

**GEDİK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ
AND ITS SUBSIDIARIES**

**CONVENIENCE TRANSLATION INTO ENGLISH OF
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD 1 JANUARY -30 SEPTEMBER 2022
(ORIGINALLY ISSUED IN TURKISH)**

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GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED FINANCIAL POSITION AS OF 30 SEPTEMBER 2022

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

ASSETS	Notes	Current Period Unaudited 30 September 2022	Previous Period Audited 31 December 2021
CURRENT ASSETS			
Cash and cash equivalents	3	534,084,069	725,652,473
Financial investments	5	949,265,735	370,294,558
Trade receivables		3,559,567,521	1,941,020,274
- <i>Trade receivables from related parties</i>	4-19	672,885,190	14,692,693
- <i>Trade receivables from non-related parties</i>	4	2,886,682,331	1,926,327,581
Other receivables		397,228,796	301,384,272
- <i>Other receivables from related parties</i>	8-19	425,000	-
- <i>Other receivables from non-related parties</i>	8	396,803,796	301,384,272
Prepaid expenses		8,043,224	3,537,532
- <i>Prepaid expenses to non-related parties</i>		8,043,224	3,537,532
Assets related with current period tax		41,097,680	225,154
Total current assets		5,489,287,025	3,342,114,263
NON CURRENT ASSETS			
Financial investments	5	30,443,122	11,616,868
Investments accounted through equity method	15	77,366,279	75,000,000
Other receivables	8	1,153,862	1,038,365
- <i>Other receivables from non-related parties</i>		1,153,862	1,038,365
Right of use assets	9	15,344,035	16,406,619
Tangible assets	7	23,191,699	23,377,628
Intangible assets	7	8,038,150	6,002,827
- <i>Other intangible assets</i>		8,038,150	6,002,827
Prepaid expenses		260,093	-
- <i>Prepaid expenses to non-related parties</i>		260,093	-
Deferred tax assets	10	108,498,687	726,860
Total non-current assets		264,295,927	134,169,167
TOTAL ASSETS		5,753,582,952	3,476,283,430

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

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED FINANCIAL POSITION AS OF 30 SEPTEMBER 2022

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

LIABILITIES AND EQUITY	Notes	Current Period Unaudited 30 September 2022	Previous Period Audited 31 December 2021
CURRENT LIABILITIES			
Short term borrowings	6	2,096,661,372	1,052,603,863
- Liabilities from short term leases		5,078,854	19,060,886
- Other short term borrowings		2,091,582,518	1,033,542,977
Trade payables		2,892,018,045	1,767,221,812
- Trade payables to related parties	4-19	3,757,775	38,611,365
- Trade payables to non-related parties	4	2,888,260,270	1,728,610,447
Liabilities regarding employee benefits	18	12,091,668	6,960,496
Income tax liabilities	10	2,950,594	20,682,198
Provisions		13,857,540	32,795,614
- Short term provisions related to employee benefits	18	2,227,133	2,124,287
- Other short term provisions	17	11,630,407	30,671,327
Other payables		12,798,427	20,186,755
- Other payables to related parties	8-19	-	53,218
- Other payables to non-related parties	8	12,798,427	20,133,537
Total current liabilities		5,030,377,646	2,900,450,738
NON CURRENT LIABILITIES			
Long term borrowings	6	15,188,169	534,806
- Liabilities from long term leases		15,188,169	534,806
Other payables		44	44
- Other payables to non-related parties		44	44
Long term provisions		18,038,443	10,658,356
- Long term provisions related to employee benefits	18	18,038,443	10,658,356
Deferred tax liability	10	180,484	229,367
Total non-current liabilities		33,407,140	11,422,573
EQUITY			
Equity held by the Parent		674,067,702	548,067,325
Paid-in capital	11	327,600,000	252,000,000
Capital advance	11	301,104,792	-
Reacquired shares (-)		(40,068,364)	-
Accumulated other comprehensive income and expenses that will not be reclassified under profit or loss	11	(1,663,155)	(1,536,818)
- Defined benefit plans remeasurement losses		(1,663,155)	(1,536,818)
Legal reserves	11	88,154,716	29,979,219
Retained earnings	11	59,524,408	27,467,794
Net (loss) / profit for the period		(60,584,695)	240,157,130
Non-controlling interests	11	15,730,464	16,342,794
TOTAL LIABILITIES AND EQUITY		5,753,582,952	3,476,283,430

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

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR INTERIM PERIOD 1 JANUARY - 30 SEPTEMBER 2022

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

		Current Period Unaudited 1 January - 30 September 2022	Previous Period Unaudited 1 January - 30 September 2021	Current Period Unaudited 1 July - 30 September 2022	Previous Period Unaudited 1 July - 30 September 2021
PROFIT AND LOSS	Notes				
Revenues	12	57,214,500,602	9,808,156,429	19,654,322,495	2,903,219,963
Cost of sales(-)	12	(56,735,497,061)	(9,415,276,314)	(19,582,993,793)	(2,794,809,529)
GROSS PROFIT		479,003,541	392,880,115	71,328,702	108,410,434
General administrative expenses (-)	14	(291,637,195)	(180,457,319)	(101,640,623)	(56,516,706)
Marketing expenses (-)	14	(36,659,344)	(26,570,029)	(15,003,660)	(11,577,658)
Other operating income	13	770,348,630	94,567,733	272,208,721	22,721,070
Other operating expenses (-)	13	(1,017,069,768)	(49,492,187)	(597,229,388)	(2,033,457)
OPERATING (LOSS)/PROFIT		(96,014,136)	230,928,313	(370,336,248)	61,003,683
Income from investment activities		2,752,861	13,761	236,967	2,752
Expenses from investment activities (-)		(59,556)	(2,096)	(59,556)	(849)
Shares from profit of investments accounted through equity method	15	2,366,279	-	(353,660)	-
OPERATING (LOSS)/PROFIT BEFORE FINANCE INCOME AND EXPENSES		(90,954,552)	230,939,978	(370,512,497)	61,005,586
Financial income	16	110,631,986	48,872,148	40,343,150	14,206,659
Financial expenses (-)	16	(181,244,575)	(86,631,728)	(69,731,076)	(34,778,009)
(LOSS)/PROFIT BEFORE TAX FROM CONTINUING OPERATIONS		(161,567,141)	193,180,398	(399,900,423)	40,434,236
Tax income / (expense) from continuing operations					
Corporate tax expense (-)	10	(7,091,248)	(46,878,395)	37,223,380	(7,669,868)
Deferred tax income / (expense)	10	107,788,014	145,234	114,129,668	(1,163,094)
(LOSS)/PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		(60,870,375)	146,447,237	(248,547,375)	31,601,274
LOSS FOR THE PERIOD FROM DISCONTINUED OPERATIONS		(242,871)	-	-	-
NET (LOSS)/PROFIT FOR THE PERIOD		(61,113,246)	146,447,237	(248,547,375)	31,601,274
Net (loss)/profit for the period attributable to:					
Equity holders of the parent		(60,584,695)	146,783,938	(248,389,448)	31,918,508
Non-controlling interest		(528,551)	(336,701)	(157,927)	(317,234)
(Loss)/Earnings per share	20	(0.1849)	0.4481	(0.7582)	0.0974
OTHER COMPREHENSIVE EXPENSES					
Items that will not be reclassified in profit or (loss)					
Defined benefits plans remeasurement losses		(159,048)	(550,156)	(175,944)	(190,345)
Tax expense related to other comprehensive income not to be reclassified under profit or loss		32,696	110,031	35,189	38,069
OTHER COMPREHENSIVE EXPENSES		(126,352)	(440,125)	(140,755)	(152,276)
TOTAL COMPREHENSIVE (EXPENSES)/INCOME		(61,239,598)	146,007,112	(248,688,130)	31,448,998
Total comprehensive (expenses)/income attributable to:					
Equity holders of the parent		(60,711,036)	146,343,817	(248,530,203)	31,766,236
Non-controlling interest		(528,562)	(336,705)	(157,927)	(317,238)
Comprehensive (expenses)/income per share	20	(0.1853)	0.4467	(0.7586)	0.0970

