,343</b>	<b>10,938,028</b>
<b>Earnings per share</b>	<b>27</b>	<b>5.4512</b>	<b>5.4819</b>	<b>5.8164</b>
			<b>5.8164</b>	<b>3.9118</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIODS 1 JANUARY – 30 JUNE 2023 AND 2022

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

	Issued Capital	Inflation Adjustments on Capital	Treasury Shares	Share Premiums or Discounts	Other Comprehensive Income will not be reclassified to profit or loss	Other Comprehensive Income will be reclassified to profit or loss	Restricted Reserves	Previous Years Profits or Losses	Net Profit or loss	Attributable to Equity holders of the parent	Non Controlling Interests	Equity
<b>Balance at 1 January 2022</b>	<b>3,063,214</b>	<b>320,075</b>	<b>(39,213)</b>	<b>167,048</b>	<b>6,139,201</b>	<b>9,213,439</b>	<b>1,517,852</b>	<b>10,379,285</b>	<b>9,040,197</b>	<b>39,801,098</b>	<b>13,128,127</b>	<b>52,929,225</b>
Transfer	-	-	-	-	-	-	-	9,040,197	(9,040,197)	-	-	-
Total comprehensive income / (loss)	-	-	-	-	913,633	6,534,010	-	565	8,907,575	16,355,783	3,698,090	20,053,873
Capital Increase	-	-	-	-	-	-	-	-	-	-	(1)	(1)
Dividends paid	-	-	-	-	-	-	-	(1,216,875)	-	(1,216,875)	(394,236)	(1,611,111)
Increase (decrease) through treasury share transactions	-	-	(46,238)	-	-	-	-	(1,096,576)	-	(1,142,814)	-	(1,142,814)
<b>Balance at 30 June 2022</b>	<b>3,063,214</b>	<b>320,075</b>	<b>(85,451)</b>	<b>167,048</b>	<b>7,052,834</b>	<b>15,747,449</b>	<b>1,517,852</b>	<b>17,106,596</b>	<b>8,907,575</b>	<b>53,797,192</b>	<b>16,431,980</b>	<b>70,229,172</b>
	Issued Capital	Inflation Adjustments on Capital	Treasury Shares	Share Premiums or Discounts	Other Comprehensive Income will not be reclassified to profit or loss	Other Comprehensive Income will be reclassified to profit or loss	Restricted Reserves	Previous Years Profits or Losses	Net Profit or loss	Attributable to Equity holders of the parent	Non Controlling Interests	Equity
<b>Balance at 1 January 2023</b>	<b>3,063,214</b>	<b>320,075</b>	<b>(51,749)</b>	<b>167,048</b>	<b>15,739,761</b>	<b>17,502,288</b>	<b>1,135,832</b>	<b>19,306,383</b>	<b>19,345,059</b>	<b>76,527,911</b>	<b>18,599,856</b>	<b>95,127,767</b>
Transfer	-	-	-	-	-	-	-	19,345,059	(19,345,059)	-	-	-
Total comprehensive income / (loss)	-	-	-	-	986,078	6,422,331	-	8,068,798	8,068,798	15,477,207	6,675,625	22,152,832
Dividends paid (*)	-	-	-	-	-	-	-	(2,071,007)	-	(2,071,007)	(994,000)	(3,065,007)
Increase (decrease) through treasury share transactions	-	-	9,457	-	-	-	-	278,421	-	287,878	-	287,878
Transaction with non-controlling shareholders	-	-	-	-	1,062	(6,738)	-	(638,936)	-	(644,612)	(2,118,629)	(2,763,241)
<b>Balance at 30 June 2023</b>	<b>3,063,214</b>	<b>320,075</b>	<b>(42,292)</b>	<b>167,048</b>	<b>16,726,901</b>	<b>23,917,881</b>	<b>1,135,832</b>	<b>36,219,920</b>	<b>8,068,798</b>	<b>89,577,377</b>	<b>22,162,852</b>	<b>111,740,229</b>

The relevant dividend payment will be made on 31 May 2023.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIODS 1 JANUARY – 30 JUNE 2023 AND 2022

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

		1 January- 30 June 2023	Restated 1 January- 30 June 2022
	Notes		
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		<b>10,349,662</b>	<b>4,500,158</b>
<b>Net profit/(loss) for the period</b>		<b>9,081,431</b>	<b>9,240,728</b>
<b>Adjustments to reconcile profit/ (loss)</b>		<b>8,965,213</b>	<b>4,535,853</b>
- Adjustments for depreciation and amortisation expense	14,15,16	2,960,505	2,196,659
- Adjustments for Impairment Loss (Reversal of Impairment Loss)	5,6,8,10	(113,385)	75,286
- Adjustments for provisions	18,19	1,206,558	905,855
- Adjustments for bargain purchase gain	24	-	(60,211)
- Adjustments for Interest (Income) Expenses		1,434,762	513,376
- Adjustments for unrealised foreign exchange losses (gains)	23,25	3,354,628	2,565,314
- Adjustments for fair value losses (gains)	6,24	(1,925,441)	(1,372,733)
- Adjustments for Undistributed Profits of Investments accounted for Using Equity Method	13	(420,832)	(392,258)
- Adjustments for Tax (Income) Expenses		2,461,568	141,215
- Adjustments for losses (gains) on disposal of non-current assets	24	29,346	12,369
- Other adjustments to reconcile profit (loss)		(22,496)	(49,019)
<b>Changes in working capital</b>		<b>(6,797,943)</b>	<b>(7,910,690)</b>
- (Increases)/decreases in trade receivables adjustments		1,482,116	(5,098,272)
- (Increases)/decreases in other receivables adjustments		(700,222)	(155,717)
- (Increases)/decreases in contract assets adjustments		(123,870)	(106,328)
- (Increases)/decreases in derivative financial assets		907	797,986
- (Increases)/decreases in inventories adjustments		(6,443,239)	(5,270,506)
- (Increases)/decreases in trade payables adjustments		(2,999,349)	439,904
- (Increases)/decreases in contract liabilities adjustments		(21,595)	54,947
- (Increases)/decreases in other payables adjustments		609,311	1,349,155
- Other (increases)/decreases in net working capital adjustments		1,397,998	78,141
<b>Cash flows from operating activities</b>		<b>11,248,701</b>	<b>5,865,891</b>
- Interest received		382,545	153,305
- Payments for the provisions for employee benefits	19	(427,495)	(38,204)
- Taxes received / (paid)		(854,089)	(1,480,834)



# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIODS 1 JANUARY – 30 JUNE 2023 AND 2022

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

			Restated
		1 January- 30 June 2023	1 January- 30 June 2022
	Notes		
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		<b>(11,245,008)</b>	<b>(4,099,821)</b>
- Cash Flows Used in Obtaining Control of Subsidiaries or Other Businesses	3	-	(299,799)
- Cash outflows from additional share purchases in subsidiaries		(2,763,241)	-
- Cash Outflows Arising From Purchase of Shares or Capital Increase of Associates and/or Joint Ventures	3	(238,375)	(16,603)
- Cash Receipts from Sales of Equity or Debt Instruments of Other Entities	6	1,109,956	1,900,760
- Cash Payments to Acquire Equity or Debt Instruments of Other Entities	6	(377,248)	(627,979)
- Proceeds from sales of tangible and intangible assets		210,610	55,592
- Purchase of tangible and intangible assets		(7,099,548)	(2,813,841)
- Advances given	11	(1,867,224)	(707,227)
- Repayments of advances given	11	1,067,160	123,985
- Divident received		-	111,741
- Interest received		472,562	190,580
- Cash Outflows From Participation (Profit) Shares or Other Financial Instruments		(2,091,343)	(1,865,948)
- Other inflows (outflows) of cash		331,683	(151,082)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		<b>(5,137,263)</b>	<b>(80,325)</b>
- Payments to Acquire Entity's Shares or Other Equity Instruments		(307,122)	(1,122,756)
- Cash Receipts to Acquire Entity's Shares or Other Equity Instruments		595,000	-
- Proceeds from borrowings	7	12,216,348	10,682,001
- Payments of borrowings	7	(11,895,577)	(6,901,991)
- Payments of lease liabilities	7	(282,599)	(158,157)
- Dividends paid		(3,065,007)	(1,611,111)
- Interest paid		(2,398,306)	(968,311)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE CURRENCY TRANSLATION DIFFERENCES (A+B+C)</b>		<b>(6,032,609)</b>	<b>320,012</b>
<b>D. EFFECT OF CURRENCY TRANSLATION DIFFERENCES ON CASH AND CASH EQUIVALENTS</b>		<b>1,958,078</b>	<b>2,155,236</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C+D)</b>		<b>(4,074,531)</b>	<b>2,475,248</b>
<b>E. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>5</b>	<b>25,240,755</b>	<b>12,819,239</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (A+B+C+D+E)</b>	<b>5</b>	<b>21,166,224</b>	<b>15,294,487</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 1. In Group's Organization and Nature of Operations

Türkiye Şişe ve Cam Fabrikaları A.Ş. Group (the "Group") consists of a holding company, Türkiye Şişe ve Cam Fabrikaları A.Ş. (the "Company"), 57 subsidiaries, 1 joint venture 2 associates and 2 joint activity.

The Group consists of six operating segments including companies operating in architectural glass, industrial glass (automotive, white goods glasses, glass fiber) , glass packaging, glassware, chemicals ,energy and others (import, export, packaging waste recovery and non-hazardous waste recovery, production and sale of cast AZS refractory block for glass production, holding activities and insurance brokerage services), The Group's main area of activity is glass production, and it deals with complementary industrial and commercial operations for glass production, Additionally, the Group participates in management of various industrial and commercial companies.

The Group was established 87 years ago by Türkiye İş Bankası A.Ş. ("İş Bankası") in Turkey, being one of the largest Turkish private commercial banks, as of Türkiye Şişe ve Cam Fabrikaları A.Ş. Söyetesesi was founded with the title and registered with the trade registry on January 23, 1936, And the establishment was announced in the trade registry gazette on February 5, 1936. Company's title has been registered as of Türkiye Şişe ve Cam Fabrikaları A.Ş. on April 25, 1973 and published in the trade registry gazette on May 10, 1973. The shares of the Company have been publicly traded on the Borsa İstanbul A.Ş. ("BİST"), formerly named as Istanbul Stock Exchange ("İSE"), since January 3, 1986, As of June 30 2023. İş Bankası holds 51,06% of the shares and retains the control of the Group.

### The Head Office and the Shareholder Structure of the Company

The shareholder structure of the Company is disclosed in Note 20.

The Company is registered in Turkey and the address is İçmeler Mahallesi D-100 Karayolu Cad, No:44 A 34947, Tuzla / İstanbul / Türkiye

### Personnel structure of the Group

	30 June 2023	31 December 2022	30 June 2022
Personnel (monthly paid)	9,164	8,859	8,429
Personnel (hourly paid)	15,319	16,072	15,897
	<b>24,483</b>	<b>24,931</b>	<b>24,326</b>

983 employees included in the Group's total personnel structure is consisted of the personnel of joint ventures accounted under equity method (31 December 2022: 962 employees, 30 June 2022: 925 employees),

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 1. Group's Organization and Nature of Operations (Continued)

#### Companies included in consolidation

The nature of operations of the companies/branches included in consolidation is presented as follows:

#### Architectural Glass Group

<b>Subsidiaries/Branches</b>	<b>Nature of business</b>	<b>Country of registration</b>
Türkiye Şişe ve Cam Fabrikaları A.Ş.- Şişecam Flat Glass Group Branches (1)	Production and sales of flat glass, auto glass and processed glass	Turkey
TRSG Glass Holding B.V	Finance and investment company	Netherlands
Trakya Glass Bulgaria EAD	Production and sales of flat glass, laminated, coated glass, and mirror	Bulgaria
Sisecam Flat Glass Italy S.R.L	Production and sales of flat and laminated glass	Italy
Sisecam Flat Glass South Italy S.R.L	Production and sales of flat and laminated glass	Italy
Trakya Glass Rus AO	Production and sales of flat glass and mirror	Russia
Trakya Glass Rus Trading OOO	Importing and sales services	Russia
Sisecam Flat Glass India Private Limited	Production and sales of flat glass and mirror	India

<b>Associate</b>	<b>Nature of business</b>	<b>Country of registration</b>
Saint Gobain Glass Egypt S.A.E	Production and sales of flat glass	Egypt

#### Industrial Glasses Group

<b>Subsidiaries</b>	<b>Nature of business</b>	<b>Country of registration</b>
Şişecam Otomotiv A.Ş.	Production and sales of automotive glass	Turkey
Trakya Investment B.V.	Finance and investment company	Netherlands
Sisecam Automotive Bulgaria EAD	Production and sales of automotive glass and white goods glasses	Bulgaria
Sisecam Automotive Romania SA	Production and sales of automotive glass	Romania
Sisecam Automotive Rus JSC	Production and sales of automotive glass	Russia
Sisecam Automotive Rus Trading LLC	Importing and sales services	Russia
Sisecam Automotive Germany GmbH	Commercial activity	Germany
Richard Fritz Prototype+Spare Parts GmbH	Glass encapsulation production and sales services	Germany
Sisecam Automotive Slovakia S.R.O.	Glass encapsulation production and sales services	Slovakia
Sisecam Automotive Hungary Kft	Glass encapsulation production and sales services	Hungary
Şişecam Elyaf Sanayii A.Ş.	Production and sales of glass fiber	Turkey

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 1. Group's Organization and Nature of Operations (Continued)

#### Companies included in consolidation (continued)

##### Glassware Group

<u>Subsidiaries/Branches</u>	<u>Nature of business</u>	<u>Country of registration</u>
Türkiye Şişe ve Cam Fabrikaları A.Ş.- Şişecam Glassware Group Branches (1)	Automatic production and sales of glassware	Turkey
Paşabahçe Mağazaları A.Ş.	Retail sales of glassware	Turkey
Pasabahçe Bulgaria EAD	Automatic production and sales of glassware	Bulgaria
OOO Posuda	Automatic production and sales of glassware	Russia
Pasabahçe SRL	Sales and marketing services	Italy
Pasabahçe Spain SL	Sales and marketing services	Spain
Pasabahçe Glass GmbH	Sales and marketing services	Germany
Pasabahçe USA Inc,	Sales and marketing services	USA
Pasabahçe (Shanghai) Trading Co, Ltd,	Sales and marketing services	China
Pasabahçe Egypt Glass Manufacturing S.A.E	Automatic production and sales of glassware	Egypt

##### Glass Packaging Group

<u>Subsidiaries/Branches</u>	<u>Nature of business</u>	<u>Country of registration</u>
Türkiye Şişe ve Cam Fabrikaları A.Ş.- Şişecam Glass Packaging Group Branches (1)	Production and sales of glass packaging	Turkey
OOO Ruscam Management Company	Finance and investment company	Russia
OOO Ruscam Glass Packaging Holding	Production and sales of glass packaging	Russia
OOO Energosystems	Leasing of industrial materials	Russia
CJSC Brewery Pivdenna	Production and sales of glass packaging	Ukraine
Merefa Glass Company Ltd.	Production and sales of glass packaging	Ukraine
JSC Mina	Production and sales of glass packaging	Georgia
Sisecam Glasspackaging Hungary Kft.	Production of all kinds of glass and glass products' processing and shaping	Hungary

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 1. Group's Organization and Nature of Operations (Continued)

#### Companies included in consolidation (continued)

##### Chemicals Group

<b>Subsidiaries/Branches</b>	<b>Nature of business</b>	<b>Country of registration</b>
Türkiye Şişe ve Cam Fabrikaları A.Ş.- Şişecam Chemicals Group Branches (1)	Production and sales of soda and chromium chemicals	Turkey
Sisecam Bulgaria EOOD	Soda goods trade	Bulgaria
Sisecam Soda Lukavac D.O.O.	Production and sales of soda	Bosnia-Herzegovina
Cromital S.p.A.	Production and sales of chromium sub products	Italy
Sisecam Trading Co.	Commercial activity	China
Sisecam Chemicals USA Inc.	Finance, investment and sales company	USA
Sisecam Chemicals Resources LLC	Production and sales of soda	USA
Sisecam Chemicals Wyoming LLC	Production and sales of natural soda	USA
Sisecam Resources LP	Natural soda goods trade	USA
Sisecam Chemicals Newco 2 LLC (*)	Finance and investment company	USA
Sisecam Resources General Partners LLC	Natural soda goods trade	USA
Sisecam Wyoming LLC	Production and sales of natural soda	USA

<b>Joint Activities</b>	<b>Nature of business</b>	<b>Country of registration</b>
Pacific Soda LLC	Soda goods trade	USA
Denmar US LLC (**)	Logistics(***)	USA

<b>Associate</b>	<b>Nature of business</b>	<b>Country of registration</b>
Solvay Sisecam Holding AG	Finance and investment company	Austria

(\*) It was established on 19 May 2023, As of 30 June 2023, the company has not any activity.

(\*\*) Denmar US LLC, 100% owned by Denmar Holdings LLC, has become a 50% shareholder through the capital increase method by Şişecam Chemicals USA for 12,200,000 USD on 11 May 2023.

(\*\*\*) Denmar US LLC is logistics company that will operate for the export of natural soda ash investment in the USA.

##### Energy Group

<b>Subsidiaries</b>	<b>Nature of business</b>	<b>Country of Registration</b>
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Energy Group Branch (1)	Electricity and steam generation	Turkey
Şişecam Enerji A.Ş.	Storage and sales of natural gas and electricity Trade	Turkey
Camiş Elektrik Üretim A.Ş.	Production and sales of electricity	Turkey

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 1. Group's Organization and Nature of Operations (Continued)

#### Companies included in consolidation (continued)

##### Other Group

##### a) Recycling Group

<b>Subsidiaries</b>	<b>Nature of business</b>	<b>Country of Registration</b>
Şişecam Çevre Sistemleri A.Ş.	Collection, sorting, processing, recycling and recovery of glass	Turkey

##### b) Mining Group

<b>Subsidiaries</b>	<b>Nature of business</b>	<b>Country of registration</b>
Camış Madencilik A.Ş.	Production and sales of raw materials in glass	Turkey
Camis Egypt Mining Ltd. Co.	Sand mining and sales	Egypt

<b>Joint ventures</b>	<b>Nature of business</b>	<b>Country of registration</b>
Rudnik Krechnjaka Vijenac D.O.O.	Production and sales of lime stone	Bosnia-Herzegovina

##### c) Other Services Group

<b>Subsidiaries</b>	<b>Nature of business</b>	<b>Country of Registration</b>
Şişecam Sigorta Aracılık Hizmetleri A.Ş.	Insurance agency	Turkey
Şişecam Dış Ticaret A.Ş.	Exportation of group products	Turkey
SC Glass Trading B.V.	Import, sales, finance and investment company	Netherlands
Sisecam Investment B.V.	Import, sales, financing and investment company	Netherlands
Camış Ambalaj Sanayii A.Ş.	Production and sales of paper packaging	Turkey
Oxyvit Kimya Sanayii ve Tic. A.Ş.	Vitamin K-3 and derivatives manufacturer	Turkey
Refel S.p.A.	Production and sale of cast AZS refractory Block for glass production	Italy

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 1. Group's Organization and Nature of Operations (Continued)

#### Companies included in consolidation (continued)

(1) Branches of activity groups are as follows:

#### Branch Title

##### Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Flat Glass Group Branches

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Flat Glass Kırklareli Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Flat Glass Mersin Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Flat Glass Kocaeli Processed Glass Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Flat Glass Bursa Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Flat Glass Ankara Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Düzcamlar Tarsus Fabrikası Branch

##### Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Group Branches

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Eskişehir Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Group Kırklareli Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Denizli Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Mersin Warehouse Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Machine Maintenance Business Istanbul Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Ankara Regional Directorate Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware İzmir Regional Directorate Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glassware Adana Regional Directorate Branch

##### Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glass Packaging Group Branches

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Cam Ambalaj Mersin Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Cam Ambalaj Eskişehir Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Glass Packaging Yenişehir Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Mersin Warehouse Branch

##### Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Chemicals Group Branches

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Chemicals Mersin Soda Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Chemicals Mersin Kromsan Plant Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Chemical Salt Business Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Leather Application Laboratory Branch  
Türkiye Şişe ve Cam Fabrikaları A.Ş. Karadiken Kalker Business Branch

##### Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Energy Group Branch

Türkiye Şişe ve Cam Fabrikaları A.Ş. Şişecam Chemicals Cogeneration Plant Branch

The Group's publicly traded company, Türkiye Şişe ve Cam Fabrikaları A.Ş.'s share information are as follows:

Share Information	BIST Code	Reuters code	Bloomberg code
Türkiye Şişe ve Cam Fabrikaları A.Ş.	SISE	SISE.IS	SISE.TI

Traded on the New York Stock Exchange with the code "SIRE", the acquisition of publicly held shares of Sisecam Resources LP by Sisecam Chemicals Wyoming LLC, at a price of 25 US dollars per unit in cash, was completed on May 26, 2023.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 1. Group's Organization and Nature of Operations (Continued)

#### Companies included in consolidation (continued)

Periodic Revision Report on Corporate Governance Rating has been completed by SAHA Kurumsal Yönetim ve Kredi Derecelendirme Hizmetleri A.Ş. ("SAHA"), which is officially authorised to carry out rating processes in Turkey in line with Capital Markets Board Corporate Governance Principles, The Corporate Governance Rating Score of 96,01 (9,60 out of 10) as of 16 December 2022, Following the continuous improvement efforts made in the area of application of corporate governance principles, In its rating work SAHA used the new methodology based on Corporate Governance Principles published by the CMB in January 2014.

Main Sections	Weight	16 December 2022	16 December 2021
Shareholders	%25	95.49	95.49
Public disclosure and transparency	%25	97.51	97.48
Stakeholders	%15	99.48	99.48
Board of directors	%35	93.82	92.42
<b>Average Rating</b>	<b>%100</b>	<b>96.01</b>	<b>95.51</b>

The following are the direct and effective shareholder share rates within the capital of the companies that are included in the consolidation of the Group:

#### Architectural Glass Group

##### a) Subsidiaries of Architectural Glass Group

Company/Branch Name	30 June 2023		31 December 2022	
	Direct and indirect ownership (%)	Effective ownership rate (%)	Direct and indirect ownership rate (%)	Effective ownership rate (%)
Türkiye Şişe ve Cam Fabrikaları A.Ş.-				
Şişecam Düzcam Grubu Şubeleri	100.00	100.00	100.00	100.00
TRSG Glass Holding B.V.	70.00	70.00	70.00	70.00
Trakya Glass Bulgaria EAD	100.00	100.00	100.00	100.00
Sisecam Flat Glass İtaly S.R.L	100.00	100.00	100.00	100.00
Sisecam Flat Glass South Italy S.R.L	100.00	100.00	100.00	100.00
Trakya Glass Rus AO	100.00	70.00	100.00	70.00
Trakya Glass Rus Trading OOO	100.00	70.00	100.00	70.00
Sisecam Flat Glass India Private Limited	100.00	100.00	100.00	100.00

##### b) Associate of Architectural Glass Group

Company's Name	30 June 2023		31 December 2022	
	Direct and indirect ownership (%)	Effective ownership rate (%)	Direct and indirect ownership rate (%)	Effective ownership rate (%)
Saint Gobain Glass Egypt S.A.E.	30.00	30.00	30.00	30.00



# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 1. Group's Organization and Nature of Operations (Continued)

#### Companies included in consolidation (continued)

##### Subsidiaries of Industrial Glass Group

Company/Branch Name	30 June 2023		31 December 2022	
	Direct and indirect ownership (%)	Effective ownership rate (%)	Direct and indirect ownership (%)	Effective ownership rate (%)
Şişecam Otomotiv A.Ş.	100.00	100.00	100.00	100.00
Trakya Investment B.V.	100.00	100.00	100.00	100.00
Sisecam Automotive Bulgaria EAD	100.00	100.00	100.00	100.00
Sisecam Automotive Romania SA	100.00	100.00	100.00	100.00
Sisecam Automotive Rus JSC	100.00	100.00	100.00	100.00
Sisecam Automotive Rus Trading LLC	100.00	100.00	100.00	100.00
Sisecam Automotive Germany GmbH	100.00	100.00	100.00	100.00
Richard Fritz Prototype+Spare Parts GmbH	100.00	100.00	100.00	100.00
Sisecam Automotive Slovakia S.R.O.	100.00	100.00	100.00	100.00
Sisecam Automotive Hungary Kft	100.00	100.00	100.00	100.00
Şişecam Elyaf Sanayii A.Ş.	99.999	99.999	99.999	99.999

##### Subsidiaries of Glassware Group

Company/Branch Name	30 June 2023		31 December 2022	
	Direct and indirect ownership (%)	Effective ownership rate (%)	Direct and indirect ownership (%)	Effective ownership rate (%)
Türkiye Şişe ve Cam Fabrikaları A.Ş.-				
Şişecam Glassware Group Branches	100.00	100.00	100.00	100.00
Paşabahçe Mağazaları A.Ş.	100.00	100.00	100.00	100.00
Paşabahçe Bulgaria EAD	100.00	100.00	100.00	100.00
OOO Posuda	100.00	100.00	100.00	100.00
Paşabahçe SRL	100.00	100.00	100.00	100.00
Paşabahçe Spain SL	100.00	100.00	100.00	100.00
Paşabahçe Glass GmbH	100.00	100.00	100.00	100.00
Paşabahçe USA Inc.	100.00	100.00	100.00	100.00
Paşabahçe (Shanghai) Trading Co. Ltd.	100.00	100.00	100.00	100.00
Paşabahçe Egypt Glass Manufacturing S.A.E.	100.00	100.00	100.00	100.00

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 1. Group's Organization and Nature of Operations (Continued)

#### Companies included in consolidation (continued)

##### Subsidiaries of Glass Packaging Group

Company's/Branch Name	30 June 2023		31 December 2022	
	Direct and indirect ownership (%)	Effective ownership rate (%)	Direct and indirect ownership (%)	Effective ownership rate (%)
Türkiye Şişe ve Cam Fabrikaları A.Ş.-				
Şişecam Glass Packaging Group Branches	100.00	100.00	100.00	100.00
OOO Ruscam Management Company	100.00	100.00	100.00	100.00
OOO Ruscam Glass Packaging Holding	100.00	100.00	100.00	100.00
OOO Energosystems	100.00	100.00	100.00	100.00
CJSC Brewery Pivdenna	100.00	100.00	100.00	100.00
Merefa Glass Company Ltd.	100.00	100.00	100.00	100.00
JSC Mina	100.00	100.00	100.00	100.00
Sisecam Glasspackaging Hungary Kft.	100.00	100.00	100.00	100.00

##### Chemicals Group

#### a) Subsidiaries of Chemicals Group

Company/Branch Name	30 June 2023		31 December 2022	
	Direct and indirect ownership (%)	Effective ownership rate (%)	Direct and indirect ownership (%)	Effective ownership rate (%)
Türkiye Şişe ve Cam Fabrikaları A.Ş.-				
Şişecam Kimyasallar Grubu Şubeleri	100.00	100.00	100.00	100.00
Sisecam Bulgaria EOOD	100.00	100.00	100.00	100.00
Sisecam Soda Lukavac D.O.O.	100.00	100.00	100.00	100.00
Cromital S.p.A	100.00	100.00	100.00	100.00
Sisecam Trading Co.	100.00	100.00	100.00	100.00
Sisecam Chemicals USA Inc.	100.00	100.00	100.00	100.00
Sisecam Chemicals Resources LLC	60.00	60.00	60.00	60.00
Sisecam Chemicals Wyoming LLC	60.00	60.00	60.00	60.00
Sisecam Chemicals Newco 2 LLC	60.00	60.00	-	-
Sisecam Resources General Partners LLC	60.00	60.00	60.00	60.00
Sisecam Resources LP	100.00	60.00	74.00	44.40
Sisecam Wyoming LLC	51.00	30.60	51.00	22.64

#### b) Production Partnership of Chemicals Group

Company's Name	30 June 2023		31 December 2022	
	Direct and indirect ownership (%)	Effective ownership rate (%)	Direct and indirect ownership (%)	Effective ownership rate (%)
Pacific Soda LLC	60.00	60.00	60.00	60.00
Denmar US LLC	50.00	50.00	-	-

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 1. Group's Organization and Nature of Operations (Continued)

#### Companies included in consolidation (continued)

#### c) Associate of Chemicals Group

Company's Name	30 June 2023		31 December 2022	
	Direct and indirect ownership (%)	Effective ownership rate (%)	Direct and indirect ownership (%)	Effective ownership rate (%)
Solvay Sisecam Holding AG	25.00	25.00	25.00	25.00

#### Energy Group

Company's Name	30 June 2023		31 December 2022	
	Direct and indirect ownership (%)	Effective ownership rate (%)	Direct and indirect ownership (%)	Effective ownership rate (%)
Şişecam Enerji A.Ş.	100.00	100.00	100.00	100.00
Camiş Elektrik Üretim A.Ş.	100.00	100.00	100.00	100.00

#### Other Group

#### a) Subsidiaries of Recycling Group

Company's Name	30 June 2023		31 December 2022	
	Direct and indirect ownership rate (%)	Effective ownership rate (%)	Direct and indirect ownership (%)	Effective ownership rate (%)
Şişecam Çevre Sistemleri A.Ş. (*)	100.00	100.00	90.00	90.00

(\*) Şişecam became the sole shareholder of the company by completing the option to purchase EBRD's 10% stake in Şişecam Çevre Sistemleri A.Ş. on 24.04.2023.

#### b.1) Subsidiaries of the Mining Group

Company's Name	30 June 2023		31 December 2022	
	Direct and indirect ownership (%)	Effective ownership rate (%)	Direct and indirect ownership (%)	Effective ownership rate (%)
Camiş Madencilik A.Ş.	100.00	100.00	100.00	100.00
Camis Egypt Mining Ltd. Co.	99.70	99.70	99.70	99.70

#### b.2) Associate of the Mining Group

Company's Name	30 June 2023		31 December 2022	
	Direct and indirect ownership rate (%)	Effective ownership rate (%)	Direct and indirect ownership (%)	Effective ownership rate (%)
Rudnik Krecnjaka Vijenac D.O.O.	50.00	50.00	50.00	50.00

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 1. Group's Organization and Nature of Operations (Continued)

#### Companies included in consolidation (continued)

#### c) Subsidiaries of Other Services Group

Company's Name	30 June 2023		31 December 2022	
	Direct and indirect rate (%)	Effective ownership rate (%)	Direct and indirect ownership (%)	Effective ownership rate (%)
Şişecam Sigorta Aracılık Hizmetleri A.Ş.	100.00	100.00	100.00	100.00
Şişecam Dış Ticaret A.Ş.	100.00	100.00	100.00	100.00
SC Glass Trading B.V.	100.00	100.00	100.00	100.00
Şişecam Investment B.V.	100.00	100.00	100.00	100.00
Camiş Ambalaj Sanayii A.Ş.	100.00	100.00	100.00	100.00
Oxyvit Kimya Sanayii ve Tic. A.Ş.	100.00	100.00	100.00	100.00
Refel S.p.A.	100.00	100.00	100.00	100.00

### 2. Basis of Presentation of Consolidated Financial Statements

#### 2.1 Basis of Presentation

The accompanying consolidated financial statements are prepared in accordance with Communiqué Serial II, No: 14,1, "Principles of Financial Reporting in Capital Markets" ("the Communiqué") published in the Official Gazette numbered 28676 on 13 June 2013, According to Article 5 of the Communiqué, consolidated financial statements are prepared in accordance with the Turkish Accounting Standard issued by Public Oversight Accounting and Auditing Standards Authority ("POA/ASA"), TAS contains Turkish Accounting Standards, Turkish Financial Reporting Standards ("TFRS") and its addendum and interpretations ("IFRIC"), In addition, it has been presented in accordance with the formats determined in the "Announcement on TMS Taxonomy" published by the KGK on October 4, 2022 and the Financial Statement Examples and User Guide published by the CMB.

In accordance with the Turkish Accounting Standard No: 34 "Interim Financial Reporting", enterprises are free to prepare their interim financial statements as a full set or as a summary, In this context, the Group has preferred to prepare condensed consolidated financial statements in the interim periods, Therefore, these interim condensed consolidated financial statements should be read together with the Group's consolidated financial statements as of 31 December 2022.

The Company (and its subsidiaries, Joint Activities and Joint Ventures registered in Turkey) maintains its accounting records and prepares its statutory financial statements in accordance with the Turkish Commercial Code (the "TCC"), tax legislation and the uniform chart of accounts issued by the Ministry of Finance, subsidiaries, joint ventures, associates and joint activities operating in foreign countries have prepared their statutory financial statements in accordance with the laws and regulations of the country in which they operate. The year end consolidated financial statements, except for the financial asset and liabilities presented with their fair values, are maintained under historical cost conversion in TRY. This year end consolidated financial statements are based on the statutory records, which are maintained under historical cost conversion, with the required adjustments and reclassifications reflected for the purpose of fair presentation in accordance with the TAS.

#### Presentation and Functional Currency

The individual financial statements of each Group entity are presented in its currency where the entity operates (its functional currency), For the purpose of the consolidated financial statements, the results and financial position of each entity consolidated are expressed in thousand Turkish Lira (TRY), which is the functional of the Company and the presentation currency of the Group. Currencies other than TRY are also expressed in thousands.

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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

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### 2. Basis of Presentation of Consolidated Financial Statements (continued)

#### 2.1 Basis of presentation (continued)

##### Preparation of Financial Statements in Hyperinflationary Periods

TAS 29 Financial Reporting in Hyperinflation Economies requires entities whose functional currency is that of a hyperinflationary economy to prepare their financial statements in terms of the measuring unit current at the end of the reporting period, TAS 29 describes characteristics that may indicate that an economy is hyperinflationary, and it requires all entities that report in the currency of the same hyperinflationary economy apply this Standard from the same date. Therefore, it is expected that TAS 29 will start to be applied simultaneously by all entities with the announcement of Public Oversight Accounting and Auditing Standards Authority to ensure consistency of the application required by TAS 29 throughout the country. However, the Authority has not published any announcement that determines entities would restate their financial statements for the accounting period ending on 30 June 2023 in accordance with TAS 29. In this context, TMS 29 is not applied and inflation adjustment has not been reflected in the condensed financial statements as of June 30, 2023.

##### Going Concern

The consolidated financial statements including the accounts of the parent company, its subsidiaries, joint ventures, joint activities and associates have been prepared assuming that the Group will continue as a going concern on the basis that the entity will be able to realize its assets and discharge its liabilities in the normal course of business.

##### Comparatives and Restatement of Prior Periods Financial Statements

The consolidated financial statements of the Group include comparative financial information to enable the determination of the financial position and performance, Comparative figures are reclassified where necessary, to conform to changes in presentation in the current period consolidated financial statements.

Due to the acquisition of American companies and Refel S.p.A., the calculations made on the temporary amounts became final on 31 December 2022 and the adjustments were made as of the date of purchase, Accordingly, the footnotes on the consolidated profit or loss statement, other comprehensive income statement, statement of changes in equity and cash flow statement for the period between January 1 and June 30, 2022, which are presented comparatively with the consolidated financial statements for the period 1 January-30 June 2023, have been restated.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 2. Basis of Presentation of Financial Statements (continued)

#### 2.1 Basis of presentation (continued)

##### Comparatives and Restatement of Prior Periods Financial Statements(continued)

Group' s restated balance sheet as of 30 June 2022 is stated below:

##### Balance Sheet

	Previously				Restated
	Reported	30 June	Sisecam	Pacific	30 June
ASSETS	2022	2022	Chemicals Resources	Soda LLC (*)	2022
<b>Current Assets</b>					
Cash and cash equivalents	15,481,589	-	-	-	15,481,589
Financial investments	4,832,580	-	-	-	4,832,580
Trade receivables	17,286,977	-	-	-	17,286,977
– Due from related parties	167,905	-	-	-	167,905
– Other trade receivables	17,119,072	-	-	-	17,119,072
Other receivables	494,290	-	-	-	494,290
Contract assets	228,203	-	-	-	228,203
Derivative financial assets	1,387,664	-	-	-	1,387,664
Inventories	13,122,132	21,744	-	-	13,143,876
Prepayments	1,599,383	(5,930)	-	-	1,593,453
Current tax assets	101,103	-	-	-	101,103
Other current assets	1,781,300	-	-	-	1,781,300
<b>Total current assets</b>	<b>56,315,221</b>	<b>15,814</b>	<b>-</b>	<b>-</b>	<b>56,331,035</b>
<b>Non-current assets</b>					
Financial investments	1,258,790	-	-	-	1,258,790
Other receivables	98,199	-	-	-	98,199
Derivative financial assets	1,379,936	-	-	-	1,379,936
Investments accounted for using the equity method	2,124,422	-	-	-	2,124,422
Investment properties	1,468,823	-	-	-	1,468,823
Property, plant, and equipment	37,667,327	2,797,655	-	122,291	40,587,273
Right of use assets	735,504	16,153	-	-	751,657
Intangible assets	18,318,526	791,299	433,767	43,932	19,587,524
– Goodwill	5,065,401	(928,023)	(3,266,231)	(118,671)	752,476
– Other intangible assets	13,253,125	1,719,322	3,699,998	162,603	18,835,048
Prepayments	1,320,283	(19,372)	-	-	1,300,911
Deferred tax assets	2,108,663	-	-	-	2,108,663
Other non-current assets	3,297	-	-	-	3,297
<b>Total non-current assets</b>	<b>66,483,770</b>	<b>3,585,735</b>	<b>433,767</b>	<b>166,223</b>	<b>70,669,495</b>
<b>TOTAL ASSETS</b>	<b>122,798,991</b>	<b>3,601,549</b>	<b>433,767</b>	<b>166,223</b>	<b>127,000,530</b>

(\*) Atlantic Soda LLC and Pacific Soda LLC; The reorganization effect of the two joint activity is shown collectively under Pacific Soda LLC, as they were merged under Pacific Soda LLC.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 2. Basis of Presentation of Financial Statements (continued)

#### 2.1 Basis of presentation (continued)

#### Comparatives and Restatement of Prior Periods Financial Statements(continued)

	Previously Reported	Sisecam			Restated
	30 June 2022	Chemicals Resources	Pacific Soda LLC (*)	Refel S.p.A	30 June 2022
<b>LIABILITIES</b>					
<b>Current Liabilities</b>					
Short term borrowings	10,680,452	-	-	-	10,680,452
Short term portion of long-term borrowings	7,108,677	-	-	-	7,108,677
Trade payables	7,816,534	-	-	-	7,816,534
– Due to related parties	154,287	-	-	-	154,287
– Due to third parties	7,662,247	-	-	-	7,662,247
Liabilities for employee benefits	289,903	-	-	-	289,903
Other payables	883,436	-	-	-	883,436
– Due to related parties	49,159	-	-	-	49,159
– Due to third parties	834,277	-	-	-	834,277
Contract liabilities	165,804	-	-	-	165,804
Derivative instruments	239,506	-	-	-	239,506
Deferred income	1,313,515	-	-	-	1,313,515
Current income tax liabilities	748,275	-	-	-	748,275
Short term provisions	1,120,643	-	-	-	1,120,643
Other current liabilities	2,264,628	-	-	-	2,264,628
<b>Total current liabilities</b>	<b>32,631,373</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32,631,373</b>
<b>Non-current liabilities</b>					
Long term borrowings	20,382,747	-	-	-	20,382,747
Other payables	3,928	-	-	-	3,928
Derivative instruments	2,993	-	-	-	2,993
Deferred income	279,333	-	-	43,486	322,819
Long term provisions	2,805,828	-	-	-	2,805,828
Deferred tax liabilities	472,218	-	-	52,458	524,676
Other non-current liabilities	96,994	-	-	-	96,994
<b>Total non-current liabilities</b>	<b>24,044,041</b>	<b>-</b>	<b>-</b>	<b>95,944</b>	<b>24,139,985</b>
<b>Total liabilities</b>	<b>56,675,414</b>	<b>-</b>	<b>-</b>	<b>95,944</b>	<b>56,771,358</b>

(\*) Atlantic Soda LLC and Pacific Soda LLC; The reorganization effect of the two joint activity is shown collectively under Pacific Soda LLC, as they were merged under Pacific Soda LLC.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 2. Basis of Presentation of Financial Statements (continued)

#### 2.1 Basis of presentation (continued)

#### Comparatives and Restatement of Prior Periods Financial Statements(continued)

	Previously Reported				Restated
	30 June 2022	Sisecam Chemicals Resources	Pacific Soda LLC (*)	Refel S.p.A	30 June 2022
<b>EQUITY</b>					
<b>Equity holders of the parent</b>	<b>53,586,337</b>	<b>(293,191)</b>	<b>433,767</b>	<b>70,279</b>	<b>53,797,192</b>
Paid capital	3,063,214	-	-	-	3,063,214
Adjustment to share capital differences	320,075	-	-	-	320,075
Treasury shares	(85,451)	-	-	-	(85,451)
Share premiums (discount)	167,048	-	-	-	167,048
Accumulated other comprehensive income/expense not to be reclassified to profit or loss	7,052,834	-	-	-	7,052,834
- Gains/(losses) on revaluation and remeasurement	7,052,834	-	-	-	7,052,834
- Revaluation gain/(loss) on tangible assets	7,122,501	-	-	-	7,122,501
- Gain/(loss) arising from defined benefit plans	(69,667)	-	-	-	(69,667)
Accumulated other comprehensive income/expense to be reclassified to profit or loss	15,518,817	(212,017)	428,331	12,318	15,747,449
- Currency translation differences	15,564,298	(212,017)	428,331	12,318	15,792,930
- Hedge reserves	(45,481)	-	-	-	(45,481)
Restricted reserves	1,517,852	-	-	-	1,517,852
Retained earnings	17,076,760	-	29,836	-	17,106,596
Net profit or loss for the period	8,955,188	(81,174)	(24,400)	57,961	8,907,575
<b>Non-controlling interests</b>	<b>12,537,240</b>	<b>3,894,740</b>	<b>-</b>	<b>-</b>	<b>16,431,980</b>
<b>Total equity</b>	<b>66,123,577</b>	<b>3,601,549</b>	<b>433,767</b>	<b>70,279</b>	<b>70,229,172</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>122,798,991</b>	<b>3,601,549</b>	<b>433,767</b>	<b>166,223</b>	<b>127,000,530</b>

(\*) Atlantic Soda LLC and Pacific Soda LLC; The reorganization effect of the two joint activity is shown collectively under Pacific Soda LLC, as they were merged under Pacific Soda LLC.



# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 2. Basis of Presentation of Financial Statements (continued)

#### 2.1 Basis of presentation (continued)

#### Comparatives and Restatement of Prior Periods Financial Statements(continued)

Group' s restated Profit/Loss for the period 1 January and 31 March 2022 is stated below:

	Previously Reported				Restated
	30 June 2022	Sisecam Chemicals Resources	Pacific Soda LLC (*)	Refel S.p.A	30 June 2022
Revenues	40,232,477	-	-	-	40,232,477
Cost of Sales	(24,590,871)	(346,204)	-	(7,721)	(24,944,796)
<b>Gross profit/ (loss) from trading activity</b>	<b>15,641,606</b>	<b>(346,204)</b>	<b>-</b>	<b>(7,721)</b>	<b>15,287,681</b>
General administrative expenses	(1,883,070)	(1,798)	(8,710)	-	(1,893,578)
Marketing expenses	(5,492,685)	-	-	-	(5,492,685)
Research and development expenses	(71,678)	-	(15,690)	-	(87,368)
Other operating income	3,338,916	-	-	-	3,338,916
Other operating expenses	(2,636,573)	-	-	-	(2,636,573)
Share of profit (loss) from investments accounted for using equity method	392,258	-	-	-	392,258
<b>Operating profit/ (loss)</b>	<b>9,288,774</b>	<b>(348,002)</b>	<b>(24,400)</b>	<b>(7,721)</b>	<b>8,908,651</b>
Income from investing activities	1,205,539	-	-	60,211	1,265,750
Expense from investing activities	(489,816)	(2,093)	-	-	(491,909)
Impairment gain and reversal of impairment loss determined	(16,649)	-	-	-	(16,649)
<b>Profit (Loss) before financing income (expense)</b>	<b>9,987,848</b>	<b>(350,095)</b>	<b>(24,400)</b>	<b>52,490</b>	<b>9,665,843</b>
Financial income	6,100,362	-	-	-	6,100,362
Financial expenses	(6,393,263)	3,530	-	-	(6,389,733)
<b>Profit (Loss) from continuing operations, before tax</b>	<b>9,694,947</b>	<b>(346,565)</b>	<b>(24,400)</b>	<b>52,490</b>	<b>9,376,472</b>
<b>Tax (expense) income, continuing operations</b>					
- Current period tax (expense) / income	(1,196,569)	-	-	-	(1,196,569)
- Deferred tax (expense) income	1,055,354	-	-	5,471	1,060,825
<b>Profit (Loss)</b>	<b>9,553,732</b>	<b>(346,565)</b>	<b>(24,400)</b>	<b>57,961</b>	<b>9,240,728</b>
<b>Attributable to:</b>					
- Non-controlling interest	598,544	(265,391)	-	-	333,153
- <b>Equity holders of the parent</b>	<b>8,955,188</b>	<b>(81,174)</b>	<b>(24,400)</b>	<b>57,961</b>	<b>8,907,575</b>
<b>Earnings per share</b>	<b>3.0015</b>	<b>(0.0272)</b>	<b>(0.0082)</b>	<b>0.0194</b>	<b>2.9855</b>

(\*) Atlantic Soda LLC and Pacific Soda LLC; The reorganization effect of the two joint activity is shown collectively under Pacific Soda LLC, as they were merged under Pacific Soda LLC.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 2. Basis of Presentation of Financial Statements (continued)

#### 2.1 Basis of presentation (continued)

#### Comparatives and Restatement of Prior Periods Financial Statements(continued)

Group' s restated other comprehensive income for the period 1 January and 31 March 2022 is stated below:

	Previously Reported				Restated
	30 June 2022	Sisecam Chemicals Resources	Pacific Soda LLC (*)	Refel S,p,A	30 June 2022
<b>Profit / (loss) for the Period</b>	<b>9,553,732</b>	<b>(346,565)</b>	<b>(24,400)</b>	<b>57,961</b>	<b>9,240,728</b>
<b>Other Comprehensive Income:</b>	<b>983,854</b>	-	-	-	<b>983,854</b>
<b>Items that will not be reclassified to profit or loss</b>					
Gains (Losses) on revaluation of property, plant, and equipment	1,116,159	-	-	-	1,116,159
Gain / (loss) arising from defined benefit plans	39,508	-	-	-	39,508
Share of other comprehensive income of investments accounted for using equity method that will not be reclassified to profit or loss	1,717	-	-	-	1,717
Taxes on items that will not be reclassified to profit or loss	(173,530)	-	-	-	(173,530)
<b>Items that will be reclassified to profit or loss</b>	<b>8,976,209</b>	<b>757,598</b>	<b>83,166</b>	<b>12,318</b>	<b>9,829,291</b>
Currency translation differences	8,788,420	757,598	83,166	12,318	9,641,502
Other comprehensive income (loss) related with financial assets measured at fair value through other comprehensive income	231,706	-	-	-	231,706
Taxes on items that will be reclassified to profit or loss	(43,917)	-	-	-	(43,917)
<b>Other comprehensive income/ (loss)</b>	<b>9,960,063</b>	<b>757,598</b>	<b>83,166</b>	<b>12,318</b>	<b>10,813,145</b>
<b>Total Comprehensive Income/ (Loss)</b>	<b>19,513,795</b>	<b>411,033</b>	<b>58,766</b>	<b>70,279</b>	<b>20,053,873</b>
<b>Attributable to:</b>					
- Non-controlling interest	2,999,650	698,440	-	-	3,698,090
- <b>Equity holders of parent</b>	<b>16,514,145</b>	<b>(287,407)</b>	<b>58,766</b>	<b>70,279</b>	<b>16,355,783</b>
<b>Earnings per share</b>	<b>5.5350</b>	<b>(0.0963)</b>	<b>0.0197</b>	<b>0.0235</b>	<b>5.4819</b>

(\*) Atlantic Soda LLC and Pacific Soda LLC; The reorganization effect of the two joint activity is shown collectively under Pacific Soda LLC, as they were merged under Pacific Soda LLC.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 2. Basis of Presentation of Financial Statements (continued)

#### 2.1 Basis of presentation (continued)

##### Comparatives and Restatement of Prior Periods Financial Statements(continued)

##### Financial Statements of subsidiaries that operate in foreign countries

The financial statements of subsidiaries, partnerships, joint activities and affiliates operating in foreign countries are prepared in accordance with the laws and regulations applicable in the countries in which they operate and are regulated according to Group accounting policies and whereas assets and liabilities are translated into Turkish lira using the exchange rate as of the consolidated report date income and expenses are translated into Turkish lira using the average exchange rate. The differences arising from the use of closing and average exchange are followed under the cumulative translation difference account within the shareholders' equity.

The rates used in the cycle of overseas activities within the scope of consolidation are as follows:

Currency	30 June 2023			31 December 2022		
	Period End-Buy	Period End-Sale	Period Average	Period End-Buy	Period End-Sale	Period Average
USD Dollar	25.82310	25.86960	19.87910	18.69830	18.73200	16.58086
Euro	28.15400	28.20480	21.49207	19.93490	19.97080	17.39318
Bulgarian Lev	14.39491	14.42089	10.98872	10.19255	10.21091	8.89299
Egyptian Pound	0.83746	0.83896	0.65399	0.75696	0.75833	0.86516
Russian Ruble	0.30336	0.30733	0.25805	0.25948	0.26288	0.25138
Georgian Lari	9.86480	9.88257	7.65364	6.92017	6.93264	5.68689
Ukrainian Gryvnia	0.70616	0.70743	0.54361	0.51132	0.51224	0.51226
Bosnian Mark	14.39491	14.42089	10.98872	10.19255	10.21091	8.89299
Romanian Leu	5.65050	5.72440	4.35540	4.00620	4.05860	3.52805
Hungarian Forint	0.07586	0.07600	0.05641	0.04981	0.04990	0.04446
Chinese Yuan	3.54990	3.59630	2.86684	2.68060	2.71570	2.45651
Indian Rupee	0.31475	0.31532	0.24181	0.22600	0.22640	0.21094

##### Consolidation Principles

The consolidated financial statements include the accounts of the Group on the basis set out in sections below. The financial statements of the companies included in the scope of consolidation have been prepared as of the date of the consolidated financial statements and have been prepared in accordance with Turkish Accounting Standards applying uniform accounting policies and presentation. The results of subsidiaries and joint ventures are included or excluded from their effective dates of acquisition or disposal respectively.