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

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDER'S EQUITY FOR THE INTERIM PERIOD 1 JANUARY - 30 SEPTEMBER 2022

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

	Notes	Paid-in capital	Repurchase shares (-)	Capital advance	Accumulated other comprehensive income and expenses that will not be reclassified in profit or loss	Restricted reserves appropriated from profits	Retained earnings		Total of equity held by parent	Non-controlling interests	Total equity
					Defined benefit plans remeasurement losses		Accumulated earnings	Net profit for the period			
Prior period											
Balances at 1 January 2021		120,000,000	-	-	(1,116,958)	19,250,423	31,532,553	168,691,630	338,357,648	3,713,510	342,071,158
Net profit/(loss) of the period		-	-	-	-	-	-	146,783,938	146,783,938	(336,701)	146,447,237
Other comprehensive income		-	-	-	(440,121)	-	-	-	(440,121)	(4)	(440,125)
Total comprehensive income		-	-	-	(440,121)	-	-	146,783,938	146,343,817	(336,705)	146,007,112
Transfers		-	-	-	-	10,728,796	157,962,834	(168,691,630)	-	-	-
Capital increase		132,000,000	-	-	-	-	(132,000,000)	-	-	-	-
Increase / (Decrease) due to other changes		-	-	-	-	-	(36,621)	-	(36,621)	301,972	265,351
Profit distribution		-	-	-	-	-	(30,000,000)	-	(30,000,000)	-	(30,000,000)
Balances at 30 September 2021		252,000,000	-	-	(1,557,079)	29,979,219	27,458,766	146,783,938	454,664,844	3,678,777	458,343,621
Current period											
Balances at 1 January 2022	11	252,000,000	-	-	(1,536,818)	29,979,219	27,467,794	240,157,130	548,067,325	16,342,794	564,410,119
Net profit/(loss) of the period		-	-	-	-	-	-	(60,584,695)	(60,584,695)	(528,551)	(61,113,246)
Other comprehensive income		-	-	-	(126,330)	-	-	-	(126,330)	(11)	(126,341)
Total comprehensive income		-	-	-	(126,330)	-	(60,584,695)	(60,711,025)	(60,711,025)	(528,562)	(61,239,587)
Transfers		-	-	-	-	18,107,079	222,050,051	(240,157,130)	-	-	-
Capital advance		-	-	301,104,792	-	-	-	-	301,104,792	-	301,104,792
Capital increase		75,600,000	-	-	-	-	(75,600,000)	-	-	-	-
Increase / (Decrease) due to share reacquisition transactions		-	(40,068,364)	-	-	40,068,364	(40,068,364)	-	(40,068,364)	-	(40,068,364)
Acquisition or disposal of subsidiary		-	-	-	-	-	1,274,986	-	1,274,986	(82,502)	1,192,484
Increase / (decrease) due to rate change effects		-	-	-	-	-	-	-	-	-	-
which does not cause any control loss in subsidiaries		-	-	-	(7)	54	(59)	-	(12)	(1,266)	(1,278)
Profit distribution		-	-	-	-	-	(75,600,000)	-	(75,600,000)	-	(75,600,000)
Balances at 30 September 2022	11	327,600,000	(40,068,364)	301,104,792	(1,663,155)	88,154,716	59,524,408	(60,584,695)	674,067,702	15,730,464	689,798,166

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

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE INTERIM PERIOD 1 JANUARY - 30 SEPTEMBER 2022

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

		Current Period Unaudited 1 January - 30 September 2022	Previous Period Unaudited 1 January - 30 September 2021
	Notes		
CASH FLOWS FROM OPERATING ACTIVITIES		(1,246,580,623)	(317,110,288)
Net profit for the period			
<i>Profit for the period from continuing operations</i>		<i>(60,870,375)</i>	<i>146,447,237</i>
<i>Profit for the period from discontinued operations</i>		<i>(242,871)</i>	<i>-</i>
Adjustments to reconcile net profit		(87,856,647)	63,602,228
Adjustment for depreciation and amortization expenses	7-9	11,614,441	9,266,186
Adjustment for impairment loss (reversal)	13	(193,800,164)	(643,118)
<i>Adjustment for impairment (reversal) of other financial assets or investments</i>		<i>(193,800,164)</i>	<i>(643,118)</i>
Adjustment for provisions		(10,497,459)	1,029,770
<i>Adjustments for provisions/(reversals) regarding employee benefits</i>	18	<i>8,543,461</i>	<i>3,280,743</i>
<i>Adjustments for other provisions (reversals)</i>	17	<i>(19,040,920)</i>	<i>(2,250,973)</i>
Adjustments for interest (income)/expenses	16	57,746,122	21,230,273
<i>Adjustments for interest income</i>		<i>(61,111,032)</i>	<i>(34,099,399)</i>
<i>Adjustments for interest expenses</i>		<i>118,857,154</i>	<i>55,329,672</i>
Adjustments for unrealized currency translation differences	13	152,896,319	(14,112,410)
Adjustments for retained earnings of investments accounted through equity method	15	(2,366,279)	-
Adjustment for tax expense	10	(100,696,766)	46,843,192
Adjustments for gains on disposals of non-current assets		(1,271,434)	(11,665)
<i>Adjustments for gains / (loses) arised from disposal of tangible assets</i>		<i>(1,271,434)</i>	<i>(11,665)</i>
Adjustments for gains / (loses) arised from disposal of subsidiary or joint ventures		(1,481,427)	-
Changes in working capital		(1,071,289,597)	(470,124,451)
Decrease (Increase) in financial investments		(472,918,800)	2,596,298
Adjustments related to increase/(decrease) in trade receivables		(1,663,022,374)	(416,927,485)
<i>(Increase)/Decrease in trade receivables from related parties</i>		<i>(658,192,497)</i>	<i>988,957</i>
<i>(Increase)/Decrease in trade receivables from non-related parties</i>		<i>(1,004,829,877)</i>	<i>(417,916,442)</i>
Adjustments related to increase/(decrease) in other receivables		(95,960,021)	(159,149,008)
<i>Decrease (Increase) in other receivables from related parties</i>		<i>(425,000)</i>	<i>-</i>
<i>Decrease (Increase) in other receivables from non-related parties</i>		<i>(95,535,021)</i>	<i>(159,149,008)</i>
Decrease (Increase) in prepaid expenses		(4,819,003)	(1,998,917)
Adjustments related to increase/(decrease) in trade payables		1,161,622,887	108,046,562
<i>(Increase)/Decrease in trade payables to related parties</i>		<i>(34,853,590)</i>	<i>38,998,256</i>
<i>(Increase)/Decrease in trade payables to non-related parties</i>		<i>1,196,476,477</i>	<i>69,048,306</i>
Increase (Decrease) in payables regarding employee benefits		5,131,172	(1,435,325)
Adjustments related to increase/(decrease) in other payables		(1,323,458)	(1,256,576)
<i>Decrease (Increase) in other payables to non related parties</i>		<i>(1,323,458)</i>	<i>(1,256,576)</i>
Net cash generated from operations		(26,321,133)	(57,035,302)
Payments related with provisions for employee benefits		(1,498,281)	(657,994)
Tax Returns/(Payments)		(24,822,852)	(56,377,308)

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

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE INTERIM PERIOD 1 JANUARY - 30 SEPTEMBER 2022

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

		Current Period Unaudited 1 January - 30 September 2022	Previous Period Unaudited 1 January - 30 September 2021
	Notes		
CASH FLOWS FROM INVESTING ACTIVITIES		83,781,426	34,633,216
Cash inflows related to subsidiary sales that will lead to losing control		1,742,500	-
Cash outflows related to additional share acquisitions of subsidiary		(1,278)	-
Cash outflows due to Subsidiaries and/or Joint Ventures share acquisition or capital increase		(21,615,647)	(8,134,797)
Cash inflows from sale of tangible assets		1,368,608	128,442
Cash outflows from purchases of tangible and intangible assets		(8,344,743)	(6,232,577)
<i>Cash outflows from purchases of tangible assets</i>	7	(4,898,829)	(4,957,951)
<i>Cash outflows from purchases of intangible assets</i>	7	(3,445,914)	(1,274,626)
Dividends received	16	49,520,954	14,772,749
Interest received	16	61,111,032	34,099,399
CASH FLOWS FROM FINANCING ACTIVITIES		1,116,478,639	258,696,470
Cash inflows from capital advances	11	301,104,792	-
Cash inflows from borrowings		1,008,039,541	-
Cash inflows from debt securities issued		345,000,000	310,000,000
Cash outflows on loan repayments		-	138,630,130
Cash outflows from repayment of debt securities issued		(295,000,000)	(123,953,700)
Cash outflows from other financial debt payments		-	(37,753,547)
Cash outflows from lease contracts		(8,140,176)	(4,629,252)
Dividends paid		(75,600,000)	(30,000,000)
Interest paid		(118,857,154)	(55,329,672)
Cash outflow related to acquisitions of the Entity's own shares		(40,068,364)	-
Other cash outflows		-	61,732,511
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		(46,320,558)	(23,780,602)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	3	87,447,439	94,664,342
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	3	41,126,881	70,883,740

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

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 1 GROUP'S ORGANIZATION AND NATURE OF ACTIVITIES

Gedik Yatırım Menkul Değerler A.Ş. ("Company" or together with its subsidiary is referred to as the "Group" in these consolidated financial statements), with the title of Gedik Menkul Değerler Anonim Şirketi, in accordance with the Capital Markets Law No. 2499 and the provisions of the relevant legislation, all kinds of capital markets was established on 8 May 1991 in order to carry out capital market activities related to financial instruments, to make all kinds of transactions and contracts related to these activities, and to carry out brokerage activities. The title of the Company was changed to Gedik Yatırım Menkul Değerler Anonim Şirketi on 11 June 1998.

The Company holds the following certificates of authorization from the Turkish Capital Markets Board ("CMB"):

- Security Brokerage Institution Broadly Authorized Certificate (Acquisition dated:27 August 2015 Certificate number: G-009 (276))

This authorization certificate allows the Company to engage in brokerage transaction, portfolio brokerage, individual portfolio management, investment consultancy, public offering brokerage by means of underwriting and custody service activities.