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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

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### 2. Basis of Presentation of Financial Statements (continued)

#### 2.1 Basis of presentation (continued)

##### Subsidiaries

Control is obtained by controlling over the activities of an entity's financial and operating policies in order to benefit from those activities.

Subsidiaries are companies over which the parent company controls the financial and operating policies for the benefit of the parent company and exposed to variable yield due to their relationship with the entity, either (a) through the power to exercise more than 50% of the voting rights relating to shares in the companies owned directly and indirectly by itself; or (b) although not having the power to exercise more than 50% of the voting rights, otherwise having the power to exercise control over the financial and operating policies and sustain variable income because of the relationship with this companies.

The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the group controls another entity.

Note 1 presents all subsidiaries included in the scope of consolidation and effective interest ownership as of 30 June 2023 and 31 December 2022.

Subsidiaries are consolidated from the date on which the control is transferred to the Group and are no longer consolidated from the date that control ceases, where necessary, accounting policies for subsidiaries have been changed to ensure consistency with the policies adopted by the Group.

The result of operations of subsidiaries are included or excluded in these consolidated financial statements subsequent to the date of acquisition or date of sale respectively. The expenses related to acquisitions are accounted for under profit/loss statement once occurred.

The statements of financial position and statements of profit or loss of the subsidiaries are consolidated on a line-by-line basis and the carrying value of the investment held by the Company and its Subsidiaries is eliminated against the related equity, Intercompany transactions and balances between the Company and its Subsidiaries are eliminated during the consolidation. The cost and the dividends arising from shares held by the Company in its Subsidiaries are eliminated from equity and income for the period, respectively.

The non-controlling interests shares in the consolidated subsidiaries net assets are separately disclosed in the equity of the Group, the non-controlling interests represent the sum of the shares issued during the initial business combinations and the non-controlling interests' shares in the equity changes from the date of business combination.

When the losses attributable to the non-controlling portion exceed the non-controlling interest in the equity of the subsidiary, the excess loss, and the further losses attributable to the non-controlling are recognized as non-controlling interest.

##### Joint Ventures

Joint Ventures are the companies in respect of which there are contractual arrangements through which an economic activity is undertaken subject to joint control by the Company and one or more other parties. The Company exercises such joint control through the power to exercise voting rights relating to shares in the companies as a result of ownership interest directly and indirectly held by itself. The table in Note 1 sets out all Joint Ventures included in the scope of consolidation and shows their ownership and effective interests as of 30 June 2023 and 31 December 2022, Joint Ventures are accounted for under equity accounting method.

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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 2. Basis of Presentation of Financial Statements (continued)

#### 2.1 Basis of Presentation (continued)

##### Joint Activities

A joint activities occurs when the parties to the arrangement that have joint control have rights to the assets and obligations for the liabilities related to the arrangement. A joint venture participant is evaluated according to its assets, liabilities, revenues and costs. Assets, liabilities, equity items, income and expense accounts and cash flow movements of joint operations are included in the financial statements using the proportional consolidation method, and intra-group transactions, balances and unrealized profits/losses from these joint operations are eliminated from the consolidated financial statements. Atlantic Soda LLC and Pacific Soda LLC, which the Group has jointly controlled with its share purchases in 2021, are considered as joint operations and included in the consolidation, Atlantic Soda LLC and Pacific Soda LLC companies were merged into Pacific Soda LLC on 30 June 2022. Denmar US LLC, which the Group has become a shareholder in with the capital increase method in 2023, has been considered as a joint operation and has been included in the consolidated financial statements with the proportional consolidation method.

##### Associates

The equity method is used for accounting of associates. Associates are companies in which the Group has an interest which is more than 20% and less than 50% of the voting rights and over which a significant influence is exercised. As of 30 June 2023, and 31 December 2022, the details of the Group's associates are disclosed in Note 1. Affiliates are included in the scope of consolidation by using the equity method.

Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates. When the Group's share of losses in an associate equal or exceeds its interest in the associate, including any other unsecured receivables or the significant influence ceases the Group does not continue to apply the equity method, unless it has incurred obligations or made payments on behalf of the associate. Subsequent to the date of the cessation of the significant influence the investment is carried either at fair value when the fair values can be measured reliably or otherwise at cost when the fair values cannot be reliably measured.

Since profit/loss from investment in associates and joint ventures is related with the Group's main operations, they are presented under "Operating Profit" in the consolidated statement of profit or loss.

##### Financial investments at fair value through other comprehensive income

The financial investments are accounted for in accordance with IFRS 9, "Financial Instruments" effective from 1 January 2018, The Group has a preference for the equity investment that is not held for trading purposes and held for the first time and that the subsequent amendment to fair value would not be reversible for presentation in other comprehensive income, gains or losses on a financial asset measured at fair value through other comprehensive income is recognised in other comprehensive income, except for impairment gains or losses and foreign exchange gains and losses until the financial asset is derecognised or reclassified.

Financial investments, in which the Group has controlling interests equal to or above 20%, or over which are either immaterial or where a significant influence is not exercised by the Group, that do not have quoted market prices in active markets and whose fair values cannot be reliably measured are measured by its costs carried at cost less any provision for impairment.

Available-for-sale investments, in which the Group has an interest that is below 20% or in which a significant influence is not exercised by the Group, that have quoted market prices in active markets and whose fair values can be reliably measured, are carried at their fair values in the consolidated financial statements.

#### 2.2 Statement of Compliance to TAS

The Group prepared the accompanying consolidated financial statements as of 30 June 2023 in accordance with Communiqué Serial II, No: 14,1 and the related announcements. The accompanying consolidated financial statements and explanatory notes were disclosed in compliant with reporting formats recommended by Capital Markets Board (CMB), including the compulsory explanations.

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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

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### 2. Basis of Presentation of Financial Statements (continued)

#### 2.3 Changes in Accounting Policies

Significant changes in the accounting policies are applied to prior periods and financial statements of prior periods are restated. The accounting policies applied in the preparation of the consolidated financial statements as of 30 June 2023 are consistent with those applied in the preparation of the consolidated financial statements of 31 December 2022 except for the following matters.

#### Hedging Net Investment Risk in Foreign Operations

For subsidiaries, joint ventures and abroad branches, Within the scope of TAS 21, the the group determines the currencies used in the main economic environments in which the enterprises abroad operate as the functional currency of the said enterprises. While the Group translates the operating results and financial position of its foreign operations into the currency used in the presentation of the consolidated financial statements, the Group accounts for foreign exchange differences as foreign currency translation differences in the consolidated statement of comprehensive income until it disposes of the foreign operation.

Currency hedge accounting arising from a net investment in a foreign operation is applied only if the net assets of that foreign enterprise are included in the financial statements, The amount of the foreign exchange hedged item arising from a net investment in a foreign operation may be equal to or less than the book value of the net assets of the foreign operation.

In TFRS 9 and TFRS Interpretation 16, an appropriate hedged item and appropriate hedging instruments must be defined within the hedge accounting relationship. In the case of a defined hedging relationship for the hedging of the net investment, the gain or loss on a hedging instrument that is determined to effectively hedge the net investment is recognized in the consolidated statement of comprehensive income and is recognized with exchange differences resulting from the translation of the results of operations and financial position of the foreign operation displayed together.

As of January 1, 2023, the Group has decided to apply a net investment hedging strategy in foreign operations in order to hedge foreign exchange risk in its consolidated financial statements. This strategy is the hedging item of companies in Turkey, Euro and USD loans and some of the US Dollar bonds used for their foreign investments, and Şişecam Investment B,V, as a hedging instrument and Sisecam Chemicals USA Inc, companies net asset value in foreign currency is associated with the net investment hedging method. Changes in foreign currency borrowings related to the subject are accounted for under "Other Accumulated Comprehensive Income or Expenses to be Reclassified in Profit or Loss" and "Gains (Losses) on Hedges of Net Investment in Foreign Operations" under equity. In the event of the disposal of the foreign subsidiary, the amount recognized in the equity of the hedging instrument is recognized as profit or loss.

#### Segment Reporting

The Group has seven operating segments that contain information used by management to evaluate their performance and decide on resource allocation. These activity groups of the Group include architectural glass, industrial glass (automotive, white goods and glass fiber), glassware, packaging, energy, chemicals and other group (import, export, packaging waste recovery and non-hazardous waste recycling, production and sales of cast AZS refractory blocks, holding activities and insurance brokerage services).

#### 2.4 Restatement and Errors in the Accounting Policies and Estimates

The effect of changes in accounting estimates affecting the current period is recognized in the current period; the effect of changes in accounting estimates affecting current and future periods is recognized in the current and future periods, The accounting estimates used in the preparation of these consolidated financial statements for the period ended 30 June 2023 are consistent with those used in the preparation of financial statements for the year ended 31 December 2022,

Material changes in accounting policies or material errors are applied, retrospectively by restating the prior period consolidated financial statements.

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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

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### 2. Basis of Presentation of Financial Statements (continued)

#### 2.5 Amendments in Turkish Financial Reporting Standards ("TFRS")

The accounting policies adopted in preparation of the consolidated financial statements as of June 30, 2023 are consistent with those of the previous financial year, except for the adoption of new and amended TFRS and TFRS interpretations effective as of January 1, 2023 and thereafter. The effects of these standards and interpretations on the Group's financial position and performance have been disclosed in the related paragraphs.

*The new standards, amendments and interpretations which are effective as of 1 January 2023 are as follows:*

#### *Amendments to TAS 8 - Definition of Accounting Estimates*

In August 2021, POA issued amendments to TAS 8, in which it introduces a new definition of "accounting estimates". The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. Also, the amended standard clarifies that the effects on an accounting estimate of a change in an input or a change in a measurement technique are changes in accounting estimates if they do not result from the correction of prior period errors. The previous definition of a change in accounting estimate specified that changes in accounting estimates may result from new information or new developments. Therefore, such changes are not corrections of errors. This aspect of the definition was retained by the POA. The amendments apply to changes in accounting policies and changes in accounting estimates that occur on or after the start of the effective date.

The amendments did not have a significant impact on the financial position or performance of the Group.

#### *Amendments to TAS 1 - Disclosure of Accounting Policies*

In August 2021, POA issued amendments to TAS 1, in which it provides guidance and examples to help entities apply materiality judgements to accounting policy disclosures. In the absence of a definition of the term 'significant' in TFRS, the POA decided to replace it with 'material' in the context of disclosing accounting policy information, 'Material' is a defined term in TFRS and is widely understood by the users of financial statements, according to the POA. In assessing the materiality of accounting policy information, entities need to consider both the size of the transactions, other events or conditions and the nature of them, Examples of circumstances in which an entity is likely to consider accounting policy information to be material have been added.

The amendments did not have a significant impact on the financial position or performance of the Group.

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

In August 2021, POA issued amendments to TAS 12, which narrow the scope of the initial recognition exception under TAS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences. The amendments clarify that where payments that settle a liability are deductible for tax purposes, it is a matter of judgement (having considered the applicable tax law) whether such deductions are attributable for tax purposes to the liability recognised in the financial statements (and interest expense) or to the related asset component (and interest expense). This judgement is important in determining whether any temporary differences exist on initial recognition of the asset and liability. The amendments apply to transactions that occur on or after the beginning of the earliest comparative period presented. In addition, at the beginning of the earliest comparative period presented, a deferred tax asset (provided that sufficient taxable profit is available) and a deferred tax liability for all deductible and taxable temporary differences associated with leases and decommissioning obligations should be recognized.

The amendments did not have a significant impact on the financial position or performance of the Group.



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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

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### 2. Basis of Presentation of Financial Statements (continued)

#### 2.5 Amendments in Turkish Financial Reporting Standards ("TFRS") (continued)

##### ii) Standards issued but not yet effective and not early adopted

Standards, interpretations and amendments to existing standards that are issued but not yet effective up to the date of issuance of the consolidated financial statements are as follows. The Group will make the necessary changes if not indicated otherwise, which will be affecting the consolidated financial statements and disclosures, when the new standards and interpretations become effective.

##### **Amendments to TFRS 10 and TAS 28: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture**

In December 2017, POA postponed the effective date of this amendment indefinitely pending the outcome of its research project on the equity method of accounting. Early application of the amendments is still permitted.

The amendments did not have a significant impact on the financial position or performance of the Group.

##### **TFRS 17 - The new Standard for insurance contracts**

POA issued TFRS 17 in February 2019, a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. TFRS 17 model combines a current balance sheet measurement of insurance contract liabilities with the recognition of profit over the period that services are provided. Certain changes in the estimates of future cash flows and the risk adjustment are also recognised over the period that services are provided. Entities will have an option to present the effect of changes in discount rates either in profit and loss or in OCI. The standard includes specific guidance on measurement and presentation for insurance contracts with participation features. In accordance with amendments issued by POA in December 2021, entities have transition option for a "classification overlay" to avoid possible accounting mismatches between financial assets and insurance contract liabilities in the comparative information presented on initial application of TFRS 17.

The mandatory effective date of the Standard for the following entities has been postponed to accounting periods beginning on or after January 1, 2024 with the announcement made by the POA:

- Insurance, reinsurance and pension companies.
- Banks that have ownership/investments in insurance, reinsurance and pension companies and
- Other entities that have ownership/investments in insurance, reinsurance and pension companies.

The amendments did not have a significant impact on the financial position or performance of the Group.

##### **Amendments to TAS 1- Classification of Liabilities as Current and Non-Current Liabilities**

In January 2021 and January 2023, POA issued amendments to TAS 1 to specify the requirements for classifying liabilities as current or non-current. According to the amendments made in January 2023 if an entity's right to defer settlement of a liability is subject to the entity complying with the required covenants at a date subsequent to the reporting period ("future covenants"), the entity has a right to defer settlement of the liability even if it does not comply with those covenants at the end of the reporting period. In addition, January 2023 amendments require an entity to provide disclosure when a liability arising from a loan agreement is classified as non-current and the entity's right to defer settlement is contingent on compliance with future covenants within twelve months. This disclosure must include information about the covenants and the related liabilities. The amendments clarified that the classification of a liability is unaffected by the likelihood that the entity will exercise its right to defer settlement of the liability for at least twelve months after the reporting period. The amendments are effective for periods beginning on or after 1 January 2024. The amendments must be applied retrospectively in accordance with TAS 8. Early application is permitted. However, an entity that applies the 2020 amendments early is also required to apply the 2023 amendments, and vice versa.

The amendments did not have a significant impact on the financial position or performance of the Group.



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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

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### 2. Basis of Presentation of Financial Statements (continued)

#### 2.5 Amendments in Turkish Financial Reporting Standards ("TFRS") (continued)

##### ii) Standards issued but not yet effective and not early adopted(continued)

###### *Amendments to TFRS 16 - Lease Liability in a Sale and Leaseback*

In January 2023, POA issued amendments to TFRS 16, The amendments specify the requirements that a seller-lessee uses in measuring the lease liability arising in a sale and leaseback transaction, to ensure the seller-lessee does not recognise any amount of the gain or loss that relates to the right of use it retains. In applying requirements of TFRS 16 under "Subsequent measurement of the lease liability" heading after the commencement date in a sale and leaseback transaction, the seller lessee determines 'lease payments' or 'revised lease payments' in such a way that the seller-lessee would not recognise any amount of the gain or loss that relates to the right of use retained by the seller-lessee. The amendments do not prescribe specific measurement requirements for lease liabilities arising from a leaseback. The initial measurement of the lease liability arising from a leaseback may result in a seller-lessee determining 'lease payments' that are different from the general definition of lease payments in TFRS 16. The seller-lessee will need to develop and apply an accounting policy that results in information that is relevant and reliable in accordance with TAS 8. A seller-lessee applies the amendments to annual reporting periods beginning on or after 1 January 2024. Earlier application is permitted. A seller-lessee applies the amendments retrospectively in accordance with TAS 8 to sale and leaseback transactions entered into after the date of initial application of TFRS 16.

The amendments did not have a significant impact on the financial position or performance of the Group.

##### iii) The new amendments that are issued by the International Accounting Standards Board (IASB) but not issued by Public Oversight Authority (POA)

The following amendments to IAS 12 as well as IAS 7 and IFRS 7 are issued by IASB but not yet adapted/issued by POA. Therefore, they do not constitute part of TFRS.the Group will make the necessary changes to its consolidated financial statements after the amendments are issued and become effective under TFRS.

###### *Amendments to IAS 12 - International Tax Reform – Pillar Two Model Rules*

In May 2023, IASB issued amendments to IAS 12, which introduce a mandatory exception in IAS 12 from recognizing and disclosing deferred tax assets and liabilities related to Pillar Two income taxes. The amendments clarify that IAS 12 applies to income taxes arising from tax laws enacted or substantively enacted to implement the Pillar Two Model Rules published by the Organization for Economic Cooperation and Development (OECD). The amendments also introduced targeted disclosure requirements for entities affected by the tax laws.

The amendments did not have a significant impact on the financial position or performance of the Group.

###### *Amendments to IAS 7 and IFRS 7 - Disclosures: Supplier Finance Arrangements*

The amendments issued in May 2023 specify disclosure requirements to enhance the current requirements, which are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk. Supplier finance arrangements are characterized by one or more finance providers offering to pay amounts an entity owes its suppliers and the entity agreeing to pay according to the terms and conditions of the arrangements at the same date as, or a date later than, suppliers are paid. The amendments require an entity to provide information about terms and conditions of those arrangements, quantitative information on liabilities related to those arrangements as at the beginning and end of the reporting period and the type and effect of non-cash changes in the carrying amounts of those liabilities. In the context of quantitative liquidity risk disclosures required by IFRS 7, supplier finance arrangements are also included as an example of other factors that might be relevant to disclose.

The amendments did not have a significant impact on the financial position or performance of the Group.

### 2.6 Summary of Significant Accounting Policies

Condensed consolidated interim financial statements for the period ending on 30 June 2023 have been prepared in accordance with TAS 34 for the preparation of interim financial statements of TFRS. In addition, the interim condensed consolidated financial statements for the period ended 30 June 2023 have been prepared by applying the accounting policies consistent with the accounting policies applied during the preparation of the consolidated financial statements for the year ended 31 December 2022, except for the matter stated in Note 2.3. Therefore, these interim condensed consolidated financial statements should be evaluated together with the consolidated financial statements for the year ended 31 December 2022.

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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 2. Basis of Presentation of Financial Statements (continued)

#### 2.7 Critical accounting estimates, judgments, and assumptions

The preparation of the consolidated financial statements requires the disclosure of the amounts of assets and liabilities reported as of the report date, the disclosure of contingent assets and liabilities, and the use of estimates and assumptions that may affect the amounts of income and expenses reported during the accounting period. Accounting evaluations, estimates and assumptions are constantly evaluated by taking into account past experience, other factors, and reasonable expectations about future events under current conditions. Although these estimates and assumptions are based on management's best knowledge of current events and transactions, actual results may differ from the assumptions. Significant accounting, estimates and assumptions have been applied consistently with the financial statements prepared as of 31 December 2022.

### 3. Business Combinations

#### Transactions Related to the year 2023

Business combinations as of 30 June 2023 are as follows:

#### a) Denmark US LLC

Within the scope of TFRS-3 "Business Combinations" standard, Denmark US LLC, which will operate for logistics activities in USA on May 11, 2023, became a 50% shareholder in return for 12,200,000 USD by capital increase method. Denmark US LLC, which is a shareholder with the capital increase method, is included in the consolidated financial statements with the proportional consolidation method.

After the capital increase, the total capital of the company as of 11 May 2023 is 24,400,000 USD.

The calculation made on the temporary amounts since April 30, 2023 will be completed within twelve months following the purchase date, and if necessary, adjustments will be made from the date of purchase.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 3. Business Combinations (Continued)

#### a) Denmar US LLC (continued)

	30 April 2023	Capital increase method Acquisition Process (*)	Other Shareholder Capital Increase (*)	Capital Increase Result
<b>Current Asset</b>				
Cash and cash equivalents	747	238,375	79,329	318,451
<b>Total Current Assets</b>	<b>747</b>	<b>238,375</b>	<b>79,329</b>	<b>318,451</b>
<b>Non-current assets</b>				
Tangible assets	136,580	-	-	136,580
Right of use assets	410,176	-	-	410,176
<b>Total Non-current assets</b>	<b>546,756</b>	<b>-</b>	<b>-</b>	<b>546,756</b>
<b>TOTAL ASSETS</b>	<b>547,503</b>	<b>238,375</b>	<b>79,329</b>	<b>865,207</b>
<b>Current liabilities</b>				
Short term lease liabilities	15,723	-	-	15,723
Trade Payables	18,234	-	-	18,234
Other short term liabilities	1,655	-	-	1,655
<b>Total current liabilities</b>	<b>35,612</b>	<b>-</b>	<b>-</b>	<b>35,612</b>
<b>Non-current liabilities</b>				
Long term lease liabilities	395,192	-	-	395,192
Other long-term liabilities	302,674	-	-	302,674
<b>Total Non-current liabilities</b>	<b>697,866</b>	<b>-</b>	<b>-</b>	<b>697,866</b>
<b>Total Liabilities</b>	<b>733,478</b>	<b>-</b>	<b>-</b>	<b>733,478</b>
<b>Equity</b>				
Paid Capital	159,332	238,804	79,472	477,608
Currency difference	-	(428)	(143)	(571)
Retain Earnings	(345,308)	-	-	(345,308)
<b>Total Equity</b>	<b>(185,976)</b>	<b>238,376</b>	<b>79,329</b>	<b>131,729</b>
<b>Total Net Assets</b>				<b>131,729</b>
Shares received				%50
<b>Total cash paid</b>				<b>238,375</b>
Currency difference				(660)
<b>Goodwill (Provisionally calculated) (Note 17)</b>				<b>171,851</b>

(\*) A capital increase of USD 12,200,000 was made by Şişecam Chemicals USA Inc and USD 4.060,048 by Denmar Holding LLC, the other shareholder.

#### Transactions Related to the year 2022

Business combinations as of 31 December 2022 are as follows:

##### a) Refel S,p,A,

Within the scope of TFRS-3 "Business Combinations" standard, the entire company named Refel S,p,A, which is engaged in the production and sale of cast AZS refractory block for glass production, located in Italy, was purchased for EUR 22,000,000.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 3. Business Combinations (Continued)

#### Transactions Related to the year 2022 (continued)

The valuation studies of the subsidiary residing in Italy, which has been consolidated with temporary amounts in accordance with the TFRS-3 "Business Combinations" standard since February 3, 2022, have been completed and the effects of the final amounts have been reflected in the financial statements dated December 31, 2022.

The calculation made on the temporary amounts since 31 January 2022 has been finalized on 31 December 2022. Adjustments have been made from the date of purchase.

<b>Current Assets</b>	<b>31 January 2022</b>
Cash and cash equivalents	32,945
Trade receivables	113,951
Inventories	203,744
Other Current Assets	23,962
<b>Total Current Assets</b>	<b>374,602</b>
<b>Non-current assets</b>	
Tangible assets	233,573
Intangible assets	151,408
Other non-current Assets	7,703
<b>Total Non-current assets</b>	<b>392,684</b>
<b>TOTAL ASSETS</b>	<b>767,286</b>
<b>Current liabilities</b>	
Trade Payables	89,933
Payables within the scope of employee benefits	28,025
Deferred income	101,151
Other current liabilities	29,797
<b>Total current liabilities</b>	<b>248,906</b>
<b>Non- Current liabilities</b>	
Long-term borrowings	66,854
Other Long-Term Liabilities	11,155
Deferred Tax Liabilities	51,026
<b>Total Non- Current liabilities</b>	<b>129,035</b>
<b>Total liabilities</b>	<b>377,941</b>
<b>Net Total Assets</b>	<b>389,345</b>
Shares received	%100
<b>Total cash paid</b>	<b>332,744</b>
Currency difference	264
<b>Bargain purchase profit</b>	<b>(56,865)</b>
Goodwill on the purchase day	(56,865)
Currency difference gain (loss)	(3,346)
Reported (Note 24)	(60,211)
Purchase Price	332,744
Amount of Cash and Cash Equivalents of the Company	32,945
<b>Net Cash Flow</b>	<b>299,799</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 4. Segment Reporting

#### a) Operating Segments

1 January-30 June 2023	Architectural	Industrial	Glassware	Glass Packaging	Chemicals	Energy	Other	Consolidation adjustments	Consolidated
Net sales – third parties	11,738,440	5,452,752	7,036,471	10,231,392	16,296,210	6,586,606	1,092,161	-	58,434,032
Intergroup sales	936,000	183	3,924	338,089	1,290,884	1,413,858	1,294,353	(5,277,291)	-
<b>Total net sales</b>	<b>12,674,440</b>	<b>5,452,935</b>	<b>7,040,395</b>	<b>10,569,481</b>	<b>17,587,094</b>	<b>8,000,464</b>	<b>2,386,514</b>	<b>(5,277,291)</b>	<b>58,434,032</b>
Cost of sales	(8,873,881)	(4,651,196)	(4,240,682)	(7,006,616)	(9,764,751)	(7,907,706)	(1,891,204)	5,224,520	(39,111,516)
<b>Gross profit</b>	<b>3,800,559</b>	<b>801,739</b>	<b>2,799,713</b>	<b>3,562,865</b>	<b>7,822,343</b>	<b>92,758</b>	<b>495,310</b>	<b>(52,771)</b>	<b>19,322,516</b>
Operating expenses	(2,532,924)	(1,043,988)	(1,737,283)	(2,055,976)	(4,173,923)	(32,391)	(1,769,985)	2,015,966	(11,330,504)
Other operating income	1,629,466	665,939	769,774	918,628	968,326	16,639	3,795,835	(1,962,937)	6,801,670
Other operating expenses	(641,519)	(393,922)	(279,171)	(605,116)	(613,799)	(15,791)	(2,272,221)	7,733	(4,813,806)
Share of profit (loss) from investments accounted for using equity method	168,932	-	-	-	250,887	-	1,013	-	420,832
<b>Operating profit/ (loss)</b>	<b>2,424,514</b>	<b>29,768</b>	<b>1,553,033</b>	<b>1,820,401</b>	<b>4,253,834</b>	<b>61,215</b>	<b>249,952</b>	<b>7,991</b>	<b>10,400,708</b>
Income from investing activities	199,781	13,590	5,104	68,504	246,540	-	1,113,792	(100,000)	1,547,311
Loss from investing activities	(68,374)	-	(3,803)	(2)	(29)	-	(51,036)	-	(123,244)
Other valuation gains / (losses)	(1,141)	1,379	132	(473)	1,160	(180)	24,143	-	25,020
<b>Operating profit before financial income and expense</b>	<b>2,554,780</b>	<b>44,737</b>	<b>1,554,466</b>	<b>1,888,430</b>	<b>4,501,505</b>	<b>61,035</b>	<b>1,336,851</b>	<b>(92,009)</b>	<b>11,849,795</b>
Purchases of tangible and intangible assets	2,171,641	335,601	437,462	2,912,748	522,971	824	718,301	-	7,099,548
Right of use assets	52,133	21,710	39,543	-	339,241	-	15,913	-	468,540
Depreciation and amortization charges (-)	(602,800)	(230,559)	(270,531)	(580,692)	(1,114,463)	(7,301)	(154,159)	-	(2,960,505)
<b>Earnings before interest, taxes, depreciation and amortization (EBITDA)</b>	<b>3,157,580</b>	<b>275,296</b>	<b>1,824,997</b>	<b>2,469,122</b>	<b>5,615,968</b>	<b>68,336</b>	<b>1,491,010</b>	<b>(92,009)</b>	<b>14,810,300</b>

(\*) EBITDA is not defined by TAS. The Group defined EBITDA as profit before interest, depreciation and tax. The EBITDA amounts disclosed are shown separately by the Group management for a better understanding and measurement of the Group's operational performance.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 4. Segment Reporting (Continued)

#### a) Operating Segments (Continued)

1 January-30 June 2022	Architectural	Industrial	Glassware	Glass Packaging	Chemicals	Energy	Other	Consolidation adjustments	Consolidated
Net sales – third parties	11,193,838	3,623,888	4,183,073	6,822,884	10,329,302	3,115,753	963,739	-	40,232,477
Intergroup sales	569,304	262	54,644	198,244	858,558	949,940	777,367	(3,408,319)	-
<b>Total net sales</b>	<b>11,763,142</b>	<b>3,624,150</b>	<b>4,237,717</b>	<b>7,021,128</b>	<b>11,187,860</b>	<b>4,065,693</b>	<b>1,741,106</b>	<b>(3,408,319)</b>	<b>40,232,477</b>
Cost of sales	(6,732,109)	(2,776,170)	(2,626,013)	(4,862,138)	(6,085,107)	(3,795,115)	(1,296,130)	3,227,986	(24,944,796)
<b>Gross profit</b>	<b>5,031,033</b>	<b>847,980</b>	<b>1,611,704</b>	<b>2,158,990</b>	<b>5,102,753</b>	<b>270,578</b>	<b>444,976</b>	<b>(180,333)</b>	<b>15,287,681</b>
Operating expenses	(1,669,948)	(686,399)	(990,978)	(1,286,269)	(2,937,039)	(55,412)	(837,726)	990,140	(7,473,631)
Other operating income	364,276	357,983	422,007	372,818	915,052	8,314	1,945,300	(1,046,834)	3,338,916
Other operating expenses	(261,267)	(217,890)	(362,330)	(204,268)	(787,269)	(6,383)	(813,120)	15,954	(2,636,573)
Share of profit (loss) from investments accounted for using equity method	111,770	-	-	-	281,813	-	(1,325)	-	392,258
<b>Operating profit/ (loss)</b>	<b>3,575,864</b>	<b>301,674</b>	<b>680,403</b>	<b>1,041,271</b>	<b>2,575,310</b>	<b>217,097</b>	<b>738,105</b>	<b>(221,073)</b>	<b>8,908,651</b>
Income from investing activities	289,493	-	1,461	99,701	716,651	-	208,444	(50,000)	1,265,750
Loss from investing activities	(3,646)	-	(9,851)	(557)	(465,409)	-	(12,446)	-	(491,909)
Other valuation gains / (losses)	3,010	92	819	678	(1,604)	73	(19,717)	-	(16,649)
<b>Operating profit before financial income and expense</b>	<b>3,864,721</b>	<b>301,766</b>	<b>672,832</b>	<b>1,141,093</b>	<b>2,824,948</b>	<b>217,170</b>	<b>914,386</b>	<b>(271,073)</b>	<b>9,665,843</b>
Purchases of tangible and intangible assets	426,658	155,930	473,930	652,817	874,171	28	225,420	-	2,808,954
Right of use assets	17,444	7,066	11,477	7,076	204,065	213	5	-	247,346
Depreciation and amortization charges (-)	(414,702)	(166,793)	(202,272)	(443,152)	(856,130)	(2,895)	(110,715)	-	(2,196,659)
<b>Earnings before interest, taxes, depreciation and amortization (EBITDA)</b>	<b>4,279,423</b>	<b>468,559</b>	<b>875,104</b>	<b>1,584,245</b>	<b>3,681,078</b>	<b>220,065</b>	<b>1,025,101</b>	<b>(271,073)</b>	<b>11,862,502</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 4. Segment Reporting (Continued)

#### b) Geographical segments

1 January-30 June 2023	Turkey	Russia, Ukraine and Georgia	Europe	America	Other	Total	Adjustments	Consolidated
Net sales – third parties	32,317,427	4,738,196	12,207,120	8,143,609	1,027,680	58,434,032	-	58,434,032
Intergroup sales	2,337,532	-	1,319,451	381	126,135	3,783,499	(3,783,499)	-
<b>Total net sales (*)</b>	<b>34,654,959</b>	<b>4,738,196</b>	<b>13,526,571</b>	<b>8,143,990</b>	<b>1,153,815</b>	<b>62,217,531</b>	<b>(3,783,499)</b>	<b>58,434,032</b>
Cost of sales	(24,870,848)	(3,193,208)	(10,400,826)	(3,791,874)	(919,341)	(43,176,097)	4,064,581	(39,111,516)
<b>Gross profit</b>	<b>9,784,111</b>	<b>1,544,988</b>	<b>3,125,745</b>	<b>4,352,116</b>	<b>234,474</b>	<b>19,041,434</b>	<b>281,082</b>	<b>19,322,516</b>
Operating expenses	(5,217,906)	(1,117,484)	(2,479,109)	(3,103,835)	(279,823)	(12,198,157)	867,653	(11,330,504)
Other operating income	6,909,964	104,366	889,576	1,166	34,079	7,939,151	(1,137,481)	6,801,670
Other operating expense	(4,360,109)	(115,516)	(265,946)	(46,051)	(29,158)	(4,816,780)	2,974	(4,813,806)
Share of profit (loss) from investments accounted for using equity method	1,013	-	419,819	-	-	420,832	-	420,832
<b>Operating profit/ (loss)</b>	<b>7,117,073</b>	<b>416,354</b>	<b>1,690,085</b>	<b>1,203,396</b>	<b>(40,428)</b>	<b>10,386,480</b>	<b>14,228</b>	<b>10,400,708</b>
Income from investing activities	1,513,732	5,967	1,530	-	26,082	1,547,311	-	1,547,311
Loss from investing activities	(59,597)	(2)	(39)	-	(63,606)	(123,244)	-	(123,244)
Other valuation gains / (losses)	25,013	11	(4)	-	-	25,020	-	25,020
<b>Operating profit before financial income and expense</b>	<b>8,596,221</b>	<b>422,330</b>	<b>1,691,572</b>	<b>1,203,396</b>	<b>(77,952)</b>	<b>11,835,567</b>	<b>14,228</b>	<b>11,849,795</b>
Purchases of tangible and intangible assets	4,637,514	850,662	644,333	300,362	666,677	7,099,548	-	7,099,548
Right of use assets	104,377	-	16,961	322,658	24,544	468,540	-	468,540
Depreciation and amortization charges (-)	(788,967)	(457,111)	(645,100)	(933,223)	(136,104)	(2,960,505)	-	(2,960,505)
<b>Earnings before interest, taxes, depreciation and amortization (EBITDA)</b>	<b>9,385,188</b>	<b>879,441</b>	<b>2,336,672</b>	<b>2,136,619</b>	<b>58,152</b>	<b>14,796,072</b>	<b>14,228</b>	<b>14,810,300</b>

(\*) Net sales according to the geographical regions are represented based on the countries where the companies are operating.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 4. Segment Reporting (Continued)

#### b) Geographical segments (Continued)

1 January-30 June 2022	Turkey	Russia, Ukraine and Georgia	Europe	America	Other	Total	Adjustments	Consolidated
Net sales – third parties	22,473,484	3,432,018	8,421,007	4,934,922	971,046	40,232,477	-	40,232,477
Intergroup sales	1,723,520	27,892	899,846	145	150,582	2,801,985	(2,801,985)	-
<b>Total net sales (*)</b>	<b>24,197,004</b>	<b>3,459,910</b>	<b>9,320,853</b>	<b>4,935,067</b>	<b>1,121,628</b>	<b>43,034,462</b>	<b>(2,801,985)</b>	<b>40,232,477</b>
Cost of sales	(15,060,479)	(2,263,097)	(7,164,340)	(2,477,012)	(790,078)	(27,755,006)	2,810,210	(24,944,796)
<b>Gross profit</b>	<b>9,136,525</b>	<b>1,196,813</b>	<b>2,156,513</b>	<b>2,458,055</b>	<b>331,550</b>	<b>15,279,456</b>	<b>8,225</b>	<b>15,287,681</b>
Operating expenses	(3,310,328)	(705,531)	(1,657,182)	(2,137,626)	(247,120)	(8,057,787)	584,156	(7,473,631)
Other operating income	3,646,932	170,419	261,161	3,018	45,442	4,126,972	(788,056)	3,338,916
Other operating expense	(2,233,534)	(116,738)	(151,466)	(48,990)	(52,241)	(2,602,969)	(33,604)	(2,636,573)
Share of profit (loss) from investments accounted for using equity method	(1,326)	-	393,584	-	-	392,258	-	392,258
<b>Operating profit/ (loss)</b>	<b>7,238,269</b>	<b>544,963</b>	<b>1,002,610</b>	<b>274,457</b>	<b>77,631</b>	<b>9,137,930</b>	<b>(229,279)</b>	<b>8,908,651</b>
Income from investing activities	1,192,504	613	61,642	-	10,991	1,265,750	-	1,265,750
Loss from investing activities	(484,863)	(1,290)	(3,646)	(2,093)	3	(491,889)	(20)	(491,909)
Other valuation gains / (losses)	(16,669)	20	-	-	-	(16,649)	-	(16,649)
<b>Operating profit before financial income and expense</b>	<b>7,929,241</b>	<b>544,306</b>	<b>1,060,606</b>	<b>272,364</b>	<b>88,625</b>	<b>9,895,142</b>	<b>(229,299)</b>	<b>9,665,843</b>
Purchases of tangible and intangible assets	1,548,555	228,646	378,305	511,475	141,973	2,808,954	-	2,808,954
Right of use assets	83,950	-	304	154,847	8,245	247,346	-	247,346
Depreciation and amortization charges (-)	(567,754)	(353,361)	(475,442)	(730,766)	(69,336)	(2,196,659)	-	(2,196,659)
<b>Earnings before interest, taxes, depreciation and amortization (EBITDA)</b>	<b>8,496,995</b>	<b>897,667</b>	<b>1,536,048</b>	<b>1,003,130</b>	<b>157,961</b>	<b>12,091,801</b>	<b>(229,299)</b>	<b>11,862,502</b>

(\*) Net sales according to the geographical regions are represented based on the countries where the companies are operating.



# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 5. Cash and Cash Equivalents

	30 June 2023	31 December 2022
Cash on hand	943	1,122
Cash at banks	20,996,079	20,169,363
– Demand deposits	14,410,839	6,763,881
– Time deposits with a maturity of three months or less	6,585,240	13,405,482
Other liquid assets (*)	173,787	5,120,915
Provision for impairment	(20,656)	(46,589)
	<b>21,150,153</b>	<b>25,244,811</b>

(\*) As of 30 June 2023, a portion of TL 10,257 thousand is liquid funds, (31 December 2022: 4,828,248 thousand TL).

The maturity, interest rates and foreign currency position of time deposits are as follows:

Currency	Interest Rate %	Maturity	30 June 2023	31 December 2022
Euro	%0.15	July 2023	1,135,244	1,015,687
US Dollars	%1.5 - %3.5	July 2023	3,545,720	852,605
Turkish Lira	%40	July 2023	669,848	9,324,067
Russian Rubles	%3.75	July 2023	1,139,110	1,891,640
Other currencies converted TRY			95,318	321,483
			<b>6,585,240</b>	<b>13,405,482</b>

Cash and cash equivalents in the consolidated cash flow statements as of 30 June 2023 and 30 June 2022 are as follows:

	30 June 2023	30 June 2022
Cash and cash equivalents	21,150,153	15,481,589
Effect of impairment loss	20,656	19,870
Payment orders	-	20,058
Interest accrual	(4,585)	(227,030)
	<b>21,166,224</b>	<b>15,294,487</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 6. Financial Investments

#### a) Current financial investments

	30 June 2023	31 December 2022
<b>Current financial investment</b>		
Financial assets measured at amortized cost	2,115,201	2,051,474
Time deposits	42,251	29,919
Provision for impairment on financial assets	(12,998)	(7,780)
	<b>2,144,454</b>	<b>2,073,613</b>
	30 June 2023	31 December 2022
<b>Financial assets at fair value through profit or loss</b>		
Currency protected deposit	4,255,402	1,754,331
	<b>4,255,402</b>	<b>1,754,331</b>
<b>Total current financial assets</b>	<b>6,399,856</b>	<b>3,827,944</b>

#### b) Non-current financial investment

	30 June 2023	31 December 2022
<b>Financial assets at fair value through other comprehensive income</b>		
Financial investments not traded in an active market	16,605	16,605
	30 June 2023	31 December 2022
<b>Long term financial investments measured at amortized cost</b>		
Financial investments measured by amortized cost	887,055	823,116
Impairment provision	(34,189)	(38,500)
	<b>852,866</b>	<b>784,616</b>
<b>Total non-current financial assets</b>	<b>869,471</b>	<b>801,221</b>

The movement of financial investments at fair value through other comprehensive income are as follows:

	30 June 2023	30 June 2022
Beginning of the period - 1 January	16,605	2
Additions	-	16,603
	<b>16,605</b>	<b>16,605</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 6. Financial Investments (Continued)

#### b) Non-current financial investment (Continued)

Financial investment not traded in an active market	Rate of Share (%)	30 June 2023	Rate of Share	31 December 2022
Bosen Enerji Elek, Üret, Oto, Pro, Grb, A.Ş.	<1	2	<1	2
7Cbasalia Global AG	10	16,603	10	16,603
		<b>16,605</b>		<b>16,605</b>

#### Financial assets measured at amortized cost

Bond issuer	30 June 2023	31 December 2022
Turkcell İletişim Hizmetleri A.Ş.	938,541	680,618
Arçelik A.Ş.	-	576,603
Bank of America Corp.	684,825	487,061
Morgan Stanley	671,297	487,248
Yapı ve Kredi Bankası A.Ş.	232,087	167,877
Türkiye İhracat Kredi Bankası A.Ş. (Türk Eximbank)	220,884	159,161
Türkiye İş Bankası A.Ş.	31,305	22,666
<b>Securities, US Dollar currency</b>	<b>2,778,939</b>	<b>2,581,234</b>
<b>Securities, Indian Rupee currency</b>	<b>223,317</b>	<b>293,356</b>
	<b>3,002,256</b>	<b>2,874,590</b>

Fixed yield securities were accounted for by using effective interest rate at amortized costs. Securities denominated in US Dollars pay fixed interest rate coupon payment every 6-month. Securities denominated in Indian Rupees pay fixed interest rate coupon payment every 3-month.

The expiry dates of financial investments measured at amortized cost are as follows:

Collection periods	30 June 2023	31 December 2022
Less than three months	894,615	19,146
3 - 12 months	1,220,586	2,032,328
1 - 5 years	887,055	823,116
	<b>3,002,256</b>	<b>2,874,590</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 6. Financial Assets (Continued)

#### b) Non-current financial investment (Continued)

Financial assets denominated in US Dollars measured at amortized cost have an active market and the values according to market prices (dirty prices) are as follows:

Bond issuer	30 June 2023	31 December 2022
Turkcell İletişim Hizmetleri A.Ş.	882,197	638,204
Arçelik A.Ş.	-	576,217
Bank of America Corp.	654,772	478,789
Morgan Stanley	671,311	486,278
Yapı ve Kredi Bankası A.Ş.	227,256	166,150
Türkiye İhracat Kredi Bankası A.Ş. (Türk Eximbank)	220,821	160,802
Türkiye İş Bankası A.Ş.	30,765	22,549
	<b>2,687,122</b>	<b>2,528,989</b>

There is no active market for securities issued in India.

Movements of financial investments measured at amortized cost are as follows:

	30 June 2023	30 June 2022
1 January- Beginning of period	2,874,590	3,981,610
Valuation difference	855,552	725,999
Received within the period	377,248	627,979
Currency translation differences	72,467	101,426
Interest collected within the period	(67,645)	(100,783)
Principal collected during the period	(1,109,956)	(1,900,760)
	<b>3,002,256</b>	<b>3,435,471</b>

The movement of impairment on financial investments is as follows:

	30 June 2023	30 June 2022
1 January- Beginning of period	(46,280)	(24,032)
Expense for the period	(907)	(8,809)
	<b>(47,187)</b>	<b>(32,841)</b>

Coupon interest rates and the redemption dates for financial assets measured at amortized cost denominated in USD are as follows, Effective interest rate of marketable securities is 5.78% (2022: 5.73%),

Bond issuer	ISIN Code	Coupon Interest Rate (%)	Maturity Date
Morgan Stanley	XS1414117645	8.200	05.07.2023
Türkiye İhracat Kredi Bankası A.Ş. (Türk Eximbank)	XS1496463297	5.375	24.10.2023
Bank of America	XS2550927078	10.95	20.12.2023
Türkiye İş Bankası A.Ş.	XS1578203462	6.125	25.04.2024
Yapı ve Kredi Bankası A.Ş.	XS1634372954	5.850	21.06.2024
Turkcell İletişim Hizmetleri A.Ş.	XS1298711729	5.750	15.10.2025

There are no financial investments in US Dollar currency which have been fully redeemed during the period.

Additionally, 2,175,000 thousand Indian Rupee financial investment have amortized during the period.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 7. Borrowings

	30 June 2023	31 December 2022
<b>Current financial borrowings</b>		
Short term borrowings	11,469,761	8,085,541
Principal and installments of bonds issued	5,255,461	6,203,248
Discount differences and commissions of bonds issued	(5,371)	(7,577)
<b>Total current financial borrowings</b>	<b>16,719,851</b>	<b>14,281,212</b>
	30 June 2023	31 December 2022
<b>Short term portion of long-term borrowings</b>		
Short-term principal installments and interests of long- term borrowings	4,407,742	3,644,880
Liabilities from leasing transactions	648,735	390,461
Principal and installments of bonds issued	370,758	272,458
Discount differences and commissions of bonds issued	(16,837)	(1,159)
<b>Total short-term portion of long-term borrowings</b>	<b>5,410,398</b>	<b>4,306,640</b>
<b>Total current financial borrowings</b>	<b>22,130,249</b>	<b>18,587,852</b>
	30 June 2023	31 December 2022
<b>Long term borrowings</b>		
Long term portion of long-term borrowings	20,639,097	14,177,511
Bonds issued	18,108,720	13,112,400
Liabilities from leasing transactions	2,014,378	1,063,194
Discount differences and commissions of bonds issued	(24,412)	(28,721)
<b>Total long-term borrowings</b>	<b>40,737,783</b>	<b>28,324,384</b>
<b>Total financial borrowings</b>	<b>62,868,032</b>	<b>46,912,236</b>

As of the balance sheet date, risk of changes in interest rates on loans and contractual reprising dates of the Group is as follows,

	30 June 2023	31 December 2022
<b>Repricing dates for loans</b>		
Shorter than 3 months	1,017,460	2,833,869
3 – 12 months	17,478,762	11,242,738
1 – 5 years	17,818,376	11,626,284
5 years and more	202,002	205,041
	<b>36,516,600</b>	<b>25,907,932</b>

The bond which was issued on 14 March 2019, and which will redeem on 14 March 2026, is USD 700,000 thousand notional and its coupon rate %6.95 (effective rate of interest 6.95%). Issued bonds are quoted on the Irish Stock Exchange and the stock exchange base price is USD 96.84 (31 December 2022: 97.02). Coupon interest payments of bond are paid every six months in equal installments.

Within the framework of the capital market legislation, the application made by our Company to the Capital Markets Board for the issuance of debt instruments a total amount up to 10,000,000 thousand TL for sale to domestic qualified investors and private placement without public offering was approved by the decision of the Board of Directors dated 08 September 2022 and numbered 49/1317.

It has been announced in PDP On 31 March 2023. Within the framework of the capital market legislation, it has been decided by our Company to issue debt instruments up to TL 20,000,000 thousand in total, without public offering, to qualified investors through sales and private placement methods. General Directorate has been authorized to determine the conditions other than those specified in the decision regarding the debt instruments to be issued and making the necessary applications to the Capital Markets Board and Borsa İstanbul A.Ş. In this context, an application has been made to the Capital Markets Board for the issuance of 20,000,000 thousand Turkish lira debt instruments domestically by our Company. The application is being processed.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 7. Borrowings (Continued)

Transactions as of the report date are as follows:

ISIN	Debt Instrument Type	Redemption Date	Simple Interest Rate	Nominal Value (thousand TL)
TRFSISE82318	Short Term Bond	4.08.2023	34.00	475,000
TRFSISE92325	Short Term Bond	12.09.2023	41.00	995,000
TRSSISE92310	Long Term Bond	26.09.2023	30.00	700,000
TRFSISE92317	Short Term Bond	27.09.2023	28.00	760,000
TRFSISEE2314	Short Term Bond	04.10.2023	28.00	270,000
TRFSISEE2322	Short Term Bond	12.10.2023	32.00	550,000
TRFSISEE2330	Short Term Bond	25.10.2023	34.00	450,000
TRFSISEK2316	Short Term Bond	27.11.2023	30.00	650,000
<b>Borrowings that are not due as of reporting period</b>				<b>4,850,000</b>
TRFSISE42312	Short Term Bond	04.04.2023(*)	25.00	1,300,000
TRFSISE42320	Short Term Bond	14.04.2023(*)	25.00	1,350,000
TRFSISE42338	Short Term Bond	26.04.2023(*)	26.00	1,000,000
TRFSISE62310	Short Term Bond	13.06.2023(*)	27.50	1,500,000
<b>Borrowings paid on maturity</b>				<b>5,150,000</b>
<b>Total</b>				<b>10,000,000</b>

(\*) Relevant borrowings have been paid at maturity.

Since the effect of the discounting is not significant, the carrying values of the short-term loans is estimated to converge to the fair value. The fair values are determined using the average effective annual interest rates. The long-term financial liabilities are generally subject to repricing within three- and six-month periods and a large amount of those liabilities consists of foreign currency denominated loans. Therefore, it is expected that the carrying value of the financial liabilities that are calculated by effective interest rate method converge to their fair values.