The Company applied to the Capital Market Board (CMB), in order to renew the authorization certificate of its operations and continue its operations under the title of Security Brokerage Institution Broadly Authorized in accordance with the Communiqué numbered: IH-37.1 relating to Investment Services and Operations and Other Services and Communiqué numbered HI-39.1 relating to the Establishment and Operating Basis of Investment Firms. As a result of the application made, the authorization certificates of the Parent Company obtained pursuant to the former legislations were voided with the approval of the Capital Market Board and the Broad Authorization Security Brokerage Institution Certificate was granted by the CMB to the Parent Company.

As of 30 September 2022, the capital of the Company is TL 327,600,000 (31 December 2021: TL 252,000,000) and the main shareholder controlling the Group is Inveo Yatırım Holding A.Ş. (Note 11). At the meeting of the board of director of the Company dated 8 April 2022 it was decided to increase the Company's capital from TL 252,000,000 to TL 327,600,000 by increasing TL 75,600,000 to be fully covered by the 2021 profit distribution. Based on the aforementioned decision, an application has been made to the Capital Markets Board ("CMB") as of 8 April 2022. The relevant application was received positively by the CMB as of 12 May 2022. The capital of the Company has been registered at the Trade Registry as of 17 May 2022.

The decision to increase the registered capital ceiling of the company from TL 300,000,000 to TL 600,000,000 was accepted at the Ordinary General Assembly Meeting held on 31 January 2022. To the relevant decision Company applied to CMB and application approved by CMB on 2 February 2022. The decision to increase the registered capital ceiling of the company has presentation for approve at the Ordinary General Assembly Meeting held on 25 March 2022 and was accepted at the Ordinary General Assembly Meeting. The registration procedures of Ordinary General Assembly Meeting completed on 30 March 2022.

As of 30 September 2022, 49.15% (31 December 2021: 49.15%) of the Company's shares are traded at the Istanbul Stock Exchange (BIST), 15.13 % (31 December 2021: 15.01%) of these shares are in actual circulation in BIST market.

During the period ending on 30 September 2022, the number of personnel employed within the Group is 576 (31 December 2021: 553 personnel).

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 1 GROUP’S ORGANIZATION AND NATURE OF ACTIVITIES (Cont’d)

As of 30 September 2022, the addresses of the Group's headquarters and branches are as follows:

Headquarters	Altayçeşme Mah. Çamlı Sok. Ofispark İş Merkezi Blok No: 21 İç Kapı No: 45 Maltepe / İstanbul
Branch (Adana)	Çınarlı Mah. Ziyapaşa Bulvarı No: 78 Güneş Ziyapaşa İş Merkezi Kat: 5 No: 504 Seyhan / Adana
Branch (Adapazarı)	Tiğcılar Mah. Yeni Cami Sok. No: 5 İç Kapı No: 201 Adapazarı/Sakarya
Branch (Ankara/Çankaya)	Yıldızevler Mahallesi 714. Sokak Dış Kapı No 5 İç Kapı No 38 Vizyon Plaza Çankaya/Ankara
Branch (Ankara / Kızılay)	Mustafa Kemal Mah. 2157 Sk. Dış Kapı No: 2 İç Kapı No: 11 Çankaya/Ankara
Branch (Antalya)	Elmalı Mah. Cumhuriyet Cad. Dış Kapı No : 40 Gültekin İşhanı Kat: 3 İç Kapı No : 301 Muratpaşa/Antalya
Branch (Alanya)	Şekerhane Mah. 1100 Sok. Dış Kapı No: 9 İç Kapı No: 206 Alanya/Antalya
Branch (Aydın)	Hasanefendi-Ramazan Paşa Mah. İstiklal Cad. Dış Kapı No : 23 İç Kapı No : 1 Efeler/Aydın
Branch (Bağdat Caddesi Private)	Caddebostan Mah. Kantarcı Rıza Sk. Dış Kapı No : 1 İç Kapı No : 8 Kadıköy / İstanbul
Branch (Bakırköy)	Cevizlik Mah. Muhasebeci Sok. Neşe Han No: 1 Kat: 3 Bakırköy /İstanbul
Branch (Balıkesir)	Eski Kuyumcular Mah. Anafartalar Cad. Acarlar İş Merkezi Dış Kapı No: 23 İç Kapı No: 1 Karesi/Balıkesir
Branch (Bandırma)	Dere Mah. Ordu Cad. Dış Kapı No: 3 İç Kapı No: 2 Bandırma/Balıkesir
Branch (Batı Atşehir)	Barbaros Mah. İhlamur Bulvarı Sarkaç Sok. Ağaoğlu My Prestige No: 1 D: 12-13 Ataşehir/İstanbul
Branch (Bodrum Private)	Çırkan Mahallesi Atatürk Bulvarı No : 16C Bodrum / Muğla
Branch (Bursa)	İhsaniye Mah. İlkur Sok. Dış Kapı No: 1D İç Kapı No: 8 Nilüfer/Bursa
Branch (Bursa Nilüfer)	Odunluk Mah. Liman Cad. No: 7 Nilüfer/Bursa
Branch (Çanakkale)	Kemalpaşa Mah. Şair Ece Ayhan Meydanı Dış Kapı No: 22 Kat: 2 İç Kapı No: 2 Merkez/Çanakkale
Branch (Çorum)	Yavruturna Mah. 1. Maliye Sok. No: 1 Kat: 4 D: 22 Çorum
Branch (Çorlu)	Zafer Mah. Cumhuriyet Bulvarı Dış Kapı No: 9T1 İç Kapı No: 114 Çorlu/Tekirdağ
Branch (Denizli)	Saraylar Mah. İkinci Ticari Yol Cad. Kımıl İş Merkezi No: 24 K: 4 D: 8 Denizli
Branch (Edirne)	Sabuni Mah. Banka Aralığı Sok. Kardeşler İş Merkezi No: 10/19 Merkez/Edirne
Branch (Elazığ)	Yeni Mah. Gazi Cad. No: 28/3 Elazığ
Branch (Eskişehir)	Akarbaşı Mah. Atatürk Bulvarı No: 77 A Odunpazarı/Eskişehir
Branch (Etiler Private)	Etiler Mah. Yıldızçeği Sok. No: 11 Beşiktaş / İstanbul
Branch (Fethiye)	Babataşı Mah. 774. Sok. No: 2 Fethiye / Muğla
Branch (Gebze)	Hacı Halil Mah. Hükümet Cad. No: 95 Gebze / Kocaeli
Branch (İzmir)	Akdeniz Mah. Akdeniz Cad. Dış Kapı No : 1 İç Kapı No : 303 Konak/İzmir
Branch (İzmit)	Körfez Mahallesi Ankara Karayolu Cad. Dış Kapı No : 123/ 2 İç Kapı No : 9 İzmit / Kocaeli
Branch (Kapalıçarşı)	Kürkçüler Sk . No: 25 Eminönü / Kapalıçarşı / İstanbul
Branch (Karabük)	Bayır Mah. Menderes Cad. Çebiöğü Twin Towers B Blok Dış Kapı No: 107 Merkez/Karabük
Branch (Karadeniz Ereğli)	Müftü Mah. Süheyle Erel Sok. No: 2/1 Ay City İş Merkezi Kat: 7 Ofis No: 85 Karadeniz Ereğli/Zonguldak
Branch (Kayseri)	Hunat Mah. Postalar Geçidi Sok. Dış Kapı No: 1 İç Kapı No: 206 Melikgazi/Kayseri
Branch (Konya)	Beyazıt Mahallesi Hüsnü Aşk Sok. Bezirci İş Merkezi Kat: 4 D: 403 Selçuklu / Konya
Branch (Kuşadası)	Türkmen Mah. Atatürk Bulvarı Dış Kapı No: 68/2 İç Kapı No: 3 Kuşadası / Aydın
Branch (Malatya)	Büyük Hüseyin Bey Mah. Atatürk Cad. Anadolu İş M. K: 3 No: 23 D: 9-10-11 Battalgazi /Malatya
Branch (Maltepe)	Bağlarbaşı Mah. Bağdat Cad. Gedik İş Merkezi No: 414 Kat: 2 Daire: 22 Maltepe /İstanbul
Branch (Manisa)	Anafartalar Mah. Mustafa Kemal Paşa Cad. Kamil Menteş Apt. No: 34/1 Manisa
Branch (Mersin)	Mahmudiye Mah. Atatürk Cad. Adil Kanun İş Hanı Kat: 2 Akdeniz / Mersin
Branch (Nazilli)	Altıntaş Mah. İstasyon Bulvarı No: 19/12 Kat: 4 Nazilli / Aydın
Branch (Ordu)	Düz Mah. Yıldırım Cad. Dış Kapı No: 4 İç Kapı No: 503 Altınordu/Ordu
Branch (Samsun)	Kale Mah. Kaptanağa Sok. No: 18/41 Mecit Turan İş Merkezi İlkadım/Samsun
Branch (Şişli)	Esentepe Mah. Büyükdere Cad. Dış Kapı No: 201 Loft Residence İç Kapı No: 50 Şişli /İstanbul
Branch (Tophane)	Necatibey Cad. Alipaşa Değirmen Sok. No: 24 80040 Tophane/Karaköy/ İstanbul
Branch (Trabzon)	Kemer kaya Mah. K. Maraş Cad. Ticaret Mektep Sok. Ustaömeroğlu İş Merkezi No: 9/9 Ortahisar/Trabzon
Branch (Ümraniye)	İnkılap Mah. Küçüksu Cad. Çeşminaz Sok. No: 2 Daire: 7 Ümraniye/İstanbul
Branch (Uşak)	İsmetpaşa Cad. No: 45 K: 2 Mavi Plaza Uşak

Marbaş Menkul Değerler A.Ş.