Financial borrowings movements for the period between 1 January and 30 June 2023 are summarized as below:

Bank loans	Principal	Interest	Commission	Total
Beginning of the period - 1 January	25,688,094	307,649	(87,811)	25,907,932
Borrowed –accrued during the period	8,168,718	964,612	(54,577)	9,078,753
Currency translation differences	5,010,199	41,687	(76)	5,051,810
Foreign exchange (gain)/loss (*)	4,169,468	-	-	4,169,468
Payments-reversals during the period	(6,745,577)	(1,002,931)	57,145	(7,691,363)
<b>As of 30 June 2023</b>	<b>36,290,902</b>	<b>311,017</b>	<b>(85,319)</b>	<b>36,516,600</b>

Bonds issued	Principal	Interest	Discount on bond	Commission	Total
Beginning of the period - 1 January	18,962,401	625,705	(27,343)	(10,114)	19,550,649
Foreign exchange (gain)/loss (*)	4,996,320	-	-	-	4,996,320
Borrowed –accrued during the period	4,150,000	1,372,805	-	(47,793)	5,475,012
Payments-reversals during the period	(5,150,000)	(1,222,292)	25,448	13,182	(6,333,662)
<b>As of 30 June 2023</b>	<b>22,958,721</b>	<b>776,218</b>	<b>(1,895)</b>	<b>(44,725)</b>	<b>23,688,319</b>

(\*) Foreign exchange losses of TL 4,021,449 thousand on bank loans and TL 2,391,096 thousand arising from bonds, TL 6,412,545 thousand in total, are classified under consolidated other comprehensive income within the scope of net investment hedge accounting.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 7. Borrowings (Continued)

Operational lease liabilities	Total
Beginning of the period - 1 January	1,453,655
Additions	377,957
Subsidiary acquisition effect	205,458
Currency translation differences	589,514
Foreign exchange (gain)/loss	28,910
Revaluation differences (**)	290,218
Payments during the period	(282,599)
<b>As of 30 June 2023</b>	<b>2,663,113</b>

(\*\*) The Group has remeasured the lease liability to reflect the changes arising from the index-related price increase in the lease payments, and the resulting effect is reflected in the financial statements as an adjustment to the right to use asset (Note 15). The interest effect has been reported by adding up the interest amount specified in the additions line during the period together with the new lease agreements.

Financial borrowings movements for the period between 1 January – 30 June 2022 are summarized on the below:

Bank Loans	Principal	Interest	Commission	Total
Beginning of the period - 1 January	17,208,666	136,944	(12,221)	17,333,389
Subsidiary acquisition effect	43,469	-	-	43,469
Borrowed –accrued during the period	10,723,526	636,118	(41,525)	11,318,119
Currency translation differences	3,068,485	19,569	(313)	3,087,741
Foreign exchange (gain)/loss	694,884	-	-	694,884
Payments – reversals during the period	(6,927,689)	(512,500)	36,675	(7,403,514)
<b>As of 30 June 2022</b>	<b>24,811,341</b>	<b>280,131</b>	<b>(17,384)</b>	<b>25,074,088</b>

Bond issued	Principal	Interest	Discount on bond	Commission	Total
Beginning of the period - 1 January	9,347,101	194,575	(34,456)	(4,004)	9,503,216
Foreign exchange (gain)/loss	2,336,880	-	-	-	2,336,880
Borrowed –accrued during the period	-	403,583	-	-	403,583
Payments-reversals during the period	-	(358,636)	3,466	590	(354,580)
<b>As of 30 June 2022</b>	<b>11,683,981</b>	<b>239,522</b>	<b>(30,990)</b>	<b>(3,414)</b>	<b>11,889,099</b>

Operational lease liabilities	Total
Beginning of the period - 1 January	814,767
Additions during the period	270,477
Currency translation differences	193,148
Foreign exchange (gain)/loss	4,720
Revaluation differences (*)	83,734
Payments during the period	(158,157)
<b>As of 30 June 2022</b>	<b>1,208,689</b>

(\*) The Group has remeasured the lease liability in a way to reflect the changes arising from the index-related price increase in the lease payments, and the resulting effect is reflected in the financial statements as an adjustment to the right to use asset (Note 15). The interest effect of this effect has been reported by adding up the interest amount specified in the additions line during the period together with the new lease contracts.

In the period of 1 January-30 June 2023, there is no interest expense capitalized on property, plant and equipment (1 January-30 June 2022: TRY 184 thousand interest expense was capitalized on tangible fixed assets).

Debts from lease transactions amounting to TL 2,663,113 thousand are paid in equal monthly installments, (31 December 2022: TL 1,453,655 thousand).

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 7. Borrowings (Continued)

Short and long-term bank borrowings are summarized as below:

#### 30 June 2023

Currency	Maturity	Interest range (%)	Short Term	Long Term	Total
Euro	2023-2026	Euribor+1.10-5.70	8,685,525	12,611,373	21,296,898
US Dollar	2023-2028	Libor+2.60-6.50	4,695,724	26,349,265	31,044,989
Turkish Lira	2023-2024	14.81-41.00	7,208,656	207,570	7,416,226
Russian Rubles	2023-2024	8.41-10.10	732,691	1,529,674	2,262,365
Egyptian Pound	2023	19.75-20.75	155,862	391	156,253
Indian Rupee	2023-2026	8.20	646,140	32,043	678,183
Chinese Yuan	2023-2024	4.00	2,930	2,873	5,803
Bulgarian Lev	2023-2024	8.00	1,694	3,689	5,383
Hungarian Forint	2023-2024	4.00	932	905	1,837
Romanian Leu	2023-2024	2.40	95	-	95
			<b>22,130,249</b>	<b>40,737,783</b>	<b>62,868,032</b>

#### 31 December 2022

Currency	Maturity	Interest range (%)	Short Term	Long Term	Total
Euro	2023-2026	Euribor+1.10-5.70	6,264,429	9,854,077	16,118,506
US Dollar	2023-2028	Libor+2.15-3.98	771,212	16,938,861	17,710,073
Turkish Lira	2023-2024	11.75-33.00	10,863,795	163,438	11,027,233
Russian Rubles	2023-2024	7.40-11.62	581,978	1,355,475	1,937,453
Bulgarian Lev	2023-2024	4.00	853	1,790	2,643
Egyptian Pound	2023	8.00	97,221	613	97,834
Indian Rupi	2023-2024	5.50	4,908	6,291	11,199
Chinese Yuan	2023-2024	2.40	2,213	3,238	5,451
Romanian Leu	2023-2024	4.00	659	-	659
Hungarian Forint	2023-2024		584	601	1,185
			<b>18,587,852</b>	<b>28,324,384</b>	<b>46,912,236</b>

The redemption schedule of the financial liabilities is as follows:

	30 June 2023	31 December 2022
Within 1 year	22,130,249	18,587,852
Within 1-2 years	4,804,762	2,548,188
Within 2-3 years	29,746,968	1,342,729
Within 3-4 years	4,120,333	22,315,586
Within 4-5 years	922,261	1,383,957
More than 5 years	1,143,459	733,924
	<b>62,868,032</b>	<b>46,912,236</b>

The weighted average maturity of the financial liabilities is 762 days (31 December 2022: 827 days).



# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 8. Trade Receivables and Payables

#### Trade Receivables

	30 June 2023	31 December 2022
<b>Current trade receivables</b>		
Trade receivables	25,587,809	19,660,608
Other trade receivables	275,325	283,904
Notes receivables and cheques	226,293	181,113
Due from related parties (Note 28)	121,456	63,234
Unearned finance income (-)	(91,592)	(86,258)
Provision for doubtful receivables and expected credit loss (-)	(323,383)	(262,169)
	<b>25,795,908</b>	<b>19,840,432</b>

The movement of provision for short-term doubtful trade receivables and expected credit loss is as follows:

	30 June 2023	30 June 2022
Beginning of the period - 1 January	(262.169)	(172,216)
Current year charge	(53.254)	(100,180)
Currency translation differences	(40.323)	(13,461)
Collections	32.363	35,781
	<b>(323.383)</b>	<b>(250,076)</b>

Provision for long-term doubtful trade receivables and expected credit loss realized movements are as follows:

	30 June 2023	30 June 2022
Beginning of the period - 1 January	-	(486)
Currency translation differences	-	(42)
Current year charge	-	528
	-	-

The Group has received the following collaterals for trade receivables:

	30 June 2023	31 December 2022
Credit Insurance	6,912,026	4,662,412
Letters of guarantees	2,071,232	2,343,045
Direct debit system	1,587,946	1,069,781
Mortgages	227,857	91,003
Cash	2,473	1,347
Confirmed Letter of Credit	25,309	13,336
Promissory notes and bills	140,774	84,044
	<b>10,967,617</b>	<b>8,264,968</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 8. Trade Receivables and Payables (Continued)

The aging analysis of trade receivable that are past due but for which no provisions are made is as follows, this is related to various independent customers with no recent history of default.

	30 June 2023	31 December 2022
1- 30 days overdue	2,136,864	1,402,023
1-3 months overdue	830,307	321,996
3-12 months overdue	254,122	139,330
1- 5 years overdue	115,449	70,794
<b>Total overdue receivables</b>	<b>3,336,742</b>	<b>1,934,143</b>
<b>The portion under guarantee with collaterals and similar guarantees (-)</b>	<b>(1,346,174)</b>	<b>(717,703)</b>

### Trade Payables

	30 June 2023	31 December 2022
<b>Short term trade payables</b>		
Trade payables	11,728,947	11,100,488
Due to related parties (Note 28)	384,722	216,363
Other trade payables	177,600	46,516
Deferred finance expense (-)	(30,355)	(32,300)
	<b>12,260,914</b>	<b>11,331,067</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 9. Derivative Instruments

The distribution of derivative instruments is as follows:

	30 June 2023		31 December 2022	
	Assets	Liabilities	Assets	Liabilities
Short-term foreign exchange transactions	84,317	116	18,604	143,208
Long-term foreign exchange transactions	770,016	-	237,682	-
<b>For Trading Purposes</b>	<b>854,333</b>	<b>116</b>	<b>256,286</b>	<b>143,208</b>
Short-term swap contracts	82,855	744,920	895,663	148,379
Long-term swap contracts and options	1,019,551	216,713	947,948	9,495
<b>Cash flow hedging</b>	<b>1,102,406</b>	<b>961,633</b>	<b>1,843,611</b>	<b>157,874</b>
Short-term contracts	167,172	745,036	914,267	291,587
Long-term contracts and options	1,789,567	216,713	1,185,630	9,495
<b>Total</b>	<b>1,956,739</b>	<b>961,749</b>	<b>2,099,897</b>	<b>301,082</b>

The transactions related to derivative instruments are as follows:

	30 June 2023	30 June 2022
Beginning of the period - 1 January	1,798,815	1,002,937
Other comprehensive income that will be reclassified to profit or loss	(1,420,868)	231,706
- Cash flow hedging	(1,429,420)	198,446
- Currency translation differences	8,552	33,260
Valuation differences accounted in profit or loss	617,950	2,088,444
Realized cash (inflows)/outflows	(907)	(797,986)
<b>Net asset/ (liability)</b>	<b>994,990</b>	<b>2,525,101</b>

Derivative instruments are initially recorded at their acquisition cost, which reflects their fair value at the contract date, and are valued at their fair value in the following periods. The derivative instruments of the Group mainly consist of forward foreign currency purchase and sale contracts, foreign currency and interest rate swap transactions, and gas, coal, silver, tin and palladium transactions. In this period, only natural gas transactions are continuing among commodity transactions. Although these derivative instruments provide an effective protection against risks for the Group economically, if they do not meet the necessary conditions in terms of risk accounting, they are accounted for as trading derivatives in the consolidated financial statements and the fair value changes related to them are reflected in the profit or loss statement.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 10. Inventories

	30 June 2023	31 December 2022
Finished goods	13,456,230	10,357,003
Raw materials	9,164,431	6,595,927
Trade goods	1,700,778	1,179,723
Other inventories	808,120	641,835
Work in progress	710,200	620,792
Goods in transit	94,057	131,221
Supplies	248,475	212,551
Provision for inventory impairment (-)	(439,469)	(487,252)
	<b>25,742,822</b>	<b>19,251,800</b>

The movement of provision for inventory impairment is as follows:

	30 June 2023	30 June 2022
Beginning of the period - 1 January	(487,252)	(342,437)
Provisions during the period	(21,701)	(30,341)
Currency translation differences	(61,983)	(44,949)
Released provision	131,467	35,575
Subsidiary acquisition effect	-	(2,947)
	<b>(439,469)</b>	<b>(385,099)</b>

### 11. Prepaid Expenses and Deferred Income

#### Prepaid expenses

	30 June 2023	31 December 2022
<b>Prepaid expenses in current assets</b>		
Advances given for inventories	1,280,604	1,490,251
Prepaid expenses	873,695	394,740
	<b>2,154,299</b>	<b>1,884,991</b>

	30 June 2023	31 December 2022
<b>Prepaid expenses in non-current assets</b>		
Advances given for tangible and intangible assets	3,387,937	2,179,243
Prepaid expenses	176,046	153,399
	<b>3,563,983</b>	<b>2,332,642</b>

The movement of advances given for tangible and intangible assets is as follows;

	30 June 2023	30 June 2022
Beginning of the period-1 January	2,179,243	521,434
Advances given during the period	1,867,224	707,227
Currency translation differences	408,630	81,019
Released	(1,067,160)	(123,985)
Subsidiary acquisition effect	-	2,944
	<b>3,387,937</b>	<b>1,188,639</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 11. Prepaid Expenses and Deferred Income (continued)

#### Deferred income

	30 June 2023	31 December 2022
<b>Short term deferred income</b>		
Advances received from customers	1,479,848	1,274,510
Other advances received	41,963	58,711
Deferred income	48,871	2,118
	<b>1,570,682</b>	<b>1,335,339</b>

	30 June 2023	31 December 2022
<b>Long term deferred income</b>		
Deferred income	272,720	266,427

### 12. Customer Contract Assets and Liabilities

In accordance with TFRS-15 "Revenue from contracts with customers" standard, the Group recognized as asset for the contracts whereas the obligation fulfilled and liability for the contracts whereas the obligation to be fulfilled.

#### Customer Contract Assets

The Group recognized receivables for the contracted manufacturer products and the expected collection periods for these receivables are as follows:

	30 June 2023	31 December 2022
Till 1 month	48,956	7,543
1-3 month	27,839	19,776
3-6 month	154,812	80,418
	<b>231,607</b>	<b>107,737</b>

#### Customer Contract Liabilities

The Group recognized liability for the transactions to fulfill the obligation amounting and the expected payment periods for these liabilities are as follows:

	30 June 2023	31 December 2022
Till 1 month	201,262	222,857

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 13. Joint Ventures and Associates

Net asset values of joint ventures and associates accounted for using equity method presented in the financial position are as follows:

#### Joint Ventures

	30 June 2023	31 December 2022
Rudnik Krechnjaka Vijenac D.O.O.	195,557	137,528
	<b>195,557</b>	<b>137,528</b>

#### Associates

	30 June 2023	31 December 2022
Solvay Sisecam Holding AG	1,790,652	1,161,767
Saint Gobain Glass Egypt S.A.E.	640,259	592,070
	<b>2,430,911</b>	<b>1,753,837</b>
	<b>2,626,468</b>	<b>1,891,365</b>

The Group's shares in investments accounted for using equity method profit/loss are as follows:

#### Joint Ventures

	30 June 2023	30 June 2022
Rudnik Krechnjaka Vijenac D.O.O.	1,013	(1,325)
	<b>1,013</b>	<b>(1,325)</b>

#### Associates

	30 June 2023	30 June 2022
Solvay Sisecam Holding AG	250,887	281,813
Saint Gobain Glass Egypt S.A.E.	168,932	111,770
	<b>419,819</b>	<b>393,583</b>
	<b>420,832</b>	<b>392,258</b>

Divident income from joint ventures is as below

	30 Haziran 2023	30 June 2022
Solvay Sisecam Holding AG	133,658	111,741
Saint Gobain Glass Egypt S.A.E.	176,377	-
	<b>310,035</b>	<b>111,741</b>

The movements of the investments accounted for under equity accounting method during the period are as below:

	30 June 2023	30 June 2022
Beginning of the period - 1 January	1,891,365	1,652,925
Currency translation differences (net)	624,306	189,263
Net income for the period from joint ventures and associates (net)	420,832	392,258
Property, plant and equipment revaluation increase	-	1,717
Revaluation increases of tangible assets	(310,035)	(111,741)
	<b>2,626,468</b>	<b>2,124,422</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 14. Property, Plant and Equipment

Cost	Land	Land improvements	Buildings	Machinery and equipments	Vehicles	Fixtures	Other fixed assets	Construction in progress	Total
Beginning of the period – 1 January	10,635,095	2,093,239	17,093,645	40,501,748	437,693	1,592,040	3,948,585	5,419,776	81,721,821
Subsidiary acquisition effect	-	-	-	-	-	119	-	68,174	68,293
Currency translation differences	461,545	373,319	3,307,048	10,539,366	107,022	273,353	923,597	1,287,457	17,272,707
Additions	16,000	2,763	136,615	193,999	21,910	19,175	144,383	6,439,782	6,974,627
Disposals	-	(1,479)	(51,527)	(296,554)	(13,583)	(15,513)	(91,973)	(130,668)	(601,297)
Transfers from construction in progress	-	4,304	30,157	1,089,087	-	108,415	199,770	(1,436,672)	(4,939)
<b>30 June 2023 closing balance</b>	<b>11,112,640</b>	<b>2,472,146</b>	<b>20,515,938</b>	<b>52,027,646</b>	<b>553,042</b>	<b>1,977,589</b>	<b>5,124,362</b>	<b>11,647,849</b>	<b>105,431,212</b>
<b>Accumulated depreciation and impairment</b>									
Beginning of the period – 1 January	-	(907,712)	(377,799)	(22,717,874)	(292,204)	(939,381)	(1,906,348)	(14,848)	(27,156,166)
Subsidiary acquisition effect	-	-	-	-	-	(3)	-	-	(3)
Currency translation differences	-	(151,973)	(191,753)	(6,078,762)	(90,013)	(165,914)	(312,541)	(91)	(6,991,047)
Charge for the period (*)	-	(82,975)	(436,706)	(1,637,381)	(18,600)	(61,903)	(211,936)	-	(2,449,501)
Provision for impairment	-	-	-	-	-	-	-	(516)	(516)
Disposals	-	1,186	-	286,415	12,806	4,698	56,557	-	361,662
<b>30 June 2023 closing balance</b>	<b>-</b>	<b>(1,141,474)</b>	<b>(1,006,258)</b>	<b>(30,147,602)</b>	<b>(388,011)</b>	<b>(1,162,503)</b>	<b>(2,374,268)</b>	<b>(15,455)</b>	<b>(36,235,571)</b>
<b>Net Book Value as of June 30, 2023</b>	<b>11,112,640</b>	<b>1,330,672</b>	<b>19,509,680</b>	<b>21,880,044</b>	<b>165,031</b>	<b>815,086</b>	<b>2,750,094</b>	<b>11,632,394</b>	<b>69,195,641</b>
<b>Net Book Value as of December 31, 2022</b>	<b>10,635,095</b>	<b>1,185,527</b>	<b>16,715,846</b>	<b>17,783,874</b>	<b>145,489</b>	<b>652,659</b>	<b>2,042,237</b>	<b>5,404,928</b>	<b>54,565,655</b>

(\*) The allocation of period depreciation expense is given in Note 21 and Note 22.

The Group has no mortgage over lands and buildings due to bank borrowings, (January 1– December 31, 2022: None).

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 14. Property, Plant and Equipment (Continued)

Cost	Land	Land improvements	Buildings	Machinery and equipments	Vehicles	Fixtures	Other fixed assets	Construction in progress	Total
Beginning of the period – 1 January	3,783,910	1,333,627	10,226,590	30,395,064	264,017	1,210,038	2,792,895	2,357,958	52,364,099
Classifications (*)	2,829	-	36,461	-	-	-	-	-	39,290
Currency translation differences	199,304	398,256	2,628,451	6,892,429	57,017	140,124	732,870	412,608	11,461,059
Additions	2,703	7,419	180,284	252,278	1,741	22,330	164,856	1,872,207	2,503,818
Disposals	(54)	(756)	(3,870)	(295,599)	(454)	(40,644)	(23,556)	(24,234)	(389,167)
Transfers from construction in progress	-	49,200	76,206	645,408	654	47,588	127,629	(1,007,173)	(60,488)
Subsidiary acquisition effect	31,848	1,182	80,703	91,429	-	47,590	-	2,233	254,985
<b>30 June 2022 closing balance</b>	<b>4,020,540</b>	<b>1,788,928</b>	<b>13,224,825</b>	<b>37,981,009</b>	<b>322,975</b>	<b>1,427,026</b>	<b>3,794,694</b>	<b>3,613,599</b>	<b>66,173,596</b>
<b>Accumulated depreciation and impairment</b>									
Beginning of the period – 1 January	-	(647,386)	(73,185)	(16,203,082)	(211,007)	(781,901)	(1,314,884)	-	(19,231,445)
Classifications (*)	-	732	(38,259)	(1,924)	-	(64)	(77)	-	(39,592)
Currency translation differences	-	(220,340)	(92,059)	(3,912,662)	(46,639)	(106,335)	(441,167)	-	(4,819,202)
Charge for the period (**)	-	(46,594)	(255,632)	(1,295,569)	(9,177)	(49,184)	(161,365)	-	(1,817,521)
Disposals	-	732	2,855	273,544	453	32,902	10,951	-	321,437
<b>30 June 2022 closing balance</b>	<b>-</b>	<b>(912,856)</b>	<b>(456,280)</b>	<b>(21,139,693)</b>	<b>(266,370)</b>	<b>(904,582)</b>	<b>(1,906,542)</b>	<b>-</b>	<b>(25,586,323)</b>
<b>Net Book Value as of 30 June 2022</b>	<b>4,020,540</b>	<b>876,072</b>	<b>12,768,545</b>	<b>16,841,316</b>	<b>56,605</b>	<b>522,444</b>	<b>1,888,152</b>	<b>3,613,599</b>	<b>40,587,273</b>
<b>Net Book Value as of 31 December 2021</b>	<b>3,783,910</b>	<b>686,241</b>	<b>10,153,405</b>	<b>14,191,982</b>	<b>53,010</b>	<b>428,137</b>	<b>1,478,011</b>	<b>2,357,958</b>	<b>33,132,654</b>

(\*) The Group has reassessed its tangible assets and has made related account classifications and netting including the assets which have been fully amortized, Amounts integrated with intangible assets are separated. Such changes do not have any effect on profit / (loss).

(\*\*) The allocation of period depreciation expense is given in Note 21 and Note 22.

The Group has no mortgage over lands and buildings due to bank borrowings (January 1 - December 31, 2021: None).



# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 15. Right-of-Use Assets

Cost	Land	Building	Machinery and equipments	Vehicles	Total
Beginning of the period – 1 January	22,598	329,919	797,505	259,238	1,409,260
Subsidiary acquisition effect	205,088	-	-	-	205,088
Reclassifications	-	72,242	71,396	17,730	161,368
Currency translation differences	74,357	49,591	387,803	21,356	533,107
Additions	-	55,154	400,334	13,052	468,540
Disposals (*)	(393)	(67,063)	(72,742)	(10,683)	(150,881)
<b>30 June 2023 closing balance</b>	<b>301,650</b>	<b>439,843</b>	<b>1,584,296</b>	<b>300,693</b>	<b>2,626,482</b>
<b>Accumulated Amortization</b>					
Beginning of the period – 1 January	(1,320)	(139,421)	(219,481)	(52,397)	(412,619)
Reclassifications	-	(1,093)	(19,775)	(13,312)	(34,180)
Currency translation differences	(428)	(16,397)	(91,650)	(11,058)	(119,533)
Charge for the period (**)	(176)	(51,579)	(124,721)	(46,363)	(222,839)
Disposals	259	41,289	72,585	8,583	122,716
<b>30 June 2023 closing balance</b>	<b>(1,665)</b>	<b>(167,201)</b>	<b>(383,042)</b>	<b>(114,547)</b>	<b>(666,455)</b>
<b>Net Book Value as of 30 June 2023</b>	<b>299,985</b>	<b>272,642</b>	<b>1,201,254</b>	<b>186,146</b>	<b>1,960,027</b>
<b>Net Book Value as of 31 December 2022</b>	<b>21,278</b>	<b>190,498</b>	<b>578,024</b>	<b>206,841</b>	<b>996,641</b>

(\*) Disposals occurred due to the fact that termination of the lease transactions prior to the expected maturity.

(\*\*) The allocation of period amortization expense is given in Note 21 and Note 22.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 15. Right-of-Use Assets (Continued)

Cost	Land	Building	Machinery and equipments	Vehicles	Total
Beginning of the period – 1 January	15,511	232,367	382,332	36,344	666,554
Reclassifications (*)	9	46,990	(18,202)	(1,009)	27,788
Currency translation differences	4,046	12,237	115,064	5,295	136,642
Revaluation (**)	-	9,527	24	(2,287)	7,264
Additions	-	3,650	150,686	93,010	247,346
Disposals (***)	(111)	(25,464)	(27,548)	(5,385)	(58,508)
<b>30 June 2022 closing balance</b>	<b>19,455</b>	<b>279,307</b>	<b>602,356</b>	<b>125,968</b>	<b>1,027,086</b>
<b>Accumulated Amortization</b>					
Beginning of the period – 1 January	(154)	(105,128)	(78,356)	(16,830)	(200,468)
Reclassifications (*)	(18)	(806)	31,052	2,411	32,639
Currency translation differences	(125)	(6,409)	(19,957)	(1,542)	(28,033)
Charge for the period (****)	(168)	(39,126)	(86,383)	(11,189)	(136,866)
Disposals	111	25,449	27,548	4,191	57,299
<b>30 June 2022 closing balance</b>	<b>(354)</b>	<b>(126,020)</b>	<b>(126,096)</b>	<b>(22,959)</b>	<b>(275,429)</b>
<b>Net Book Value as of 30 June 2022</b>	<b>19,101</b>	<b>153,287</b>	<b>476,260</b>	<b>103,009</b>	<b>751,657</b>
<b>Net Book Value as of 31 December 2021</b>	<b>15,357</b>	<b>127,239</b>	<b>303,976</b>	<b>19,514</b>	<b>466,086</b>

(\*) The Group has made related account classifications and netting with respect to the assets without the right of use since the lease agreements are expired, such changes do not have any effect on profit / (loss).