Headquarters	Esentepe Mah. Ecza Sok. Safer İş Hanı Blok No: 6 İç Kapı No: 7 Şişli/İstanbul
Branch (Ankara)	Tunalı Hilmi Cad. No: 60/12 Kavaklıdere/Ankara
Branch (Beylikdüzü)	Ferah Residence Hayrettin Paşa Mah 1993 Sokak No: 22 Daire No: A1 Esenyurt/İstanbul
Branch (Bursa)	Çekirge Mah. Çekirge Cad. Gökçen Apt 1/C Osmangazi/Bursa
Branch (Çankaya)	Mustafa Kemal Mah Dumlupınar Bulvarı (Eskişehir Devlet Yolu 9. Km) No: 266 C Blok İç Kapı No: 87 Çankaya/Ankara
Branch (Erenköy)	Bağdat Cad. Beyaz Apt. No: 339/5 Erenköy/Kadıköy/İstanbul
Branch (Levent)	Nispetiye Mah Aydar Cad No: 10 K: 1 D: 5 Beşiktaş/İstanbul
Branch (Malatya)	Sancaktar Mah. Aslantepi Cad. No: 93/9 Battalgazi / Malatya
Branch (Nişantaşı)	Vali Konağı Cad. No: 77/3 K: 3 D: 3 Nişantaşı/Şişli/İstanbul
Branch (Sirkeci)	Hobyar Mah Aşirefendi Cad No: 27 K: 6 No: 611 Eminönü/İstanbul
Branch (Suadiye)	Suadiye Mah Öncü Sokak 2/1 Blok K: 8 D: 8 Kadıköy/İstanbul

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 1 GROUP'S ORGANIZATION AND NATURE OF ACTIVITIES (Cont'd)

Subsidiaries

As of 30 September 2022, and 31 December 2021, Gedik Yatırım Menkul Değerler A.Ş.'s subsidiaries ("Subsidiaries") within the scope of full consolidation, their main fields of activity and the Group's direct and effective ownership rates are as follows:

Subsidiaries	30 September 2022		31 December 2021		Nature of business
	Direct ownership rate(%)	Group effective rate(%)	Direct ownership rate(%)	Group effective rate(%)	
Marbaş Menkul Değerler A.Ş.	100.00	100.00	99.997	99.997	Brokerage activities
Hive Girişim Sermayesi Yatırım Ortaklığı A.Ş.	56.20	56.20	56.20	56.20	Venture capital
Hiboost Girişim Teknoloji Geliştirme ve Yönetim A.Ş.	-	56.20	-	56.20	Computer Programming
Startup Bilişim Teknoloji ve Danışmanlık A.Ş. (*)	-	-	85.00	85.00	Advisory

(*) Based on the Company's Board of Directors meeting dated 22 June 2022, all shares of 85.00% of Startup Bilişim Teknoloji ve danışmanlık A.Ş. which held by the Company was transferred to Inveo Portföy Yönetimi A.Ş. Birinci Fintech Girişim Sermayesi Yatırım Fonu amounting TL 1,742,500.

Investments Accounted Through Equity Method

As of 30 September 2022, and 31 December 2021, Gedik Yatırım Menkul Değerler A.Ş.'s investments accounted through equity method, its main field of activity and the Group's direct and effective ownership rates are as follows:

Investments accounted through equity method	30 September 2022		31 December 2021		Nature of business
	Direct ownership rate(%)	Group effective rate(%)	Direct ownership rate(%)	Group effective rate(%)	
Inveo Yatırım Bankası A.Ş.	25.00	25.00	25.00	25.00	Investment Bank

Financial Investments

As of 30 September 2022, and 31 December 2021, Gedik Yatırım Menkul Değerler A.Ş.'s long term investments at fair value through profit and loss, their main fields of activity and the Group's direct and effective ownership rates are as follows:

Long-term financial investments at fair value through profit or loss.	30 September 2022		31 December 2021		Nature of business
	Direct ownership rate(%)	Group effective rate(%)	Direct ownership rate(%)	Group effective rate(%)	
10 Lift GMBH	-	1.93	-	-	Orientation process assistant
Aposto Teknoloji ve Medya A.Ş.	-	3.61	-	3.61	Internet newsgroup
Bambulabs Inc.	-	0.38	-	-	Application of digital menu
Botgate AI Technology OÜ	-	2.25	-	1.12	Chatbot supported by AI
Delivers Ai Robotik Otonom Sürüş Bilgi Teknolojileri A.Ş.	-	0.58	-	-	Deliver supported by AI
Destek Her Yerde Bilişim A.Ş.	-	1.69	-	-	Personal advisory
Finar İletişim Teknolojileri A.Ş.	-	-	15.00	15.00	Ccommunication tech
Helo Teknoloji Girişim Yönetim Danışmanlığı A.Ş.	-	22.48	-	22.48	Advisory
Hop Teknoloji A.Ş.	-	1.69	-	1.69	Shared mobility
Houston Bionics Inc.	-	2.02	-	2.02	Robotics technology
Insumo Inc.	-	0.98	-	0.56	Personal efficiency assistant
Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş.	15.00	15.00	-	-	Venture capital
İyi Yaşa Eğitim ve Sportif Faaliyetler A.Ş.	-	0.56	-	-	Personalised healthy lifestyle platform
Karma Sosyal Bilişim ve Teknoloji A.Ş.	-	11.24	-	-	Social astrology network
Laplace Analytics Finansal Teknolojiler A.Ş.	-	-	10.00	10.00	Financial technology
Mükellef Teknoloji A.Ş.	-	-	-	-	Management of established and financial process of companies
Producter Yazılım Tasarım Ve Danışmanlık Hizmetleri A.Ş.	-	0.28	-	-	Application of task management
Rezy Teknoloji Ticaret A.Ş.	-	2.25	-	-	Robotics Technology
Robomotion Yazılım Otomasyon Sistemleri A.Ş.	-	1.12	-	1.12	Online education
VRLab Academy Yazılım A.Ş.	-	1.87	-	-	Headcount systems
V-Count Teknoloji A.Ş.	-	0.30	-	0.30	Financial technology
Yancep Finansal Teknolojiler A.Ş.	-	8.95	-	-	-

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 2 BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

2.1 Basis of Presentation

Basis of accounting standards applied

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

Principles of Preparation of Consolidated Financial Statements

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

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

Comparative information and restatement of prior period financial statements

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

The Group's financial statements are prepared comparatively with the previous period in order to enable the determination of the financial position and performance trends. The Group has prepared the statement of financial position (balance sheet) as of 30 September 2022, statement of financial position (balance sheet) prepared as of 31 December 2021 and statement of profit or loss and other comprehensive income, statement of cash flow and change in equity for the accounting period of 1 January - 30 September 2022, has been prepared comparatively with the accounting period of 1 January-30 September 2021. If necessary, comparative information is restated in order to comply with the presentation of the current period financial statements.

Netting/Offsetting

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

Going concern

The Group has prepared its financial statements in accordance with the going concern principle.

Approval of financial statements

The Board of Directors has approved the financial statements and given authorization for the issuance on 21 October 2022.

Functional and presentation currency

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

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

2.1 Basis of Presentation (cont'd)

Basis of Consolidation

Subsidiaries

Subsidiaries are entities over which the Group has control. Group's control; exposure to variable returns in these companies is provided by the power to be entitled to and avoid these returns. Subsidiaries are consolidated using the full consolidation method from the date on which the control passes to the Group. They are excluded from the scope of consolidation as of the date of loss of control.

Balances arising from intragroup transactions and unrealized gains and losses arising from transactions with intragroup companies are eliminated.

Changes in the Group's current subsidiary's share capital

Changes in the Group's shareholding in subsidiaries that do not result in a loss of control are accounted for as equity transactions. The book values of the Group's interest and non-controlling interests are adjusted to reflect changes in subsidiary interests. The difference between the adjustment for non-controlling interests and the fair value of the consideration received or paid is accounted for directly in equity as the Group's share.

Loss of subsidiary control

If the Group loses control of a subsidiary, the post-sale profit/loss is calculated as the difference between i) the sum of the sales price received and the fair value of the remaining interest and ii) the previous book values of the subsidiary's assets (including goodwill) and liabilities and non-controlling interests. is calculated as. The amounts previously accounted for in other comprehensive income related to the subsidiary and collected in equity are recorded according to the accounting method to be used on the assumption that the Company has sold the relevant assets (For example, in accordance with the relevant TFRS standards, it is transferred to profit / (loss) or directly in the previous year. transfer to profits). The fair value at the date of loss of control of the investment remaining after the sale of the subsidiary is determined as fair value at the initial recognition under TFRS 9 Financial Instruments: Recognition and Measurement or, where applicable, at the initial recognition of an investment in an associate or jointly controlled entity. considered as cost.