(\*\*) It expresses the changes in rent payments arising from the price increase/(decrease) depending on the index.

(\*\*\*) The disposals occurred due to the termination of lease transactions before the expected maturity.

(\*\*\*\*) The allocation of period amortization expense is given in Note 21 and Note 22.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 16. Intangible Assets

Cost	Rights	Mine assets	Mining Rights	Capitalized Development Cost	Other	Total
Beginning of the period -1 January	911,549	159,202	20,274,436	349,457	766,447	22,461,091
Currency translation differences	149,599	-	7,725,370	-	336,083	8,211,052
Transfers from construction in progress	1,309	-	-	-	3,630	4,939
Additions	5,567	-	-	1,583	117,771	124,921
Disposals	(531)	-	-	-	(330)	(861)
<b>30 June 2023 closing amount</b>	<b>1,067,493</b>	<b>159,202</b>	<b>27,999,806</b>	<b>351,040</b>	<b>1,223,601</b>	<b>30,801,142</b>
<b>Accumulated amortization</b>						
Beginning of the period -1 January	(678,944)	(30,028)	(377,168)	(224,232)	(220,138)	(1,530,510)
Currency translation differences	(145,860)	-	(202,262)	-	(91,150)	(439,272)
Period expenses (*)	(45,635)	(217)	(192,639)	(24,858)	(24,816)	(288,165)
Disposals	238	-	-	-	302	540
<b>30 June 2023 closing amount</b>	<b>(870,201)</b>	<b>(30,245)</b>	<b>(772,069)</b>	<b>(249,090)</b>	<b>(335,802)</b>	<b>(2,257,407)</b>
<b>Net Book Value as of 30 June 2023</b>	<b>197,292</b>	<b>128,957</b>	<b>27,227,737</b>	<b>101,950</b>	<b>887,799</b>	<b>28,543,735</b>
<b>Net Book Value as of 31 December 2022</b>	<b>232,605</b>	<b>129,174</b>	<b>19,897,268</b>	<b>125,225</b>	<b>546,309</b>	<b>20,930,581</b>

Cost	Rights	Mine assets	Mining Rights	Capitalized Development Cost	Other	Total
Beginning of the period -1 January	731,900	159,202	14,452,542	295,428	307,890	15,946,962
Currency translation differences	-	-	-	-	171,480	171,480
Subsidiary acquisition effect	(170,938)	-	3,613,297	-	58,154	3,500,513
Transfers from construction in progress	3,581	-	-	56,857	50	60,488
Additions	272,223	-	-	-	32,913	305,136
Disposals	(2,388)	-	-	-	(557)	(2,945)
<b>30 June 2022 closing amount</b>	<b>834,378</b>	<b>159,202</b>	<b>18,065,839</b>	<b>352,285</b>	<b>569,930</b>	<b>19,981,634</b>
<b>Accumulated amortization</b>						
Beginning of the period -1 January	(486,654)	(27,205)	-	(173,756)	(122,811)	(810,426)
Classification	-	-	-	-	302	302
Currency translation differences	(46,880)	-	(24,916)	-	(25,108)	(96,904)
Period expenses (*)	(50,439)	(2,198)	(140,613)	(24,655)	(24,367)	(242,272)
Disposals	2,157	-	-	-	557	2,714
<b>30 June 2022 closing amount</b>	<b>(581,816)</b>	<b>(29,403)</b>	<b>(165,529)</b>	<b>(198,411)</b>	<b>(192,233)</b>	<b>(1,167,392)</b>
<b>Net Book Value as of 30 June 2022</b>	<b>252,562</b>	<b>129,799</b>	<b>17,900,310</b>	<b>153,874</b>	<b>398,503</b>	<b>18,835,048</b>
<b>Net Book Value as of 31 December 2021</b>	<b>245,246</b>	<b>131,999</b>	<b>14,452,542</b>	<b>121,672</b>	<b>185,077</b>	<b>15,136,536</b>

(\*) Allocation of amortisation expense is disclosed in Note 21 and Note 22.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 17. Goodwill

The movement of goodwill balance is as follows:

	30 June 2023	30 June 2022
Beginning of the period -1 January	812,391	639,201
Currency translation differences	370,772	113,275
Goodwill from the acquisition during period (Note 3)	171,851	-
	<b>1,355,014</b>	<b>752,476</b>

The detail of goodwill in terms of subsidiaries is as follows:

	30 June 2023	31 December 2022
Sisecam Flat Glass India Private Limited	847,900	608,440
Denmar US LLC (*)	227,122	-
Sisecam Automotive Romania SA	145,599	103,229
Cromital S.p.A.	66,331	46,967
Sisecam Automotive Germany GmbH	40,964	29,005
Oxyvit Kimya Sanayii ve Ticaret A.Ş.	10,862	10,862
OOO Ruscam Glass Packaging Holding	16,236	13,888
	<b>1,355,014</b>	<b>812,391</b>

(\*) Goodwill from the acquisition during period is equal to TL 171,851. Current period currency translation differences amounting to TL 55,271 thousand are shown in foreign currency translation differences in the movement of goodwill within the period.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 18. Provisions, Contingent Assets and Liabilities

The Group has been defendant and plaintiff of various cases within the ordinary operations during the period. As of 30 June 2023, according to the opinions of independent legal and tax advisors, apart from the cases for which provision amounting to TRY 72,859 thousand (31 December 2022: TRY 87,523 thousand) have been allocated. The Group considers the possibility of incurring loss from the cases as low.

Lawsuits filed against the Company are related to more than one issue, but a significant part of them are labor law cases and lawsuits filed by the Competition Authority.

Collaterals pledges and mortgages ("CPM") given by the Company as of 30 June 2023 and 31 December 2022 are as follows:

The CPMs given by the Company	30 June 2023				
	TRY Equivalents	USD	EUR	RUB	TRY and TRY equivalent of other Currencies
A. CPM's given in the behalf of own company	891,740	1,020	1,172	-	832,297
B. CPM's given on behalf of the fully consolidated subsidiaries	32,414,721	96,923	826,915	5,000,000	5,047,740
C. CPM's given on behalf of third parties or ordinary course of business	-	-	-	-	-
D. Total amount of other CPM's given	-	-	-	-	-
i. Total amount of CPM's given on behalf of the parent	-	-	-	-	-
ii. Total amount of CPM's given on behalf of the group companies which are not in scope of B and C	-	-	-	-	-
iii. Total amount of CPM's given on behalf of third parties which are not in scope of C	-	-	-	-	-
<b>Total</b>	<b>33,306,461</b>	<b>97,943</b>	<b>828,087</b>	<b>5,000,000</b>	<b>5,880,037</b>

Percentage of other CPM's given by the Company to the Company's equity is nil as of 30 June 2023.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 18. Provisions, Contingent Assets and Liabilities (Continued)

The CPMs given by the Company	31 December 2022					TRY and TRY equivalent of other Currencies
	TRY Equivalents	USD	EUR	RUB		
A. CPM's given in the behalf of own company	653,626	7,276	693	-	-	503,492
B. CPM's given on behalf of the fully consolidated subsidiaries	26,308,854	101,538	936,124	9,168,820	-	3,301,400
C. CPM's given on behalf of third parties or ordinary course of business	-	-	-	-	-	-
D. Total amount of other CPM's given	-	-	-	-	-	-
i. Total amount of CPM's given on behalf of the parent	-	-	-	-	-	-
ii. Total amount of CPM's given on behalf of the group companies which are not in scope of B and C	-	-	-	-	-	-
iii. Total amount of CPM's given on behalf of third parties which are not in scope of C	-	-	-	-	-	-
<b>Total</b>	<b>26,962,480</b>	<b>108,814</b>	<b>936,817</b>	<b>9,168,820</b>	<b>-</b>	<b>3,804,892</b>

The percentage of other CPM's given by the Company to the Company's equity is nil as of 31 December 2022.

### Short-term provisions

	30 June 2023	31 December 2022
Provisions of cost	788,354	778,063
Turnover premium provision	423,332	135,858
Litigation provisions	72,859	88,157
Provisions for employee benefits (Note 19)	186,494	104,952
Other short-term provisions	20,670	31,296
	<b>1,491,709</b>	<b>1,138,326</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 19. Employee Benefits

#### Short-term provisions and short-term employee benefits

	30 June 2023	31 December 2022
Due to personnel	628,690	553,155
<u>Short term provisions for employee benefits</u>	<u>30 June 2023</u>	<u>31 December 2022</u>
Unused vacation provision	155,754	82,693
Pension funds	30,740	22,259
	<b>186,494</b>	<b>104,952</b>

#### Long term provisions for employment benefits

	30 June 2023	31 December 2022
<u>Long term provisions for employee benefits</u>	<u>30 June 2023</u>	<u>31 December 2022</u>
Provisions for severance pay	2,403,146	2,292,225
Pension funds	895,326	618,893
Environmental rehabilitation provision	1,125,162	799,594
	<b>4,423,634</b>	<b>3,710,712</b>

Movements in defined benefit plans and post-retirement benefits are as follows:

	30 June 2023	30 June 2022
Beginning of the period - 1 January	641,152	558,764
Currency translation differences	253,707	169,769
Service costs	22,451	18,589
Interest costs	16,797	9,282
Provision reserved / canceled during the period	8,041	-
Payments made during the period (-)	(16,082)	(9,138)
	<b>926,066</b>	<b>747,266</b>

The Group's defined benefit plans include plan benefits for its employees. In this context, the Group determines its liabilities with the calculations of the actuaries.

The movement of the employment termination benefits is as follows:

	30 June 2023	30 June 2022
Beginning of the period - 1 January	2,292,225	890,570
Service costs	253,634	458,448
Interest costs	226,684	61,407
Currency translation differences	42,625	10,406
Payments made during the period	(411,413)	(29,066)
Actuarial Loss/(Gain)	(609)	(39,508)
Subsidiary acquisition effect	-	10,777
	<b>2,403,146</b>	<b>1,363,034</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 19. Employee benefits (continued)

The domestic and international distribution of provisions for severance pay is as follows:

	30 June 2023	31 December 2022
Domestic	2,259,659	2,191,778
Foreign	143,487	100,447
	<b>2,403,146</b>	<b>2,292,225</b>

### 20. Capital, Reserves and Other Equity Items

Equity components, "Paid-in Share Capital", "Restricted Reserves" and "Share Premiums" are accounted as legal reserves in accordance with related Article of the Turkish Commercial Code and are presented with in the statutory financial statements. The differences, that are recognized through the valuation made in accordance with CMB Reporting Standards and cannot be subject to dividend distribution or capital increase as of reporting date (such as inflation adjustment differences) and relevant to the paid-in share capital, are associated with "Adjustments to Share Capital" which is under paid-in share capital and the differences resulting from the "Restricted Reserves" and "Share Premiums" are associated with "Retained Earnings".

#### a) Paid in Capital / Adjustment to Share Capital

The issued capital of the Company is TRY 3,063,214,056,17, each of this capital is divided into shares with a nominal value of Kr 1 (One Kurus).

All the shares of the company are registered. The company cannot issue bearer shares, except for those that will be issued to be traded on the stock exchange. It shall be monitored within the framework of dematerialization principles shares representing the capital, there are no privileges granted to share groups and there is no restriction.

	30 June 2023	31 December 2022
The limit of registered capital	5,000,000	5,000,000
Approved paid-in capital	3,063,214	3,063,214

Shareholders	30 June 2023		31 December 2022	
	Amount TRY	Share (%)	Amount TRY	Share (%)
Türkiye İş Bankası A.Ş.	1,563,976	51.06	1,563,976	51.06
Efes Holding A.Ş.	203,594	6.65	185,094	6.04
Anadolu Hayat Emeklilik A.Ş.	1,411	0.05	1,411	0.05
Bought Back Shares	42,292	1.38	51,749	1.69
Other (*)	1,251,941	40.86	1,260,984	41.16
<b>Nominal capital</b>	<b>3,063,214</b>	<b>100.00</b>	<b>3,063,214</b>	<b>100.00</b>
Adjustment to share capital	320,075		320,075	
<b>Total share capital</b>	<b>3,383,289</b>		<b>3,383,289</b>	

(\*) Refers to the other publicly traded part of the Company.



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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

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### 20. Capital, Reserves and Other Equity Items (Continued)

#### b) Repurchased Shares

Within the scope of the buyback program, initiated based on the Board of Directors decision dated February 26, 2021, allowing the Company to buy back its shares up to 4,90% of the issued capital with a total fund of TRY 1,200,000,000. Şişecam has repurchased 8,545,076,900 shares with the nominal value of TRY 85,450,769. The funds used for share repurchases have reached 99% of the maximum amount allocated for this buyback program.

Pursuant to the Capital Markets Board's announcements dated 21,07,2016 and 25,07,2016, in addition to the buyback program in effect, on June 30 2022 the Board of Directors has taken the following decisions for the purpose of repurchasing the Company's own shares from the stock market;

- To initiate a new buyback program, in addition to the existing program, for the repurchase of maximum 15,000,000,000 shares with the nominal value of TRY 150,000,000, corresponding to 4,90% of the Company's issued capital.
- To determine the maximum amount of funds to be allocated for the new share buyback program as TRY 3,000,000,000, and to finance respective share repurchases from the Company's internal resources.
- To submit the share buyback program to the shareholders' approval at the upcoming General Assembly Meeting.

Share buyback program was discussed and accepted at the Ordinary General Assembly meeting dated March 29, 2023.

Within the scope of the decision taken, the shares with a nominal value of 109,292 thousand, which corresponds to 3.57% of the company's capital, were bought back by paying a total amount of TRY 1,849,055 thousand, including the transaction costs, based on the transactions whose clearing was completed as of 30 June 2023 (31 December 2022: TRY 101,749 thousand).

50,000,000 of the repurchased shares were sold to foreign institutional investors with the block sale method on Borsa Istanbul, at a price of 36,96 TL as dated 29 November 2022, As of 30 June 2023, 17,000,000 lots of the repurchased shares were sold to Efes Holding A.Ş., on 10 May 2023, using the block sale method on Borsa Istanbul at a price of 35.00 TL.

#### c) Retain Earnings

The amount of extraordinary reserves of the parent company, which is included in the consolidated retained earnings of TL 36,219,920 (31 December 2022: TRY 19,306,383) thousand, is TL 21,342,693 (31 December 2022: TRY 13,496,261) thousand as of 30 June 2023.

#### Dividends Distribution

Dividends are distributed according to Communiqué Serial: II-19,1 on "Principles Regarding Distribution of Interim Dividends for quoted entities subject to Capital Market Board Law" principles on corporate articles and dividend distribution policy which is declared by Companies, In addition to the CMB, it is stipulated that companies which have the obligation to prepare consolidated financial statements, calculate the net distributable profit amount by taking into account the net profits for the period in the consolidated financial statements, that will be prepared and announced to the public in accordance with the Communiqué II-14,1 as long as sufficient reserve exist in the unconsolidated statutory books.

In publicly traded companies, dividends are distributed equally to all existing shares as of the date of distribution, regardless of their date of issue and acquisition.

At the Shareholders Ordinary General Assembly Meeting of the Company held on March 29, 2023, the gross dividend amounting to TL 2,100,000 thousand, corresponding to 68,55544% of the current issued capital, will be distributed in cash, and income tax on the cash dividend to the shareholders who are subject to profit share withholding, After withholding tax, it has been decided to pay the net cash dividend payment date as 31 May 2023.

As of June 30, 2023, the Company bought back shares with a nominal value of TL 42,292 thousand from the Borsa Istanbul Equity Market within the framework of the share buyback program. Therefore, 28,993 thousand Turkish liras of the 2,100,000 thousand Turkish lira profit distribution decided to be distributed remained within the company. As of 30 June 2023, dividend payment of 2,071,007 thousand Turkish Liras to the shareholders outside the Company was made on 2 June 2023.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 21. Revenue and Cost of Sales

	1 January- 30 June 2023	1 January- 30 June 2023	1 April- 30 June 2022	1 April- 30 June 2022
<b>Revenue</b>				
Revenue	61,576,096	41,679,893	31,708,068	24,010,679
Other income	63,027	27,041	55,536	13,391
Sales discounts	(2,807,747)	(1,329,906)	(1,497,116)	(703,531)
Sales returns	(127,665)	(64,748)	(52,296)	(37,199)
Other sales discounts	(269,679)	(79,803)	(144,930)	(25,252)
	<b>58,434,032</b>	<b>40,232,477</b>	<b>30,069,262</b>	<b>23,258,088</b>
<b>Cost of Sales</b>				
Direct materials	(15,540,306)	(11,210,138)	(7,719,509)	(6,660,998)
Direct labor	(3,096,894)	(1,816,968)	(1,712,982)	(1,035,593)
Production overheads	(12,625,692)	(8,828,588)	(6,817,837)	(5,164,661)
Amortization and depreciation	(2,511,677)	(1,866,457)	(1,311,641)	(960,686)
Change in work-in progress inventories	227,100	220,240	150,551	47,696
Change in finished goods inventories	3,099,227	2,821,637	1,066,537	1,632,015
<b>Cost of goods sold</b>	<b>(30,448,242)</b>	<b>(20,680,274)</b>	<b>(16,344,881)</b>	<b>(12,142,227)</b>
Cost of merchandise sold	(8,563,330)	(4,231,340)	(3,900,676)	(2,457,954)
Cost of services rendered (*)	(79,835)	(21,255)	(63,510)	(12,980)
Other costs	(20,109)	(11,927)	(13,612)	(5,634)
	<b>(39,111,516)</b>	<b>(24,944,796)</b>	<b>(20,322,679)</b>	<b>(14,618,795)</b>

(\*) Depreciation and amortization expenses recognized in the cost of service rendered during the period between 1 January – 30 June 2023 is amounting to TRY 10,598 thousand (1 January – 30 June 2022: TRY 1,722 thousand),

Revenues divided into geographical segments with respect of the customers location is shown below:

	1 January- 30 June 2023	1 January- 30 June 2023	1 April- 30 June 2022	1 April- 30 June 2022
<b>Net sales</b>				
Turkey	23,577,768	15,280,735	11,699,968	9,409,409
Europe	14,661,833	11,334,258	7,469,531	6,133,970
Russia, Ukraine and Georgia	4,890,097	3,499,063	2,692,367	2,119,080
America	6,334,718	6,083,160	2,975,422	3,352,236
Other	8,969,616	4,035,261	5,231,974	2,243,393
	<b>58,434,032</b>	<b>40,232,477</b>	<b>30,069,262</b>	<b>23,258,088</b>

The Group does not have any significant remaining performance obligations related to the ongoing noncancellable agreements.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 22. General Administrative Expenses, Marketing Expenses, Research and Development Expenses and Expenses by Nature

	1 January- 30 June 2023	1 January- 30 June 2023	1 April- 30 June 2022	1 April- 30 June 2022
General administrative expenses	(3,463,688)	(1,893,578)	(1,844,728)	(1,027,136)
Marketing expenses	(7,708,468)	(5,492,685)	(4,114,022)	(3,140,108)
Research and development expenses	(158,348)	(87,368)	(78,470)	(27,658)
	<b>(11,330,504)</b>	<b>(7,473,631)</b>	<b>(6,037,220)</b>	<b>(4,194,902)</b>
	1 January- 30 June 2023	1 January- 30 June 2023	1 April- 30 June 2022	1 April- 30 June 2022
Indirect material costs	(111,117)	(81,051)	(58,515)	(44,115)
Salaries and wages expenses	(2,254,052)	(1,085,243)	(1,314,789)	(633,066)
Outsourced service	(6,491,353)	(4,567,119)	(3,554,454)	(3,184,441)
Other expenses	(2,035,752)	(1,410,016)	(895,672)	(148,488)
Amortization and depreciation expenses	(438,230)	(330,202)	(213,790)	(184,792)
	<b>(11,330,504)</b>	<b>(7,473,631)</b>	<b>(6,037,220)</b>	<b>(4,194,902)</b>

### 23. Other Operating Income and Expenses

	1 January- 30 June 2023	1 January- 30 June 2023	1 April- 30 June 2022	1 April- 30 June 2022
<b>Other operating income</b>				
Foreign currency exchange gains	5,283,941	2,774,936	4,640,892	1,661,278
Government grants	263,757	25,118	69,866	3,668
Term difference interest income	188,004	149,320	89,811	85,267
Gain on sale of scraps	69,136	102,383	36,176	65,764
Gain on sale of raw materials	188,972	135,690	94,086	75,190
Provisions no longer required	31,879	35,781	5,779	21,100
Insurance claim income	21,470	34,486	17,331	10,613
Commission income	870	2,608	92	1,443
Other operating incomes	753,641	78,594	457,793	10,565
	<b>6,801,670</b>	<b>3,338,916</b>	<b>5,411,826</b>	<b>1,934,888</b>
	1 January- 30 June 2023	1 January- 30 June 2023	1 April- 30 June 2022	1 April- 30 June 2022
<b>Other operating expense</b>				
Foreign currency exchange loss	(3,735,142)	(1,955,958)	(3,250,304)	(1,250,804)
Donations (*)	(224,596)	(5,011)	-	(4,068)
Loss on sale of scrap	(43,690)	(69,248)	(7,102)	(53,191)
Loss on sale of raw materials	(187,808)	(111,249)	(85,856)	(60,885)
Term difference interest expense	(97,959)	(55,395)	(27,016)	(34,162)
Provision expenses	(53,254)	(100,180)	(22,133)	(25,243)
Government right – mining fund	(18,918)	(1,915)	(12,918)	(1,915)
Commission expense	(41,074)	(1,149)	(32,419)	-
Other operating expenses	(411,365)	(336,468)	(146,002)	(107,450)
	<b>(4,813,806)</b>	<b>(2,636,573)</b>	<b>(3,583,750)</b>	<b>(1,537,718)</b>

(\*) Includes donations made to the relevant institutions regarding the earthquake disaster that occurred on February 6, 2023 and affected many of our eastern provinces.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 24. Income and Expense from Investing Activities

	1 January- 30 June 2023	1 January- 30 June 2022	1 April- 30 June 2023	1 April- 30 June 2022
<b>Income from Investing Activities</b>				
Valuation gain of held to maturity financial assets	906,445	1,201,744	809,995	652,333
Currency protected deposit interest and foreign exchange difference income	597,861	-	525,874	-
Gain on sale of property, plant and equipment	43,005	3,795	34,774	2,870
Bargain purchase gain	-	60,211	-	2,151
	<b>1,547,311</b>	<b>1,265,750</b>	<b>1,370,643</b>	<b>657,354</b>

	1 January- 30 June 2023	1 January- 30 June 2022	1 April- 30 June 2023	1 April- 30 June 2022
<b>Expense from Investing Activities</b>				
Valuation difference of held to maturity financial assets	(50,893)	(475,745)	(50,893)	(283,875)
Loss on sale of property, plant and equipment	(72,351)	(16,164)	(67,809)	(11,020)
	<b>(123,244)</b>	<b>(491,909)</b>	<b>(118,702)</b>	<b>(294,895)</b>

### Impairment gain (loss) and reversal of impairment loss determined in accordance with TFRS 9:

	1 January- 30 June 2023	1 January- 30 June 2022	1 April- 30 June 2023	1 April- 30 June 2022
<b>Impairment loss/reversals</b>				
Impairment/reversal of financial investment (net)	(907)	(8,809)	(5,812)	4,229
Impairment/reversal of cash and equivalents (net)	25,927	(7,840)	(980)	(468)
	<b>25,020</b>	<b>(16,649)</b>	<b>(6,792)</b>	<b>3,761</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 25. Financial Income and Expenses

	1 January- 30 June 2023	1 January- 30 June 2022	1 April- 30 June 2023	1 April- 30 June 2022
<b>Financial Income</b>				
Foreign exchange gain	6,391,723	5,164,557	5,411,566	3,087,360
- Cash and cash equivalents	2,254,523	3,223,213	1,851,589	1,796,533
- Derivative instruments	110,118	1,244,467	110,118	982,206
- Bonds issued	1,582,164	377,612	1,354,349	144,974
- Bank Loans	229,537	82,477	158,321	48,618
- Non trade receivable and payables	2,215,326	236,788	1,937,150	115,029
- Others	55	-	39	-
Interest Income	1,069,244	935,805	418,548	307,075
- Derivative instruments	416,452	618,548	169,579	96,065
- Time Deposits	440,808	313,264	36,985	207,025
- Others	211,984	3,993	211,984	3,985
	<b>7,460,967</b>	<b>6,100,362</b>	<b>5,830,114</b>	<b>3,394,435</b>

	1 January- 30 June 2023	1 January- 30 June 2022	1 April- 30 June 2023	1 April- 30 June 2022
<b>Financial Expense</b>				
Foreign exchange loss	(5,170,509)	(4,906,615)	(4,101,880)	(2,468,834)
- Bonds issued	(4,187,388)	(2,714,492)	(3,792,905)	(1,564,504)
- Cash and cash equivalents	(296,445)	(1,067,977)	(119,633)	(221,303)
- Bank loans	(377,556)	(777,361)	(187,113)	(331,464)
- Leasing expenses	(28,910)	(4,720)	(26,005)	(1,980)
- Derivative instruments	(95,273)	(60,791)	39,549	(96,554)
- Non trade receivable and payables	(184,937)	(281,274)	(15,773)	(253,029)
Interest Expense	(2,597,254)	(1,483,118)	(1,396,414)	(698,997)
- Bank Loans	(964,612)	(635,934)	(553,761)	(413,052)
- Bonds issued	(1,372,805)	(403,583)	(740,791)	(205,940)
- Derivative instruments	(86,320)	(382,605)	(1,242)	(54,438)
- Leasing expenses	(77,747)	(22,746)	(41,811)	(4,294)
- Other	(95,770)	(38,250)	(58,809)	(21,273)
	<b>(7,767,763)</b>	<b>(6,389,733)</b>	<b>(5,498,294)</b>	<b>(3,167,831)</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 26. Taxes on Income (Including Deferred Tax Assets and Liabilities)

#### Deferred Tax Assets and Liabilities

The Group recognizes deferred tax assets and liabilities based upon the temporary differences between financial statements as reported in accordance with TAS and its tax base of statutory financial statements. These differences usually result in the recognition of income and expense items in different periods for CMB and statutory tax purposes.