Changes in accounting policies and disclosures

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

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

The Group has applied the new and revised standards and interpretations that are in compliance with TAS and TFRS and effective as of 30 September 2022, which are related to its field of activity.

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

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

2.1 Basis of Presentation (cont’d)

Changes in accounting policies and disclosures (cont’d)

a) *The new standards in force as of 30 September 2022 and the amendments and interpretations to the existing previous standards*

Changes in TFRS 7, TFRS 4 and TFRS 16 - Benchmark interest rate reform Phase 2:

Valid for annual reporting periods beginning on or after 1 January 2021. These Phase 2 amendments address issues arising from the implementation of reforms, including replacing a benchmark interest rate with an alternative. Phase 2 changes provide temporary additional ease in applying certain TAS 39 and TFRS 9 hedge accounting requirements to hedging relationships directly affected by the IBOR reform

Amendments to TFRS 4 “Insurance Contracts” - Postponing the implementation of TFRS 9:

These amendments postponed the application date of TFRS 17 for 2 years to 1 January 2023. These amendments postponed the specified date of the temporary exemption for the application of TFRS 9 Financial Instruments standard in TFRS 4 to 1 January 2023.

b) *Standards and amendments published but not yet effective as of 30 September 2022:*

Amendments to TFRS 16 'Leases - COVID 19 Lease Concessions' extension of facilitating application:

As of March 2021, this change has been extended until June 2022 and is effective from 1 April 2021. Due to the COVID-19 outbreak, some concessions were provided to tenants in rent payments. These concessions can take various forms, including suspending or deferring rental payments. With the amendment published in IFRS 16 Leases standard on 28 May 2020, IASB introduced an optional facilitating practice for the lessees to evaluate whether the privileges granted due to COVID-19 in the lease payments are a change in the lease. Lessees may choose to account for such lease concessions in accordance with the terms that would apply in the absence of a lease modification. This ease of application often causes the lease concession to be recognized as a variable lease payment during periods when the event or condition that triggers the reduction in lease payments occurs.

TFRS 17, “Insurance Contracts”:

Effective for annual reporting periods beginning on or after 1 January 2023. This standard replaces TFRS 4, which currently allows for a wide variety of applications. TFRS 17 will fundamentally change the accounting of all entities that issue insurance contracts and investment contracts with discretionary participation features.

Amendment of TMS 1, “Presentation of financial statements” standard regarding classification of liabilities:

The effective date has been postponed to the annual reporting periods beginning on or after 1 January 2024. These narrow changes made in TMS 1, “Presentation of financial statements” standard, explain that liabilities are classified as current or non-current, depending on the rights available at the end of the reporting period. The classification is not affected by events after the reporting date or by the entity's expectations (for example, the acquisition of a concession or breach of contract). The amendment also clarifies what TMS 1 means to “pay” an obligation.

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

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

2.1 Basis of Presentation (cont'd)

Changes in accounting policies and disclosures (cont'd)

b) Standards and amendments published but not yet effective as of 30 September 2022 (cont'd):

Narrow amendments to TFRS 3, TAS 16, TAS 37 and some annual improvements to TFRS 1, TFRS 9, TMS 41 and TFRS 16:

Valid for annual reporting periods beginning on or after 1 January 2022.

Amendments to TFRS 3 'Business combinations'; this amendment updates a reference to the Conceptual Framework for Financial Reporting in TFRS 3 without changing the accounting requirements for business combinations.

Amendments to TMS 16 'Tangible fixed assets'; prohibits a company from deducting revenue from the sale of manufactured products from the amount of tangible assets until the asset is ready for use. Instead, the company will recognize such sales proceeds and the associated cost in profit or loss.

Amendments to TMS 37, 'Provisions, Contingent Liabilities and Contingent Assets', this amendment specifies what costs the company will include when deciding whether to incur a loss from a contract.

The annual improvements make minor changes to the illustrative examples of TFRS 1 'First time application of International Financial Reporting Standards', TFRS 9 'Financial Instruments', TMS 41 'Agricultural Activities' and TFRS 16.

Narrow changes in TMS 1, Application Statement 2 and TMS 8:

Valid for annual reporting periods beginning on or after 1 January 2023. These changes are intended to improve accounting policy disclosures and help financial statement users distinguish between changes in accounting estimates and changes in accounting policies.

TMS 12, Amendment to deferred tax on assets and liabilities arising from a single transaction:

Valid for annual reporting periods beginning on or after 1 January 2023. These amendments require deferred tax recognition on transactions that cause equal amounts of taxable and deductible temporary differences when first recognized by companies.

The effects of these changes on the financial position and performance of the Group are being evaluated.

2.2 Changes in accounting policies

Significant changes in accounting policies and major accounting errors detected are applied retrospectively and prior period financial statements are restated. Group did not have any changes in its accounting policies in 2022.

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

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

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

2.3 Changes in accounting estimates and errors

If the application of changes in the accounting estimates affects the financial results of a specific period, the accounting estimate change is applied in that specific period, if they affect the financial results of current and following periods; the accounting policy estimate is applied prospectively in the period in which such change is made. There is no significant change in accounting estimates for the accounting period from 1 January to 30 September 2022.

2.4 Summary of significant accounting policies

The accounting policies applied in the interim condensed financial statement of the Group are the same as the accounting policies applied in the financial statements for the year ended 31 December 2021.

2.5 Significant accounting judgements estimates and assumptions

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

2.6 Segment reporting

Since the operating segments have similar economic characteristics and the other segments do not meet the numerical thresholds, the Group has not presented segment reporting in accordance with TFRS 8.

NOTE 3 CASH AND CASH EQUIVALENTS

	30 September 2022	31 December 2021
Cash at banks	513,240,797	688,339,841
<i>Demand deposits</i>	176,326,552	298,994,313
<i>Time deposits</i>	336,914,245	389,345,528
Receivables from Settlement and Custody Bank market	21,962,870	38,574,000
Expected credit loss (-)	(1,119,598)	(1,261,368)
	534,084,069	725,652,473

The maturity of the Group's time deposits varies between 3 and 47 days and the interest rate varies between 1% and 22.50% (31 December 2021: 3-35 days, 13.75% - 27%).

Cash and cash equivalents in the Group's cash flow statement as of 30 September 2022 and 2021; it is shown from TL 41,126,881 by deducting customer deposit balances from the total cash and cash equivalents (30 September 2021: TL 70,883,740).

	30 September 2022	30 September 2021
Cash and cash equivalents	535,203,667	551,424,787
Customer assets (-)	(492,957,188)	(479,677,417)
Expected credit loss (-)	(1,119,598)	(863,630)
	41,126,881	70,883,740

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022**

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

NOTE 4 TRADE RECEIVABLES AND PAYABLES

Current trade receivables	30 September 2022	31 December 2021
Receivables from credit customers (**)	1,260,706,122	922,488,546
Trade receivables from related parties (Note 19)	672,885,190	14,692,693
Receivables from customers	630,341,968	382,444,746
Receivables from futures and option contracts	524,360,947	441,278,067
Receivables from the Settlement and Custody Center	147,891,082	17,276,695
Other trade receivables	138,376,169	11,576,680
Receivables from foreign spot market guarantees	98,174,540	81,077,636
Receivables from outright purchases and sales transactions	81,114,903	69,741,811
Guarantees given for borrowed securities	5,716,600	443,400
Doubtful trade receivables (*)	485,922,198	4,518,515
Provisions for doubtful trade receivables (-) (*)	(485,922,198)	(4,518,515)
	3,559,567,521	1,941,020,274

(*) In the Company's material event disclosure dated 30 September 2022, it was announced that a receivable balance has occurred between the Company and its customers due to the recent developments arising from the extraordinary volatility in Borsa İstanbul A.Ş. Derivatives Market (VIOP). In the bulletin of the Capital Markets Board dated 2 October 2022 and numbered 2022/52, criminal complaints were filed against some of the Company's customers within the scope of the Market Fraud article 107/1 of the Capital Markets Law. As a result of the transactions carried out by the customers for whom a criminal complaint was made, the Company had to fulfill its VIOP collateral clearing obligations, which the customers could not meet, and became a creditor from the relevant customers. Legal proceedings have been initiated by the Company for customers who have become problem creditors, and provision for doubtful receivables has been made for these balances.

(**) As of 30 September 2022, the Group has allocated a loan amounting to TL 1,260,706,122 (31 December 2021: TL 922,488,546) to its customers to be used in stock transactions. As of 30 September 2022, customer guarantees amounting to TL 4,735,904,617 are held against the loans given by the Group (31 December 2021: TL 3,003,030,364).

Short term trade payables	30 September 2022	31 December 2021
Debts to the Settlement and Custody Center	881,352,170	203,694,265
Payables to customers	823,819,284	474,523,463
Liabilities from futures and options contracts	524,360,947	441,278,067
Payables to credit customers	251,948,862	101,412,949
Liabilities from customer deposits	223,709,530	346,928,924
Liabilities from foreign spot market guarantees, net	98,174,541	81,077,636
Payables from outright purchases and sales transactions	62,609,257	66,242,038
Suppliers	17,761,679	13,453,105
Guarantees received for borrowed securities	4,524,000	-
Trade payables to related parties (Note 19)	3,757,775	38,611,365
	2,892,018,045	1,767,221,812

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 5 FINANCIAL INVESTMENTS

<i>Short term financial assets measured at fair value through profit or loss</i>	30 September 2022	31 December 2021
Marketable securities	185,578,435	182,910,645
Private sector bills and bonds (*)	479,519,986	179,290,129
Investment funds (*)	284,167,314	8,093,784
	949,265,735	370,294,558

(*) As of 30 September 2022 and 31 December 2021, the Group's private sector bonds and bills and mutual funds in its portfolio are disclosed in Note 19.

<i>Long term financial assets measured at fair value through profit or loss</i>	30 September 2022	31 December 2021
Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş. (6)	9,750,000	-
Bambulabs, Inc (7)	1,577,900	-
Botgate AI Technology O.Ü. (1)	1,533,115	734,115
Destek Her Yerde Bilişim A.Ş. (2)	1,500,000	-
Mükellef Teknoloji A.Ş. (8)	1,467,500	-
Hop Teknoloji A.Ş.	1,426,015	1,426,015
Delivers Ai Robotik Otonom Sürüş Bilgi Teknolojileri A.Ş. (3)	1,322,608	-
VRLab Academy Yazılım A.Ş.	1,297,750	1,297,750
Yancep Finansal Teknolojiler A.Ş. (4)	1,265,250	-
Aposto Teknoloji ve Medya A.Ş.	1,255,609	1,255,609
V-Count Teknoloji A.Ş.	1,239,961	1,239,961
Helo Teknoloji Girişim Yönetim Danışmanlığı A.Ş.	1,200,000	1,200,000
Houston Bionics Inc.	1,167,975	1,167,975
10 Lift GMBH (9)	798,300	-
Producter Yazılım Tasarım Ve Danışmanlık Hizmetleri A.Ş. (5)	715,060	-
Karma Sosyal Bilişim ve Teknoloji A.Ş. (12)	687,408	-
Insumo Inc. (10)	553,190	259,550
İyi Yaşa Eğitim Ve Sportif Faaliyetler A.Ş. (11)	443,460	-
Robomotion Yazılım Otomasyon Sistemleri A.Ş.	200,000	200,000
Rezy Teknoloji Ticaret A.Ş. (13)	183,903	-
Laplace Analytics Finansal Teknolojiler A.Ş. (15)	-	977,775
Finar İletişim Teknolojileri A.Ş. (14)	-	1,000,000
	29,585,004	10,758,750

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

NOTE 5 FINANCIAL INVESTMENTS (Cont'd)

(1) According to the Board of Directors decision dated 7 March 2022 of Hive Girişim Sermayesi Yatırım Ortaklığı A.Ş. ("Hive"), one of the subsidiary of the Group simple -agreement-for future equity investment has been made to Botgate AI Technology O.Ü ("Botgate") amounting to TL 799,000 equivalent of EUR 50,000 within the related investment, the Group's effective ownership rate of Botgate increased to 2.25%. (31 December 2021 : 1.12%)

(2) Hive Girişim Sermayesi Yatırım Ortaklığı A.Ş. which is a subsidiary of the Group, was invested regarding BoD decision dated 11 March 2022 to Destek Her Yerde Bilişim A.Ş. ("Evimdeki Psikolog") amounting TL 1,500,000. With the related investment, the Group's effective ownership rate of Evimdeki Psikolog has been 1.69%.

(3) Hive Girişim Sermayesi Yatırım Ortaklığı A.Ş. which is a subsidiary of the Group, was invested regarding BoD decision dated 14 January 2022 to Delivers AI Robotik Otonom Sürüş Bilgi Teknolojileri A.Ş. ("Delivers AI") amounting TL 1,322,608 equivalent of EUR 85,000. With the related investment, the Group's effective ownership rate of Delivers AI has been 0.58%.

(4) Company was invested regarding BoD decision dated 11 March 2022 to Yancep Finansal Teknolojiler A.Ş. ("Yancep") amounting TL 811,619. Hiboost Girişim Teknoloji Geliştirme ve Yönetim A.Ş. ("Hiboost") which is a subsidiary of the Group, was invested regarding BoD decision dated 11 March 2022 to Yancep Finansal Teknolojiler A.Ş. amounting TL 368,918. As a result of the related investments, the Group participated in Yancep with direct ownership rate of 15.81%, effective rate of 20.81%. Company was handover its all direct shares 11,069 pieces regarding BoD decision dated 23 June 2022 to Inveo Portföy Yönetimi A.Ş. Birinci Fintech Girişim Sermayesi Yatırım Fonu (6,954 pieces) and to Hiboost (4,115 pieces). Based on Hiboost's BoD decision dated 21 September 2022, an additional investment of 509,606 TL was made to Yancep. As a result of the related transactions, the Group's effective ownership rate of Yancep has been 8.95%.

(5) Hive Girişim Sermayesi Yatırım Ortaklığı A.Ş. which is a subsidiary of the Group, was invested regarding BoD decision dated 8 March 2022 to Producter Yazılım Tasarım ve Danışmanlık Hizmetleri A.Ş. ("Producter") amounting TL 715,060 equivalent of USD 50,000. With the related investment, the Group's effective ownership rate of Producter has been 1.69%.

(6) At the BoD dated 10 February 2022, the company was decided to become shareholder of Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş. which will be establishing with TL 65,000,000 capital, amounting to TL 9,000,000 rate of 15.00%. In this context, an application was made to the Capital Markets Board on 18 February 2022 to obtain the establishment permission of Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş., and the application was approved by the Capital Markets Board on 24 March 2022.

(7) Hive Girişim Sermayesi Yatırım Ortaklığı A.Ş. which is a subsidiary of the Group, was invested regarding BoD decision dated 17 May 2022 to "Bambulabs Inc." amounting TL 1,577,900 equivalent of USD 100,000. With the related investment, the Group's effective ownership rate of Bambulabs has been 0.38%.

(8) Hive Girişim Sermayesi Yatırım Ortaklığı A.Ş. which is a subsidiary of the Group, was invested regarding BoD decision dated 19 April 2022 to "Mükellef Teknoloji A.Ş." amounting TL 1,467,500 equivalent of USD 100,000. With the related investment, the Group's effective ownership rate of Mükellef has been 0.28%.

(9) Hiboost Girişim Teknoloji Geliştirme ve Yönetim A.Ş. which is a subsidiary of the Group, was invested regarding BoD decision dated 11 April 2022 to "10 Lift GMBH" amounting TL 798,300 equivalent of USD 50,000. With the related investment, the Group's effective ownership rate of 10 Lift GMBH has been 1.93%.

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NOTE 5 FINANCIAL INVESTMENTS (Cont'd)

(10) Hivc Girişim Sermayesi Yatırım Ortaklığı A.Ş. which is a subsidiary of the Group, was invested simple-agreement-for-future-equity regarding BoD decision dated 11 April 2022 to "Insumo Inc." amounting TL 293,640 equivalent of USD 20,000. With the related investment, the Group's effective ownership rate of Insumo was reached to 0.98%.

(11) Hivc Girişim Sermayesi Yatırım Ortaklığı A.Ş. which is a subsidiary of the Group, was invested regarding BoD decision dated 7 April 2022 to "İyi Yaşa Eğitim ve Spor Faaliyetler A.Ş." amounting TL 443,460 equivalent of USD 30,000. With the related investment, the Group's effective ownership rate of İyi Yaşa Eğitim ve Spor Faaliyetler A.Ş. has been 0.562%.

(12) Hiboost Girişim Teknoloji Geliştirme ve Yönetim A.Ş. which is a subsidiary of the Group, was invested regarding BoD decision dated 12 April 2022 to Karma Sosyal Bilişim ve Teknoloji A.Ş. ("Karma") amounting TL 51,500. Hiboost also made an additional investment of TL 538,466 in Karma on 5 August 2022. As a result of the related transactions, the Group's effective ownership rate of Karma has been 11.24%

(13) Hiboost Girişim Teknoloji Geliştirme ve Yönetim A.Ş. which is a subsidiary of the Group, was invested simple-agreement-for-future-equity to Rezy Teknoloji Ticaret A.Ş. ("Tamly") amounting TL 183,903 equivalent of USD 10,000. With the related investment, the Group's effective ownership rate of Tamly has been 2.25%.

(14) Gedik Yatırım Menkul Değerler A.Ş. which is parent of the Group, was invested regarding BoD decision dated 29 June 2021 to "Finar İletişim Teknolojileri A.Ş." amounting TL 1,000,000. As a result of the related investment, the Group participated in Finar İletişim Teknolojileri A.Ş. with effective rate of 10%, registered by Istanbul Trade Registry Office on 4 August 2021.

Gedik Yatırım Menkul Değerler A.Ş. which is parent of the Group, was handover to Inveo Portföy Yönetimi A.Ş. Birinci Fintech Girişim Sermayesi Yatırım Fonu with worth of 1,000,000 TL all its shares on the Finar İletişim Teknolojileri A.Ş. regarding BoD decision dated 22 June 2022.