Turkish Tax Legislation does not permit a parent company, its subsidiaries and joint ventures to prepare a consolidated tax return, therefore, tax provisions have been reflected in these consolidated financial statements which have been calculated on a separate entity basis, in this respect deferred tax assets and liabilities of consolidated entities in the accompanying consolidated financial statements are not offset.

	30 June 2023	31 December 2022
Deferred tax assets	2,086,994	1,563,776
Deferred tax liabilities (-)	(1,358,293)	(833,524)
<b>Deferred tax assets (net)</b>	<b>728,701</b>	<b>730,252</b>
	30 June 2023	31 December 2022
<b>Temporary differences</b>		
Useful life and valuation differences on tangible and intangible assets	11,262,868	10,331,400
Valuation of investment property	6,618,016	6,618,610
Derivative financial valuation	2,219,911	839,155
Revaluation of inventory	(1,192,002)	(877,775)
Employment termination benefits	(2,341,773)	(2,065,209)
Carry forward tax losses	(3,674,854)	(4,495,703)
Corporate tax allowances	(10,037,692)	(6,701,000)
Other	(1,826,661)	(850,345)
	<b>1,027,813</b>	<b>2,799,133</b>
	30 June 2023	31 December 2022
<b>Deferred tax assets/ (liabilities)</b>		
Corporate tax allowances	2,007,538	1,268,995
Useful life and valuation differences on tangible and intangible assets	(1,716,108)	(1,470,694)
Valuation of investment property	(680,028)	(680,028)
Derivative instruments	(443,982)	(167,831)
Revaluation of inventory	223,910	166,465
Employment termination benefits	465,305	410,898
Carry forward tax losses	450,027	907,895
Other	422,039	294,552
	<b>728,701</b>	<b>730,252</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 26. Taxes on Income (Including Deferred Tax Assets and Liabilities) (Continued)

#### Deferred Tax Assets and Liabilities (Continued)

The maturity of carry forward tax losses are as follows:

	30 June 2023	31 December 2022
Within one year	85,582	60,677
Within two years	45,873	32,527
Within three years	11,942	8,467
Within four years	178,761	1,553,572
Within five years	339,344	236,430
Within six years	138,713	98,348
Within seven years	207,528	104,473
Indefinite life	2,667,111	2,401,209
	<b>3,674,854</b>	<b>4,495,703</b>

Carry forward tax losses can be carried for maximum 5 years in Turkey, Hungary, Slovakia, Egypt, and China; 7 years in Romania; indefinite in Russia and Ukraine, to be deducted from the taxable profits that will occur in the coming years (In Russia it has been indefinite since 30 November 2016). However, loss cannot be deducted retrospectively from retained earnings.

The amount of carry forward tax losses that are not subject to deferred tax calculation is TRY 1,688,804 thousand (31 December 2022: TRY 2,158,556 thousand).

The movements of deferred tax assets and liabilities are as follows:

	30 June 2023	30 June 2022
Beginning of the period -1 January	730,252	540,073
Currency translation differences	20,041	254,177
Recognized in equity	1,234,243	(217,447)
Recognized in statement of profit or loss	(1,255,835)	1,060,825
Subsidiary acquisition effect	-	(53,641)
	<b>728,701</b>	<b>1,583,987</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 26. Taxes on Income (Including Deferred Tax Assets and Liabilities) (Continued)

#### Corporate Tax

The Group is subject to Turkish corporate taxes, Tax legislation in Turkey does not permit a parent company and its subsidiaries to file a consolidated tax return, Therefore, provisions for taxes as reflected in the accompanying consolidated financial statements are calculated on a separate-entity basis,

Corporate tax is applied on taxable corporate income, which is calculated from the statutory accounting profit by adding back non-deductible expenses, and by deducting the revenues exempted from tax, non-taxable revenues, and other discounts (if any previous year losses, if preferred investment allowances and also R&D center incentive) are deducted,

In Turkey, applied corporate tax rate is 20% as of 30 June 2023 (31 December 2022: 23%),

The principal tax rates (%) using to calculate deferred taxes for each country are as follows:

Country	30 June 2023	31 December 2022
Germany (*)	31.4	31.4
USA	31.4	31.4
Bosnia-Herzegovina	10.0	10.0
Bulgaria	10.0	10.0
China (**)	15.0-25.0	15.0-25.0
India	34.944	34.944
Georgia (***)	-	-
The Netherlands (****)	15.0-25.8	15.0-25.0
Spain	25.0	25.0
Italy	27.9	27.9
Hungary	9.0	9.0
Egypt	22.5	22.5
Romania	16.0	16.0
Russia (*****)	2.0-20.0	2.0-20.0
Slovakia	21.0	21.0
Ukraine	18.0	18.0

(\*) There is a progressive tax rate.

(\*\*) 15% of tax rate for the profit up to CNY 300,000 and 25% of tax rate for the exceeding portion are applied in China.

(\*\*\*) Corporate tax has been abolished in Georgia and tax is collected only from distributed dividend, Thus, deferred tax amount is decreased to nil.

(\*\*\*\*) 15,0% of tax rate for the profit up to EUR 200,000 and 25,8% of tax rate for the exceeding portion are applied in Netherlands.

(\*\*\*\*\*) The general tax rate in Russia is 20%, of which 18% is allocated to the "Regional Budget" and 2% to the "General Budget", Since Our subsidiaries in Russia's Tatarstan region have been located in Special Economic Zone, they pay 2% tax for the profits from their main operations and pay 20% tax for the profits from the non-core operating income.

In the deferred tax calculation for the period from January 1 to June 30, 2023; in the measurement heading of TMS-12 "Income Taxes" standard included "deferred tax assets" or debts effective at the end of the reporting period or assets are converted into income based on tax rates (and tax laws) that are nearly certain to come into force or is calculated using tax rates expected to be applied in the periods when debts are paid according to the verdict, the rate of 20% has been taken into account in the deferred tax calculation of the Company and its subsidiaries in Turkey.

There is no definitive and strict reconciliation procedure regarding tax assessment in Turkey. Companies prepare their tax returns between 1-25 April of the year following the accounting closing period of the relevant year (between 1-25th of the fourth month following the closing of the period for those with a special accounting period). These declarations and the accounting records that are the basis for this can be reviewed by the Tax Office within 5 years and the corporate tax that the company must pay can be changed.



# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 26. Taxes on Income (Including Deferred Tax Assets and Liabilities) (Continued)

#### Income Tax Withholding

	30 June 2023	31 December 2022
Corporate tax provision (*)	1,284,417	1,605,388
Prepaid taxes and funds (-)	(693,730)	(1,522,691)
<b>Tax provision in the statement of the financial position</b>	<b>590,687</b>	<b>82,697</b>

(\*)Within the scope of the Law No, 7440 on the Restructuring of Certain Receivables and Amendments to Certain Laws published on 12 March 2023, the discount and exemption amounts benefited from the Corporate Tax Declaration of 2022 in accordance with the Corporate Tax Law and other laws, and the discounted institutions in accordance with Article 32/A of the Corporate Tax Law It has been reported that an additional tax of 10% will be charged over the tax base. In this context, the additional tax provision was calculated as TL 919,661 thousand, and TL 459,831 thousand was paid in May. The remaining amount will be paid in October. The remaining amount includes the corporate tax provision calculated based on 2023 profit.

#### Tax Advantages Obtained Under the Investment Incentive System

Earning of the Group that are derived from investment linked to an investment incentive certificate are subject to corporate tax at discounted rates for a certain period, which starts when the investment starts to partly or fully operate, and ends when the maximum investment contribution amount is reached. Within this scope, the Group has accounted for TRY 2,007,538 (December 31, 2022: TRY 1,268,995) of tax advantages as deferred tax assets which are expected to be recovered in the foreseeable future in the consolidated financial statements as of June 30, 2023 TRY 738,543 of deferred tax income is recognized in the consolidated profit or loss statement for the between January 1 – June 30, 2023 from accounting of such deferred tax assets. The contribution amount between January 1 – June 30, 2023 benefited from the gain from investment is 11,984 TRY.

Deferred tax assets are recognized for deductible temporary differences, carry forward tax losses and indefinite life investment incentives which allow payment of corporate tax at discounted rates, as long as it is probable that sufficient taxable income will be generated in the future. In this context, the Group recognizes deferred tax assets from investment incentives based on long-term plans, including taxable profit projections derived from business models, which are re-evaluated at each balance sheet date to assess recoverability of such deferred tax assets. The Group expects to recover such deferred tax assets within 5 years from the balance sheet date.

In the sensitivity analysis performed as of June 30, 2023 when the inputs of the key macroeconomic and sectoral assumptions that from the business plan are increased/decreased by 10%, there is no change in the projected 5 year recovery periods of deferred tax assets related to investment incentives.

### 27. Earnings per share

	1 January- 30 June 2023	1 January- 30 June 2022
<b>Earnings per share</b>		
Average number of shares existing during the period (1/1000 value)	2,839,225	2,983,588
Net profit for the period attributable to equity holders of the parent	8,068,798	8,907,575
<b>Earnings per share</b>	<b>2.8419</b>	<b>2.9855</b>
Total comprehensive income attributable to equity holders of the parent	15,477,207	16,355,783
<b>Earnings per share obtained from total comprehensive income</b>	<b>5.4512</b>	<b>5.4819</b>

In the Group, there is no debt instruments that can be converted into shares, In all Group companies, each share has equal rights to both voting rights and dividends.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 28. Related Party Disclosures

The main shareholder of the Group is Türkiye İş Bankası A.Ş. Since the transactions between the Company and its consolidated subsidiaries are eliminated during consolidation, they are not disclosed in this note,

As of 30 June 2023, the full list of the relationship level of companies which are specified as related parties is grouped in alphabetical order as follows:

#### The shareholder of parent

Company's name	Registered Country
Türkiye İş Bankası A.Ş. Mensupları Munzam Sosyal Güvenlik Ve Yardımlaşma Vakfı	Turkey

#### Parent company

Company's name	Registered Country
Türkiye İş Bankası A.Ş.	Turkey

#### Parent company's subsidiaries, joint ventures and associates

Company's name	Registered Country
Anadolu Anonim Türk Sigorta A.Ş.	Turkey
Anadolu Hayat Emeklilik Sigorta A.Ş.	Turkey
Bayek Tedavi Sağlık Hizmetleri ve İşletmeciliği A.Ş.	Turkey
Camiş Yatırım Holding A.Ş.	Turkey
Efes Yatırım Holding A.Ş.	Turkey
İş Factoring Finansman Hizmetleri A.Ş.	Turkey
İş Finansal Kiralama A.Ş.	Turkey
İş Gayrimenkul Yatırım Ortaklığı A.Ş.	Turkey
İş Girişim Sermayesi Yatırım Ortaklığı A.Ş.	Turkey
İş Koray Tur.Orm Mad. İnş. Tah. Tic. A.Ş.	Turkey
İş Merkezleri Yönetim ve İşletim A.Ş.	Turkey
İş Net Elektronik Bilgi Üretim Dağıtım Ticaret ve İletişim Hizmetleri A.Ş.	Turkey
İş Portföy Yönetimi A.Ş.	Turkey
İş Yatırım Menkul Değerler A.Ş.	Turkey
İş Yatırım Ortaklığı A.Ş.	Turkey
Kanyon Yönetim İşletim ve Pazarlama Ltd. Şti.	Turkey
Kültür Yayınları İş-Türk Ltd. Şti.	Turkey
Milli Reasürans T.A.Ş.	Turkey
Mipaş Mümessillik İth. İhr. ve Paz. A.Ş.	Turkey
Moka Ödeme ve Elektronik Para Kuruluşu A.Ş.	Turkey
Topkapı Danışmanlık Elektronik Hizmetler Pazarlama ve Ticaret A.Ş.	Turkey
Topkapı Yatırım Holding A.Ş.	Turkey
Trakya Yatırım Holding A.Ş.	Turkey
TSKB Gayrimenkul Değerleme A.Ş.	Turkey
TSKB Gayrimenkul Yatırım Ortaklığı A.Ş.	Turkey
Türkiye Sınai Kalkınma Bankası A.Ş.	Turkey
Yatırım Finansman Menkul Değerler A.Ş.	Turkey
JSC İşbank	Rusya
İşbank AG	Germany

#### Joint Ventures

Company name	Registered Country
Rudnik Krechnjaka Vijenac D.O.O.	Bosnia-Herzegovina

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 28. Related Party Disclosures (Continued)

<u>Company name</u>	<u>Registered Country</u>
Pacific Soda LLC	USA
Denmar US LLC	USA

#### Joint Activity

<u>Company's name</u>	<u>Registered Country</u>
Imperial Natural Resources Trona Mining Inc,	USA
Denmar Holdings LLC	USA

#### Joint Ventures' shareholder

<u>Company's name</u>	<u>Registered Country</u>
Saint Gobain Glass Egypt S.A.E.	Egypt
Solvay Sisecam Holding AG	Austria

#### Partner of Joint Activity

<u>Company's name</u>	<u>Registered Country</u>
Saint Gobain Glass France S,A,	France
Société Financière D'Administration Et De Gestion SAS (SOFIAG)	Belgium

#### Available for sale investment

<u>Company's name</u>	<u>Registered Country</u>
Bosen Enerji Elektrik üret. Oto Pro. Grb. A.Ş.	Turkey
7C Basalia Global AG	Switzerland

Details of the transactions between the Group and the related parties mentioned above are explained below,

#### Deposit and loans regarding related parties:

	<b>30 June 2023</b>	<b>31 December 2022</b>
<b>Deposits held on related parties</b>		
Türkiye İş Bankası A.Ş.		
- Time Deposit	4,966,823	11,396,641
- Demand deposit	965,758	1,218,934
	<b>5,932,581</b>	<b>12,615,575</b>
İşbank AG		
- Time Deposit	-	8,158
- Demand deposits	47,633	43
	<b>47,633</b>	<b>8,201</b>
	<b>5,980,214</b>	<b>12,623,776</b>

	<b>30 June 2023</b>	<b>31 December 2022</b>
<b>Provision for impairment of deposits held at related parties</b>		
Türkiye İş Bankası A.Ş.	20,597	46,196

	<b>30 June 2023</b>	<b>31 December 2022</b>
<b>Loans received from related parties</b>		
Türkiye İş Bankası A.Ş. and İşbank AG	3,312,960	3,126,000

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 28. Related Party Disclosures (Continued)

	30 June 2023	31 December 2022
<b>Fair value of derivative transactions with related parties</b>		
Türkiye İş Bankası A.Ş.	-	7,398
<b>Currency protected deposits with related parties</b>		
Türkiye İş Bankası A.Ş.	3,721,512	1,500,000
<b>Other current assets to related parties</b>		
İş Portföy Yönetimi A.Ş.	10,257	4,350,443
<b>Carrying value of financial investments measured at amortized cost:</b>		
<b>Financial investments measured at amortized cost – Gross value</b>		
Türkiye İş Bankası A.Ş.	31,305	22,666
<b>Impairment of financial investments measured at amortized cost</b>		
Türkiye İş Bankası A.Ş.	869	990

Coupon interest rates and nominal values of financial investments measured at amortized cost are as follows:

Bond issuer	ISIN code	Coupon Interest Rate (%)	Nominal Amount (thousand USD)	Nominal Amount (thousand USD)
Türkiye İş Bankası A.Ş.	XS1578203462	6.125	1,200	1,200
Türkiye İş Bankası A.Ş.	XS1508390090	5.500	-	34,200
			<b>1,200</b>	<b>35,400</b>

### Due from related parties:

	30 June 2023	31 December 2022
<b>Trade receivables from related parties</b>		
Saint Gobain Glass Egypt S.A.E.	93,211	10,087
Kanyon Yönetim İşletim ve Pazarlama Ltd. Şti.	7,071	12,692
İş Merkezleri Yönetim ve İşletim A.Ş.	10,523	19,900
Solvay Sisecam Holding AG	-	13,670
Türkiye İş Bankası A.Ş. ve İşbank AG	1,861	6,470
Fabrika Cementa Lukavac D.D. (FCL)	320	415
İş Yatırım Menkul Değerler A.Ş.	74	-
Moka Ödeme ve Elektronik Para Kuruluşu A.Ş.	8,396	-
	<b>121,456</b>	<b>63,234</b>
<b>Other receivables from related parties</b>		
Saint Gobain Glass Egypt S,A,E, (*)	231,049	-
Solvay Şişecam Holding AG (*)	175,087	-
	<b>406,136</b>	-

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

### 28. Related Party Disclosures (Continued)

	30 June 2023	31 December 2022
<b>Trade payables to related parties</b>		
Solvay Sisecam Holding AG	348,710	184,873
Anadolu Anonim Türk Sigorta Şirketi	18,326	13,450
Saint Gobain Glass France S.A.	2,428	-
İş Merkezleri Yönetim ve İşletim A.Ş.	5,128	7,364
Rudnik Krcenjaka Vijenac D.O.O.	9,402	6,477
İş Gayrimenkul Yatırım Ortaklığı A.Ş.	470	536
Türkiye İş Bankası A.Ş.	-	57
İş Portföy Yönetimi A.Ş.	-	27
Kanyon Yönetim İşletim ve Pazarlama Ltd. Şti.	62	67
İş Net Elektronik Bilgi Üretim Dağ. Tic. ve İlet. Hiz. A.Ş.	-	23
Saint Gobain Glass Egypt S.A.E.	-	2,674
Türkiye İş Bankası A.Ş. Mensupları Munzam Sosyal Güvenlik Ve Yardımlaşma Vakfı	196	815
	<b>384,722</b>	<b>216,363</b>
<b>Income and expenses from/ to related parties:</b>		
	<b>1 January- 30 June 2023</b>	<b>1 January- 30 June 2022</b>
<b>Interest income from related parties</b>		
Türkiye İş Bankası A.Ş. and İşbank AG	78,812	214,784
	<b>78,812</b>	<b>214,784</b>
	<b>1 January- 30 June 2023</b>	<b>1 January- 30 June 2022</b>
<b>Interest expenses to related parties</b>		
Türkiye İş Bankası A.Ş. and İşbank AG	56,714	62,314
	<b>56,714</b>	<b>62,314</b>
	<b>1 January- 30 June 2023</b>	<b>1 January- 30 June 2022</b>
<b>Valuation gain of held to maturity financial assets</b>		
Türkiye İş Bankası A.Ş.	9,351	59,547
	<b>9,351</b>	<b>59,547</b>

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 28. Related Party Disclosures (Continued)

#### Income and expenses from/ to related parties (Continued):

	1 January- 30 June 2023	1 January- 30 June 2022
<b>Other income from related parties</b>		
Solvay Sisecam Holding AG	12,435	2,276
Rudnik Krechnjaka Vijenac D.O.O.	1,228	814
Fabrika Cementa Lukavac D.D.	1,179	323
Türkiye İş Bankası A.Ş. ve İşbank AG	-	6
İş Merkezleri Yönetim ve İşletim A.Ş.	-	786
	<b>14,842</b>	<b>4,205</b>

	1 January- 30 June 2023	1 January- 30 June 2022
<b>Other expenses to related parties</b>		
Solvay Sisecam Holding AG <sup>(1)</sup>	798,518	416,416
Rudnik Krechnjaka Vijenac D.O.O. <sup>(2)</sup>	38,690	20,737
İş Merkezleri Yönetim ve İşletim A.Ş. <sup>(3)</sup>	37,956	17,475
Moka Ödeme ve Elektronik Para Kuruluşu A.Ş.	19,187	-
Anadolu Anonim Türk Sigorta Şirketi	7,604	5,612
Saint Gobain Glass France S.A.	8,613	2,508
Türkiye İş Bankası A.Ş. Mensupları Munzam Sosyal Güv. ve Yard. Vakfı	5,190	3,228
Türkiye İş Bankası A.Ş. ve İşbank AG	3,941	326
İş Gayrimenkul Yatırım Ortaklığı A.Ş. <sup>(4)</sup>	1,606	960
İş Yatırım Menkul Değerler A.Ş.	-	81
Anadolu Hayat Emeklilik Sigorta A.Ş.	948	268
İş Portföy Yönetimi A.Ş.	125	-
Kültür Yayınları İş-Türk Ltd. Şti.	20	-
Kanyon Yönetim İşletim ve Pazarlama Ltd. Şti.	-	27
	<b>922,398</b>	<b>467,638</b>

(1) Consists of the purchases of soda ash from Solvay Sodi AD.

(2) Amount consists of the expenses related with purchase of glass raw materials (sand).

(3) It consists of management and operating expenses of Tuzla Şişecam Headquarters and İş Kuleleri.

(4) This account consists of the lease payments for office spaces in İş Kuleleri and Paşabahçe stores.

	1 January- 30 June 2023	1 January- 30 June 2022
<b>Benefits provided to key management</b>		
Parent (Holding)	177,995	25,572
Consolidated entities	144,720	80,138
	<b>322,715</b>	<b>105,710</b>

Key management personnel are composed of top management, members of board of directors, senior executives (president and members and coordinator) reporting to the company's board of directors, general manager, general manager assistants, coordinator of general management and factory directors.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 29. Financial Instruments and Financial Risk Management

#### a) Capital Risk Management

The Group manages its capital to ensure that it will maintain its status as a going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance. The capital structure of the Group consists of debt, which includes the borrowings and other debts disclosed in Notes 8 and 20, cash and cash equivalents disclosed in Note 5.

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

The Group controls its capital using the net debt / total equity ratio. This ratio is calculated as net debt divided by total equity. Net debt is calculated as total liability (comprises of financial liabilities, leasing and trade payables as presented in the statement of financial position) less cash and cash equivalents.

As of 30 June 2023, and 31 December 2022 the Group's net debt / total equity ratios are as follows:

	30 June 2023	31 December 2022
Financial liabilities and trade payables	75,128,946	58,243,303
Less: cash and cash equivalents and financial investments	(28,419,480)	(29,873,976)
<b>Net debt</b>	<b>46,709,466</b>	<b>28,369,327</b>
<b>Total equity</b>	<b>111,740,229</b>	<b>95,127,767</b>
<b>Net debt / total equity ratio</b>	<b>42%</b>	<b>30%</b>

The Group's general strategy is in line with prior periods.

#### b) Financial Risk Factors

The Group's activities expose it to various financial risks, market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk, The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize the potential adverse effects over the Group's financial performance.

The Group manages its financial instruments centrally in accordance with the Group's risk policies via Accounting Department. The Group's cash inflows and outflows are monitored by the reports prepared on a daily, weekly and monthly basis and compared to the monthly and yearly cash flow budgets.

Risk management is carried out by the Risk Management Department under the policies approved by the Board of Directors. The Group's Risk Management Department identifies, evaluates and hedges financial risks in close cooperation with the Group's operating units. The Board of Directors sets out written principles for overall risk management as well as written policies covering specific areas such as foreign exchange risk, interest rate risk, credit risk use of derivative financial instruments and non-derivative financial instruments and investment of excess liquidity.

##### b.1) Credit Risk Management

Credit risk refers to the risk that counterparty will default on its contractual obligations. The Group's management mitigates this risk through limitations on the contracts made with counterparties and obtaining sufficient collaterals where appropriate. The Group's credit risks mainly arise from its trade receivables. The Group manages this risk by the credit limits up to the guarantees received from customers. Use of credit limits is monitored by the Group by taking into consideration the customer's financial position, past experiences and other factors and customer's credibility is evaluated on a consistent basis. Trade receivables are evaluated based on the Group's policies and procedures and presented net in the financial statements after the provision for doubtful receivables is made.