(15) Gedik Yatırım Menkul Değerler A.Ş. which is parent of the Group, was invested regarding BoD decision dated 21 April 2021 to "Laplace Analytics Finansal Teknolojiler A.Ş." amounting TL 977,775. As a result of the related investment, the Group participated in Laplace Analytics Finansal Teknolojiler A.Ş. with effective rate of 10%.

Gedik Yatırım Menkul Değerler A.Ş. which is parent of the Group, was handover to Inveo Portföy Yönetimi A.Ş. Birinci Fintech Girişim Sermayesi Yatırım Fonu with worth of TL 1,000,000 all its shares on the Laplace Analytics Finansal Teknolojiler A.Ş. regarding BoD decision dated 20 April 2022.

In case a non-temporary impairment is detected in the fair value of financial assets, the fair value difference of which is reflected in the other comprehensive income statement, the effect of such impairment is associated with the other comprehensive income statement.

Financial assets at fair value through other comprehensive income include the shares of the following non-public companies:

<i>Financial assets measured at fair value through other comprehensive income</i>	30 September 2022	31 December 2021
İstanbul Takas ve Saklama Merkezi A.Ş.	538,696	538,696
Borsa İstanbul A.Ş.	319,422	319,422
	858,118	858,118

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 6 FINANCIAL LIABILITIES

Current liabilities	30 September 2022	31 December 2021
Issued debt instruments (**)	855,951,093	773,457,493
Payables to Settlement and Custody Bank (*)	690,731,940	229,911,449
Loans (***)	542,083,245	30,174,035
Liabilities from short term leases	5,078,854	19,060,886
Liabilities arising from short selling transactions	2,816,240	-
	<u>2,096,661,372</u>	<u>1,052,603,863</u>

(*) Payables to Settlement and Custody Bank varies 3 and 9 days and interest rates varies maturity of 14.00% and 21.40% (31 December 2021: 3 days 10.00% and 15.95%).

(**) Details of issued debt instruments are as follows:

30 September 2022

Security code	Nominal amount (TL)	Issuance date	Due date	Interest rate (%)	Interest type
TRFGDKME2212	200,000,000	27 October 2021	26 October 2022	TL Ref	Floating
TRFGDKMA2224	150,000,000	10 December 2021	9 December 2022	TL Ref	Floating
TRFGDKM22310	100,000,000	25 February 2022	24 February 2023	TL Ref	Floating
TRFGDKM52317	120,000,000	25 May 2022	24 May 2023	17.00	Fixed
TRFGDKMA2216	100,000,000	8 December 2021	7 December 2022	16.00	Fixed
TRFGDKM32319	75,000,000	16 March 2022	15 March 2023	17.00	Fixed
TRFGDKMA2240	55,000,000	22 December 2021	21 December 2022	17.50	Fixed
TRFMARB62318	50,000,000	15 June 2022	13 June 2023	TL Ref	Floating

31 December 2021

Security code	Nominal amount (TL)	Issuance date	Due date	Interest rate (%)	Interest type
TRFGDKME2212	200,000,000	27 October 2021	26 October 2022	TL Ref	Floating
TRFGDKMA2224	150,000,000	10 December 2021	9 December 2022	TL Ref	Floating
TRFGDKM52218	120,000,000	24 November 2021	25 May 2022	7.81	Fixed
TRFGDKM22211	100,000,000	25 March 2021	25 February 2022	TL Ref	Floating
TRFGDKMA2216	100,000,000	8 December 2021	7 December 2022	16.00	Fixed
TRFGDKM12212	75,000,000	26 February 2021	26 January 2022	TL Ref	Floating
TRFGDKMA2240	55,000,000	22 December 2021	21 December 2022	17.50	Fixed

(***) Loans have a maturity of 3 to 32 days and interest rates varies between 15.75% and 24.15% (31 December 2021: 3 days 14.75% and 20%).

Long term borrowings	30 September 2022	31 December 2021
Liabilities from long term leases	15,188,169	534,806
	<u>15,188,169</u>	<u>534,806</u>

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 7 TANGIBLE AND INTANGIBLE ASSETS

The Group's movement of tangible assets interim period ending 30 September 2022 is as follows:

Cost value	Buildings	Machinery plant and equipment	Vehicles	Furniture and fixtures	Leasehold improvements	Total
Opening balance as of 1 January 2022	750,163	15,139,740	1,161,267	29,059,312	10,418,865	56,529,347
Additions	-	726,296	797,594	2,517,475	857,464	4,898,829
Disposals (-)	(164,603)	(4,190)	-	(7,399)	-	(176,192)
Closing balance as of 30 September 2022	585,560	15,861,846	1,958,861	31,569,388	11,276,329	61,251,984
Accumulated depreciation						
Opening balance as of 1 January 2022	(264,272)	(11,618,008)	(569,197)	(16,609,917)	(4,090,325)	(33,151,719)
Charge of the year	(10,276)	(925,596)	(144,347)	(2,396,199)	(1,511,166)	(4,987,584)
Disposals	73,702	3,404	-	1,912	-	79,018
Closing balance as of 30 September 2022	(200,846)	(12,540,200)	(713,544)	(19,004,204)	(5,601,491)	(38,060,285)
Carrying value as of 30 September 2022	384,714	3,321,646	1,245,317	12,565,184	5,674,838	23,191,699

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 7 TANGIBLE AND INTANGIBLE ASSETS (Cont'd)

The Group's movement of tangible assets interim period ending 30 September 2021 is as follows:

Cost value	Buildings	Machinery plant and equipment	Vehicles	Furniture and fixtures	Leasehold improvements	Total
Opening balance as of 1 January 2021	750,163	14,062,373	2,561,194	25,110,565	8,202,919	50,687,214
Additions	-	713,994	-	2,978,730	1,265,227	4,957,951
Disposals (-)	-	(83,021)	(79,255)	(11,251)	(79,106)	(252,633)
Closing balance as of 30 September 2021	750,163	14,693,346	2,481,939	28,078,044	9,389,040	55,392,532
Accumulated depreciation						
Opening balance as of 1 January 2021	(248,619)	(10,307,213)	(893,591)	(14,150,994)	(2,488,746)	(28,089,163)
Charge of the year	(11,770)	(952,214)	(261,871)	(1,577,485)	(1,225,474)	(4,028,814)
Transfers	-	-	-	(250,791)	-	(250,791)
Disposals	-	7,864	44,000	6,265	77,727	135,856
Closing balance as of 30 September 2021	(260,389)	(11,251,563)	(1,111,462)	(15,973,005)	(3,636,493)	(32,232,912)
Carrying value as of 30 September 2021	489,774	3,441,783	1,370,477	12,105,039	5,752,547	23,159,620

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NOTE 7 TANGIBLE AND INTANGIBLE ASSETS (Cont'd)

Movements of the Group's intangible assets for the interim periods ending on 30 September 2022 and 2021 are as follows:

Cost Value	Rights	Total
Opening balance as of 1 January 2022	17,420,354	17,420,354
Additions	3,445,914	3,445,914
Disposals from the scope of consolidation	(234,746)	(234,746)
Closing balance as of 30 September 2022	20,631,522	20,631,522
Accumulated Amortization		
Opening balance as of 1 January 2022	(11,417,527)	(11,417,527)
Charge of the year	(1,293,218)	(1,293,218)
Disposals from the scope of consolidation	117,373	117,373
Closing balance as of 30 September 2022	(12,593,372)	(12,593,372)
Carrying value as of 30 September 2022	8,038,150	8,038,150
Cost Value	Rights	Total
Opening balance as of 1 January 2021	15,678,277	15,678,277
Additions	1,274,626	1,274,626
Closing balance as of 30 September 2021	16,952,903	16,952,903
Accumulated Amortization		
Opening balance as of 1 January 2021	(10,901,342)	(10,901,342)
Charge of the year	(530,395)	(530,395)
Transfers	250,791	250,791
Closing balance as of 30 September 2021	(11,180,946)	(11,180,946)
Carrying value as of 30 September 2021	5,771,957	5,771,957

Amortization expense of intangible assests amounting to TL 39,124 belongs to Startup Bilişim Teknoloji ve Danışmanlık A.Ş., the subsidiary of the Group which was sold outside of the Group during the period, is shown in the "Loss For The Period From Discontinued Operations" line in the consolidated statement of profit or loss.