Trade receivables consist of many customers operating in various industries and locations. Credit risk of the receivables from counterparties is evaluated.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 29. Financial Instruments and Financial Risk Management (continued)

b) Financial Risk Factors (Continued)  
b.1) Credit Risk Management (Continued)

	Receivables				Cash and Cash equivalents & Derivatives	Financial Investments & Derivatives
	Trade Receivables		Other Receivables			
	Related Party	Third Party	Related Party	Third Party		
<b>Credit risks exposed through types of financial instruments</b>						
<b>Maximum credit risk exposed as of 30 June 2023 (*) (A+B+C+D+E)</b>	<b>121,456</b>	<b>25,674,452</b>	<b>406,136</b>	<b>1,086,607</b>	<b>21,150,153</b>	<b>9,226,066</b>
– The part of maximum risk under guarantee with collaterals etc,						
A. Net book value of financial assets that are neither overdue not impaired	121,456	22,337,710	406,136	1,086,607	21,150,153	9,226,066
– The part under guarantee with collaterals. etc.	-	(9,725,750)	-	-	-	-
B. Net book of financial assets that are renegotiated, if not that will be accepted as overdue or impaired	-	-	-	-	-	-
– The part under guarantee with collaterals. etc.	-	-	-	-	-	-
C. Carrying value of financial assets that are overdue but not impaired	-	3,336,742	-	-	-	-
– The part under guarantee with collaterals. etc.	-	(1,346,174)	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-	-
– Overdue (gross carrying amount)	-	-	-	-	-	-
– Impairment (-)	-	-	-	-	-	-
– The part under guarantee with collaterals. etc.	-	-	-	-	-	-
– Not overdue (gross carrying amount)	-	-	-	1,757	20,656	47,187
– Impairment (-)	-	-	-	(1,757)	(20,656)	(47,187)
– The part under guarantee with collaterals. etc.	-	-	-	-	-	-
E. Off-balance sheet items with credit risk	-	-	-	-	-	-

(\*) Factors that increase the credit reliability such as guarantees received are not considered in the calculation.



# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 29. Financial Instruments and Financial Risk Management (continued)

b) Financial Risk Factors (Continued)  
b,1) Credit Risk Management (Continued)

	Receivables				Cash and Cash equivalents & Derivatives	Financial Investments & Derivatives
	Trade Receivables		Other Receivables			
	Related Party	Third Party	Related Party	Third Party		
<b>Credit risks exposed through types of financial instruments</b>						
Maximum credit risk exposed as of 31 December 2022 (*) (A+B+C+D+E)	63,234	19,777,198	-	553,386	25,244,811	6,729,062
- The part of maximum risk under guarantee with collaterals etc.	-	(8,264,968)	-	-	-	-
A. Net book value of financial assets that are neither overdue not impaired	63,234	17,843,055	-	553,386	25,244,811	6,729,062
- The part under guarantee with collaterals. etc.	-	(7,547,265)	-	-	-	-
B. Net book of financial assets that are renegotiated, if not that will be accepted as overdue or impaired	-	-	-	-	-	-
- The part under guarantee with collaterals. etc.	-	-	-	-	-	-
C. Carrying value of financial assets that are overdue but not impaired	-	1,934,143	-	-	-	-
- The part under guarantee with collaterals. etc.	-	(717,703)	-	-	-	-
D. Net book value of impaired assets-	-	-	-	-	-	-
- Overdue (gross carrying amount)	-	-	-	-	-	-
- Impairment (-)	-	-	-	-	-	-
- The part under guarantee with collaterals. etc.	-	-	-	-	-	-
- Not overdue (gross carrying amount)	-	-	-	1,503	46,589	46,280
- Impairment (-)	-	-	-	(1,503)	(46,589)	(46,280)
- The part under guarantee with collaterals. etc.	-	-	-	-	-	-
E. Off-balance sheet items with credit risk	-	-	-	-	-	-

(\*) Factors that increase the credit reliability such as guarantees received are not considered in the calculation.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 29. Financial Instruments and Financial Risk Management (continued)

#### b) Financial Risk Factors (Continued)

##### b.1) Credit Risk Management (Continued)

Guarantees received from the customers are as follows:

	30 June 2023	31 December 2022
Credit Insurance	6,912,026	4,662,412
Letters of guarantees	2,071,232	2,343,045
Direct debit system	1,587,946	1,069,781
Cash	2,473	1,347
Mortgages	227,857	91,003
Confirmed Letter of Credit	25,309	13,336
Promissory notes and bills	140,774	84,044
	<b>10,967,617</b>	<b>8,264,968</b>

Collaterals for the trade receivables that are overdue but not impaired are as stated below:

	30 June 2023	31 December 2022
1-30 days overdue	2,136,864	1,402,023
1-3 months overdue	830,307	321,996
3-12 months overdue	254,122	139,330
1-5 years overdue	115,449	70,794
<b>Total overdue receivables</b>	<b>3,336,742</b>	<b>1,934,143</b>
<b>Secured with collaterals (-)</b>	<b>(1,346,174)</b>	<b>(717,703)</b>

##### b.2) Liquidity Risk Management

The Group manages liquidity risk by providing the continuity of sufficient funds and loan reserves by matching the maturities of financial assets and liabilities and by following cash flows regularly.

#### Liquidity risk

Conservative liquidity risk management requires maintaining adequate reserves in addition to having the ability to utilize adequate level of credit lines and funds as well as closing market positions.

Funding risk attributable to the current and future potential borrowing needs is managed by providing continuous access to an adequate number of high-quality creditors.

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 29. Financial Instruments and Financial Risk Management (Continued)

#### b) Financial Risk Factors (Continued)

#### b.2) Liquidity Risk Management (Continued)

##### Liquidity risk tables (Continued)

The following table details the Group's expected maturity for its financial liabilities. The tables below have been prepared based on the undiscounted contractual maturities and the earliest date of payment of the financial liability. The amount of interest payable to be paid on aforementioned liabilities are considered in the table.

30 June 2023						
Non derivative financial Liabilities	Carrying value	Total Contractual Cash flows (I+II+III+IV)	Less than 3 Months (I)	3–12 Months (II)	1–5 Years (III)	More than 5 Years (IV)
Bank loans	36,516,600	39,326,621	1,934,483	14,535,947	22,606,459	249,732
Bonds issued	23,688,319	27,139,850	4,020,236	2,493,782	20,625,832	-
Lease liabilities	2,663,113	3,022,841	214,118	462,956	1,249,057	1,096,710
Trade payables	11,876,192	11,906,547	11,820,484	86,063	-	-
Due to related parties	433,848	433,848	433,848	-	-	-
Other payables	907,733	907,733	904,112	-	3,621	-
<b>Total liabilities</b>	<b>76,085,805</b>	<b>82,737,440</b>	<b>19,327,281</b>	<b>17,578,748</b>	<b>44,484,969</b>	<b>1,346,442</b>

Derivative financial liabilities	Carrying Value	Total Contractual Cash flows (I+II+III+IV)	Less than 3 Months (I)	3–12 Months (II)	1–5 Years (III)	More than 5 Years (IV)
Cash inflows	1,956,739	8,738,931	337,348	464,942	7,936,641	-
Cash outflows	(961,749)	(7,933,127)	(426,741)	(734,325)	(6,772,061)	-
	<b>994,990</b>	<b>805,804</b>	<b>(89,393)</b>	<b>(269,383)</b>	<b>1,164,580</b>	<b>-</b>

31 December 2022						
Non derivative financial Liabilities	Carrying value	Total Contractual Cash flows (I+II+III+IV)	Less than 3 Months (I)	3–12 Months (II)	1–5 Years (III)	More than 5 Years (IV)
Bank loans	25,907,932	30,489,978	1,962,010	13,046,011	15,207,295	274,662
Bonds issued	19,550,649	24,381,682	8,535,346	455,656	15,390,680	-
Lease liabilities	1,453,655	1,532,186	47,521	364,034	634,971	485,660
Trade payables	11,114,704	11,147,004	11,055,621	91,383	-	-
Due to related parties	264,959	264,959	264,959	-	-	-
Other payables	610,496	610,496	605,382	-	5,114	-
<b>Total liabilities</b>	<b>58,902,395</b>	<b>68,426,305</b>	<b>22,470,839</b>	<b>13,957,084</b>	<b>31,238,060</b>	<b>760,322</b>

Derivative financial liabilities	Carrying Value	Total Contractual Cash flows (I+II+III+IV)	Less than 3 Months (I)	3–12 Months (II)	1–5 Years (III)	More than 5 Years (IV)
Cash inflows	2,099,897	6,921,576	1,027,371	346,952	5,547,253	-
Cash outflows	(301,082)	(5,347,070)	(211,739)	(404,681)	(4,730,650)	-
	<b>1,798,815</b>	<b>1,574,506</b>	<b>815,632</b>	<b>(57,729)</b>	<b>816,603</b>	<b>-</b>

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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

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### 29. Financial Instruments and Financial Risk Management (Continued)

#### b) Financial Risk Factors (Continued)

##### b.3) Market risk management

The Group is exposed to financial risks related to changes in foreign exchange and interest rates as a consequence of its operations. At the Group level market risk exposures are measured by sensitivity analysis. Comparing to previous year, there has been no change in the Group's exposure to market risks, hedging methods used or the measurement methods used for such risks.

##### b.3.1) Foreign currency risk management

Transactions in foreign currency cause the exchange rate risk to occur, The Group has adopted currencies different than the functional currencies according to the economies of the countries in which the subsidiaries and associates operate as foreign currencies.

The breakdown of the Group's foreign currency denominated monetary and non-monetary assets and liabilities as of the balance sheet date are as follows:

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

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

### 29. Financial Instruments and Financial Risk Management (Continued)

#### b) Financial Risk Factors (Continued)

#### b.3) Market risk management (Continued)

#### b.3.1) Foreign currency risk management (Continued)

	<u>Foreign Currency Position as of 30 June 2023</u>			
	TRY equivalent	USD	EUR	TRY Equivalent of other Currencies
1. Trade Receivables	5,808,999	114,531	94,097	202,238
2a. Monetary financial assets, (cash and banks included)	8,809,220	254,529	62,017	490,461
2b. Non-monetary financial assets	-	-	-	-
3. Other	367,793	3,232	9,827	7,677
<b>4. Current assets (1+2+3)</b>	<b>14,986,012</b>	<b>372,292</b>	<b>165,941</b>	<b>700,376</b>
5. Trade receivables	-	-	-	-
6a. Monetary financial assets	887,710	34,351	23	-
6b. Non-monetary financial assets	-	-	-	-
7. Other	940,161	10,634	23,122	14,579
<b>8. Non-current assets (5+6+7)</b>	<b>1,827,871</b>	<b>44,985</b>	<b>23,145</b>	<b>14,579</b>
<b>9. Total Assets (4+8)</b>	<b>16,813,883</b>	<b>417,277</b>	<b>189,086</b>	<b>714,955</b>
10. Trade payables	3,742,113	49,986	85,169	53,470
11. Financial liabilities	5,276,175	128,832	69,238	-
12a. Other monetary liabilities	744,877	19,701	7,661	20,454
12b. Other non-monetary liabilities	-	-	-	-
<b>13. Current liabilities (10+11+12)</b>	<b>9,763,165</b>	<b>198,519</b>	<b>162,068</b>	<b>73,924</b>
14. Trade payables	-	-	-	-
15. Financial liabilities	30,840,931	743,599	413,401	-
16a. Other monetary liabilities	-	-	-	-
16b. Other non-monetary liabilities	-	-	-	-
<b>17. Non-current liabilities (14+15+16)</b>	<b>30,840,931</b>	<b>743,599</b>	<b>413,401</b>	<b>-</b>
<b>18. Total liabilities (13+17)</b>	<b>40,604,096</b>	<b>942,118</b>	<b>575,469</b>	<b>73,924</b>
<b>19. Net items of off balance sheet derivative asset/ (liability) position (19a - 19b)</b>	<b>26,484,715</b>	<b>825,000</b>	<b>184,012</b>	<b>-</b>
19a. Total amount of assets hedged	33,094,944	825,000	418,800	-
19b. Total amount of liabilities hedged	6,610,229	-	234,788	-
<b>20. Net foreign assets / (liability) position (9-18+19)</b>	<b>2,694,502</b>	<b>300,159</b>	<b>(202,371)</b>	<b>641,031</b>
<b>21. Net foreign currency asset / (liability) / (position of monetary items (=1+2a+5+6a -10-11-12a-14-15-16a)</b>	<b>(25,098,167)</b>	<b>(538,707)</b>	<b>(419,332)</b>	<b>618,775</b>
22. Fair value of financial instruments used in foreign currency hedge	994,990	38,531	-	-
23. Export	11,122,012	246,954	272,801	349,724
24. Import	5,786,386	79,038	188,901	155,295

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

### 29. Financial Instruments and Financial Risk Management (Continued)

#### b) Financial Risk Factors (Continued)

#### b.3) Market risk management (Continued)

#### b.3.1) Foreign currency risk management (Continued)

	Foreign Currency Position as of 31 December 2022			
	TRY equivalent	USD	EUR	TRY Equivalent of other Currencies
1. Trade Receivables	4,916,645	116,011	129,741	161,052
2a. Monetary financial assets, (cash and banks included)	8,579,373	329,090	98,813	456,115
2b. Non-monetary financial assets	-	-	-	-
3. Other	325,424	3,995	11,864	14,212
<b>4. Current assets (1+2+3)</b>	<b>13,821,442</b>	<b>449,096</b>	<b>240,418</b>	<b>631,379</b>
5. Trade receivables	-	-	-	-
6a. Monetary financial assets	823,579	44,021	23	-
6b. Non-monetary financial assets	-	-	-	-
7. Other	885,572	8,661	34,524	35,401
<b>8. Non-current assets (5+6+7)</b>	<b>1,709,151</b>	<b>52,682</b>	<b>34,547</b>	<b>35,401</b>
<b>9. Total Assets (4+8)</b>	<b>15,530,593</b>	<b>501,778</b>	<b>274,965</b>	<b>666,780</b>
10. Trade payables	2,201,364	50,950	61,683	19,045
11. Financial liabilities	4,681,883	21,730	214,477	-
12a. Other monetary liabilities	360,788	11,732	5,488	32,005
12b. Other non-monetary liabilities	-	-	-	-
<b>13. Current liabilities (10+11+12)</b>	<b>7,244,035</b>	<b>84,412</b>	<b>281,648</b>	<b>51,050</b>
14. Trade payables	-	-	-	-
15. Financial liabilities	22,177,786	732,235	425,697	-
16a. Other monetary liabilities	195	1	9	-
16b. Other non-monetary liabilities	-	-	-	-
<b>17. Non-current liabilities (14+15+16)</b>	<b>22,177,981</b>	<b>732,236</b>	<b>425,706</b>	<b>-</b>
<b>18. Total liabilities (13+17)</b>	<b>29,422,016</b>	<b>816,648</b>	<b>707,354</b>	<b>51,050</b>
<b>19. Net items of off balance sheet derivative asset/ (liability) position (19a - 19b)</b>	<b>9,541,100</b>	<b>590,000</b>	<b>(74,788)</b>	<b>-</b>
19a. Total amount of assets hedged	14,221,581	590,000	160,000	-
19b. Total amount of liabilities hedged	4,680,481	-	234,788	-
<b>20. Net foreign assets / (liability) position (9-18+19)</b>	<b>(4,350,323)</b>	<b>275,130</b>	<b>(507,177)</b>	<b>615,730</b>
<b>21. Net foreign currency asset / (liability) / (position of monetary items (=1+2a+5+6a -10-11-12a-14-15-16a)</b>	<b>(15,102,419)</b>	<b>(327,526)</b>	<b>(478,777)</b>	<b>566,117</b>
22. Fair value of financial instruments used in foreign currency hedge	1,798,815	96,202	-	-
23. Export	18,344,288	607,504	460,906	254,731
24. Import	6,632,823	183,854	190,994	262,369

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

### 29. Financial Instruments and Financial Risk Management (Continued)

#### b) Financial Risk Factors (Continued)

#### b.3) Market risk management (Continued)

#### b.3.1) Foreign currency risk management (Continued)

The Group is mainly exposed to EUR and USD risks. Effects of other currencies are immaterial.

The table below represents the Group's sensitivity to a 10% deviation in foreign exchange rates (especially USD and EUR). 10% is the rate used by the Group while generating exchange rate risk reports; the related rate stands for the presumed possible change in the foreign currency rates by the Group's management. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 10% change in foreign currency rates. This analysis includes foreign currency denominated bank loans other than the functional currency of the ultimate user or borrower of the bank loans. The positive amount indicates increase in profit / loss before tax or equity.

#### Foreign Currency Sensitivity

	30 June 2023			
	Profit/(Loss)		Equity (*)	
	Foreign currency appreciation	Foreign currency devaluation	Foreign currency appreciation	Foreign currency devaluation
Change of USD against TRY by 10%				
1- USD net assets / liabilities	(1,391,106)	1,391,106	3,113,943	(3,113,943)
2- USD hedged from risks (-)	2,130,406	(2,130,406)	(1,187,863)	1,187,863
<b>3- USD net effect (1+2)</b>	<b>739,300</b>	<b>(739,300)</b>	<b>1,926,080</b>	<b>(1,926,080)</b>
Change of EUR against TRY by 10%				
4- EUR net assets / liabilities	(1,180,588)	1,180,588	5,839,926	(5,839,926)
5- EUR hedged from risks (-)	518,066	(518,066)	(1,179,089)	1,179,089
<b>6- EUR net effect (4+5)</b>	<b>(662,522)</b>	<b>662,522</b>	<b>4,660,837</b>	<b>(4,660,837)</b>
Change of other currencies against TRY by 10%				
7- Other currencies net assets / liabilities	61,877	(61,877)	1,648,849	(1,648,849)
8- Other currencies hedged from risks	-	-	-	-
<b>9- Other currencies net effect (7+8)</b>	<b>61,877</b>	<b>(61,877)</b>	<b>1,648,849</b>	<b>(1,648,849)</b>
<b>Total (3+6+9)</b>	<b>138,655</b>	<b>(138,655)</b>	<b>10,602,718</b>	<b>(10,602,718)</b>

(\*) Presents the increase or decrease in total shareholders' equity due to 10% change in currency translation and net investment hedges to Turkish Lira of subsidiaries, associates and joint ventures operating outside of Turkey.

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

### 29. Financial Instruments and Financial Risk Management (Continued)

#### b) Financial Risk Factors (Continued)

#### b.3) Market risk management (Continued))

#### b.3.1) Foreign currency risk management (Continued)

#### Foreign Currency Sensitivity (continued)

	31 December 2022			
	Profit/(Loss)		Equity (*)	
	Foreign currency appreciation	Foreign currency devaluation	Foreign currency appreciation	Foreign currency devaluation
Change of USD against TRY by 10%				
1- USD net assets / liabilities	(612,417)	612,417	2,335,412	(2,335,412)
2- USD hedged from risks (-)	1,103,200	(1,103,200)	-	-
<b>3- USD net effect (1+2)</b>	<b>490,783</b>	<b>(490,783)</b>	<b>2,335,412</b>	<b>(2,335,412)</b>
Change of EUR against TRY by 10%				
4- EUR net assets / liabilities	(954,436)	954,436	4,002,014	(4,002,014)
5- EUR hedged from risks (-)	(149,090)	149,090	-	-
<b>6- EUR net effect (4+5)</b>	<b>(1,103,526)</b>	<b>1,103,526</b>	<b>4,002,014</b>	<b>(4,002,014)</b>
Change of other currencies against TRY by 10%				
7- Other currencies net assets / liabilities	56,612	(56,612)	1,166,437	(1,166,437)
8- Other currencies hedged from risks	-	-	-	-
<b>9- Other currencies net effect (7+8)</b>	<b>56,612</b>	<b>(56,612)</b>	<b>1,166,437</b>	<b>(1,166,437)</b>
<b>Total (3+6+9)</b>	<b>(556,131)</b>	<b>556,131</b>	<b>7,503,863</b>	<b>(7,503,863)</b>

(\*) Presents the increase or decrease in total shareholders' equity due to 10% change in currency translation to Turkish Lira of subsidiaries, associates and joint ventures operating outside of Turkey.

#### b.3.2) Interest rate risk management

The Group's exposure to interest rate risk is related to its financial liabilities. Based on the current balance sheet composition and analysis calculated by the Group, if the TRY interest rates were increased/decreased by 1% and foreign currency interest rates were increased/decreased by 0.25% with the assumption of keeping all other variables constant. The effect on net profit/loss for the period before taxation and non-controlling interest would decrease/increase by TRY 30,146 thousand as of 30 June 2023 (31 December 2022: TRY 49,053 thousand).



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### 30. Financial Instruments (Fair Value and Hedge Accounting Disclosures)

#### Categories of Financial Instruments

30 June 2023	Financial assets or liabilities measured with amortized cost method	Financial liabilities fair value through other comprehensive income	Financial assets or liabilities fair value through profit or loss	Book Value
<b>Financial assets</b>	<b>50,349,517</b>	<b>1,119,011</b>	<b>5,109,735</b>	<b>56,578,263</b>
Cash and cash equivalents	21,150,153	-	-	21,150,153
Trade receivables	25,674,452	-	-	25,674,452
Due from related parties	527,592	-	-	527,592
Derivative financial assets	-	1,102,406	854,333	1,956,739
Financial investments	2,997,320	16,605	4,255,402	7,269,327
<b>Financial liabilities</b>	<b>75,178,072</b>	<b>961,633</b>	<b>116</b>	<b>76,139,821</b>
Financial liabilities	62,868,032	-	-	62,868,032
Trade payables	11,876,192	-	-	11,876,192
Due to related parties	433,848	-	-	433,848
Derivative financial liabilities	-	961,633	116	961,749
31 December 2022	Financial assets or liabilities measured with amortized cost method	Financial liabilities fair value through other comprehensive income	Financial assets or liabilities fair value through profit or loss	Book Value
<b>Financial assets</b>	<b>47,943,472</b>	<b>1,860,216</b>	<b>2,010,617</b>	<b>51,814,305</b>
Cash and cash equivalents	25,244,811	-	-	25,244,811
Trade receivables	19,777,198	-	-	19,777,198
Due from related parties	63,234	-	-	63,234
Derivative financial assets	-	1,843,611	256,286	2,099,897
Financial investments	2,858,229	16,605	1,754,331	4,629,165
<b>Financial liabilities</b>	<b>58,291,899</b>	<b>157,874</b>	<b>143,208</b>	<b>58,592,981</b>
Financial liabilities	46,912,236	-	-	46,912,236
Trade payables	11,114,704	-	-	11,114,704
Due to related parties	264,959	-	-	264,959
Derivative financial liabilities	-	157,874	143,208	301,082

# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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

### 30. Financial Instruments (Fair Value and Hedge Accounting Disclosures) (Continued)

#### Fair Value of Financial Instruments

Financial assets	30 June 2023			
	Total	Category 1	Category 2	Category 3
Financial Assets at Fair value through other comprehensive income	16,605	-	-	16,605
Derivative financial assets	1,956,739	-	1,956,739	-
<b>Total</b>	<b>1,973,344</b>	<b>-</b>	<b>1,956,739</b>	<b>16,605</b>

  

Financial assets	31 December 2022			
	Total	Category 1	Category 2	Category 3
Financial Assets at Fair value through other comprehensive income	16,605	-	-	16,605
Derivative financial assets	2,099,897	-	2,099,897	-
<b>Total</b>	<b>2,116,502</b>	<b>-</b>	<b>2,099,897</b>	<b>16,605</b>

The classification of the Group's financial assets and liabilities at fair value is as follows:

- **Category 1:** Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- **Category 2:** Inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (that is as prices) or indirectly (that is derived from prices).
- **Category 3:** Inputs for the asset or liability that is not based on observable market data (that is unobservable inputs).

### 31. Events After Reporting Period

- In the PDP statement dated July 26, 2023, was announced that the annual evaluation report of Türkiye Şişe ve Cam Fabrikaları A.Ş., which was announced to the public on May 30, 2023 by the International Credit Rating Agency Fitch Ratings, published on July 21, 2023.
- Amendments were made to the Corporate Tax Law No. 5520 with a Law submitted to the Grand National Assembly of Turkey on 5 July 2023 and published in the Official Gazette dated 15 July 2023. According to this; the corporate tax rate has been increased from 20% to 25%, starting from the declarations that will be submitted as of 1 October 2023. Besides, the 1-point discount applied for corporate tax rate to the earnings of exporting institutions exclusively from exports has been changed to 5 points. In addition, starting from 15 July 2023; 50% tax exception stipulated for immovable assets' sales gains in the Law No. 5520 has been abolished with the amendment. However, the 50% tax exemption ratio will be applied as 25% for the sales of immovable assets of the entities acquired before 15 July 2023. Efforts to determine the effects of these changes on current and deferred tax amounts continue.
- In the PDP statement dated August, 4 2023 was announced that the redemption payment of the Bill with the ISIN code TRFSISE82318 and a nominal amount of TRY 475,000,000 with a maturity date of 04.08.2023 has been made.

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# TÜRKİYE ŞİŞE VE CAM FABRİKALARI A.Ş.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD 1 JANUARY – 30 JUNE 2023

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### 32. Other Issues that Significantly Affect the Financial Statements or Other Issues, Required for the Clear Understanding of Financial Statements

#### Approval of Financial Statements

In accordance with the Capital Markets Board's (CMB) Communiqué No. II-14.1 on Principles Regarding Financial Reporting in the Capital Markets for the interim accounting period ending on June 30, 2022, our company, in accordance with Turkish Accounting Standards/Turkish Financial Reporting Standards (TMS/TFRS), CMB and Public Oversight Agency Condensed Consolidated statement of financial position, statement of profit or loss, statement of other comprehensive income, statement of cash flow and statement of changes in shareholders' equity (Financial Statements), along with their interim reviewed footnotes prepared in accordance with TAS 34 Interim Financial Reporting formats determined by POA, Audit Committee It has been examined taking into account the opinion of; that the aforementioned condensed consolidated financial statements reflect the actual situation of the operating results, that the accounting principles followed by our Company and the regulations of the Capital Markets Board are appropriate and correct, that the financial reports are signed electronically. It was decided at the meeting of the Board of Directors of the Company on 4 August 2023 to make the necessary notifications within the scope of the regulations.