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NOTE 8 OTHER RECEIVABLES AND PAYABLES

Short term other receivables	30 September 2022	31 December 2021
Deposits and guarantees given (*)	396,356,334	300,950,921
Other receivables from related parties	425,000	-
Receivables from personnel	38,536	-
Other short term receivables	408,926	433,351
	397,228,796	301,384,272

(*) As of 30 September 2022 and 31 December 2021 the details of short-term deposits and guarantees are as follows:

Deposits and guarantees given	30 September 2022	31 December 2021
Takasbank and BIST guarantees	374,187,405	139,751,203
Guarantees given to foreign investment entities for foreign leveraged transactions	22,168,929	161,199,718
	396,356,334	300,950,921

Long term other receivables	30 September 2022	31 December 2021
Receivables from personnel	431,200	351,200
Deposits and guarantees given	402,783	344,786
Other	319,879	342,379
	1,153,862	1,038,365

Short term other liabilities	30 September 2022	31 December 2021
Taxes and funds payables	11,312,847	17,988,224
Debt to liquidity providers	1,459,180	2,064,358
Other short term payables	26,400	80,955
Other payables to related parties	-	53,218
	12,798,427	20,186,755

NOTE 9 RIGHT OF USE ASSETS

In the nine-month period ended 30 September 2022, the Group has purchased right-of-use assets amounting to TL 4,499,842 (1 January – 30 September 2021: TL 6,577,917), has net effect of TL 228,787 minus the change effect due to contracts (1 January - 30 September 2021: minus TL 3,305,109). The amortization expense for the period 1 January - 30 September 2022 has been TL 5,333,639 (1 January - 30 September 2021: TL 4,706,977) and there is no outflow of right-of-use assets (1 January – 30 September 2021: None).

NOTE 10 TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX)

General Descriptions

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

The Law on amending some Tax Laws was approved by the Turkish Grand National Assembly on 28 November 2017, and published in the Official Gazette dated 5 December 2017, and entered into force by increasing the corporate tax rate from 20% to 22% for the years 2018, 2019 and 2020. With the temporary article 13 added to the KVK with the 11th article of the "Law on the Law on the Collection Procedure of Public Receivables and Some Laws dated 22 April 2021, and numbered 7316", the corporate tax rate was once again increased for a 2-year period. In accordance with the temporary article, the 20% corporate tax rate will be applied as 25% for the corporate earnings of the corporations for the 2021 taxation period, and as 23% for the corporate earnings of the 2022 taxation period. In accordance with the regulations made in the 25th and 26th articles of the "law on the Evaluation of Real Property belonging to the Treasury and Amending the Value added Tax with Law on Amending Certain Laws and Statutory Decrees Law dated 8 April 2022 and numbered 7394" rate was increased to 25%.

Unless a new legal regulation is made, Article 32 of the KVK will come into effect and the corporate tax rate will fall back to the legal level of 20% from the beginning of 2023. Therefore, as of 2022, the corporate tax rate in Turkey is 25%, while the Group's financial statements dated 30 September 2021 were prepared, the tax rate was used as 20% in the related financial statements, since the aforementioned regulation did not enter into force. Corporation income tax is declared until the evening of the twenty-fifth day of the fourth month following the end of the relevant accounting period and is paid in one installment until the end of the relevant month. In accordance with the tax legislation, 25% temporary tax is calculated and paid on quarterly earnings, and the amounts paid in this way are deducted from the tax calculated on the annual income.

In Turkey, the corporate tax rate is 25% for the nine-month period of 2022 (nine-month period of 2021: 25%). The corporate tax rate is applied to the tax base to be found as a result of adding the expenses that are not accepted as deductible in accordance with the tax laws to the commercial income of the corporations, and deducting the exceptions (association earnings exception, investment allowance exception, etc.) and deductions (such as R&D deduction) in tax laws. If the profit is not distributed, no further tax is payable (except withholding tax at the rate of 19.8%, which is calculated and paid over the investment incentive exemption used within the scope of the Income Tax Provisional Article 61).

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

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

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NOTE 10 TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX) (Cont'd)**Current tax assets and liabilities**

As of 30 September 2022, and 31 December 2021, the tax liability/asset for the period profit for the accounting periods ended is as follows:

Cari dönem vergisi ile ilgili varlıklar	30 September 2022	31 December 2021
Prepaid provisional taxes	41,097,680	225,154
	41,097,680	225,154
Current tax liabilities	30 September 2022	31 December 2021
Corporate tax provision for the current year	7,091,248	68,008,565
Less: prepaid taxes	(4,140,654)	(47,326,367)
	2,950,594	20,682,198

The tax expenses of the Company for the interim periods ended of 30 September 2022 and 2021 are as follows:

Tax expense	1 January - 30 September 2022	1 January - 30 September 2021
Current period corporate tax expense	(7,091,248)	(46,878,395)
Deferred tax (expense)/income	107,788,014	145,234
	100,696,766	(46,733,161)

The reconciliation of the total tax for the interim periods ending on 30 September 2022 and 2021 as follows:

	1 January - 30 September 2022	1 January - 30 September 2021
Profit before tax	(161,567,141)	193,180,398
Effective tax rate	25%	25%
Tax expense calculated with tax rate	40,391,785	(48,295,100)
Non-deductible expenses and additions	(70,783,732)	(3,497,242)
Deductions and exemptions	131,088,713	4,868,512
Tax rate change effect	-	190,669
	100,696,766	(46,733,161)

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

Deferred tax

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

With the temporary article 13 added to the KVK with the 11th article of the Law No. 7316 on the Law on Collection Procedure of Public Receivables and the Law on Amending Some Laws, the corporate tax rate has been increased once again for a 2-year period. In accordance with the temporary article, the 20% corporate tax rate will be applied as 25% for the corporate earnings of the corporations for the 2021 taxation period, and as 25% for the corporate earnings of the 2022 taxation period.

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

Deferred tax liabilities and assets arising from temporary differences are as follows:

	30 September 2022	31 December 2021
<i><u>Deferred tax assets / (liabilities) bases</u></i>		
Provision for estimated credit losses	1,119,598	1,261,368
Current period losses	443,761,504	1,250,540
Valuation increase of marketable securities	(38,245,138)	(2,521,071)
Provision for unused vacation	1,804,971	1,879,391
Adjustments related to provision for employee termination benefits	18,098,582	9,326,359
Leases	4,823,989	3,433,035
Adjustments related to cost and amortization on tangible assets	(12,690,496)	(11,827,416)
Other	(2,502,833)	-
Deferred tax assets / (liabilities) basis, net	416,170,177	2,802,206
	30 September 2022	31 December 2021
<i><u>Deferred tax assets / (liabilities), net</u></i>		
Provision for estimated credit losses	257,508	315,342
Current period losses	110,940,376	250,147
Valuation increase of marketable securities	(5,525,606)	(630,269)
Provision for unused vacation	416,808	375,878
Adjustments related to provision for employee termination benefits	4,453,526	1,865,272
Leases	1,208,973	686,607
Adjustments related to cost and amortization on tangible assets	(3,109,491)	(2,365,484)
Other	(323,891)	-
Deferred tax assets / (liabilities), net	108,318,203	497,493

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NOTE 10 TAX ASSETS AND LIABILITIES (INCLUDING DEFERRED TAX) (Cont’d)**Deferred tax (cont’d)**

The movement table of deferred tax assets as follows:

	2022	2021
Beginning period, 1 January	497,493	(652,966)
Period tax (expense) / income	107,788,014	145,234
Deferred tax written to the comprehensive income statement	32,696	110,031
Ending period, 30 September	108,318,203	(397,701)

NOTE 11 SHARE CAPITAL**Paid-in capital**

As of 30 September 2022, and 31 December 2021, the issued and paid-in capital amounts are as follows with their book values:

	30 September 2022		31 December 2021	
	Share rate (%)	Share amount	Share rate (%)	Share amount
Shareholders				
Inveo Yatırım Holding A.Ş.	50.85	166,571,992	15.85	39,932,306
Other Partners (Public Offering)	49.15	161,028,008	49.15	123,867,698
Erhan Topaç	-	-	15.00	37,799,998
Hakkı Gedik	-	-	20.00	50,399,998
Total paid-in capital	100.00	327,600,000	100.00	252,000,000

As of 30 September 2022 Company’s capital TL 327,600,000 (31 December 2021: TL 252,000,000) and the main Shareholder controlling the Group is Inveo Yatırım Holding A.Ş.. At the meeting of the board of director of the Company dated 8 April 2022 it was decided to increase the Company’s capital from TL 252,000,000 to TL 327,600,000 by increasing TL 75,600,000 to be fully covered by the 2021 profit distribution. Based on the aforementioned decision, an application has been made to the Capital Markets Board (“CMB”) as of 8 April 2022. The relevant application was received positively by the CMB as of 12 May 2022. The Capitol of the Company has been registered at the Trade Registry as of 17 May 2022.

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NOTE 11 SHARE CAPITAL (Cont'd)**Paid-in capital (cont'd)**

As of 30 September 2022 and 31 December 2021, the paid-in capital amounts after the distribution of the publicly held shares belonging to the shareholders with their book values are as follows:

Shareholders	30 September 2022		31 December 2021	
	Share rate (%)	Share amount	Share rate (%)	Share amount
Inveo Yatırım Holding A.Ş.	84.87	278,021,223	43.04	108,470,932
Other Shareholders (Publicly Offered)	15.13	49,578,777	15.01	37,820,794
Erhan Topaç	0.00	-	21.82	54,991,547
Hakkı Gedik	0.00	-	20.13	50,716,727
Total paid-in capital	100.00	327,600,000	100.00	252,000,000

Capital advance

	30 September 2022	31 December 2021
Inveo Yatırım Holding A.Ş.	301,104,792	-
	301,104,792	-

Pursuant to the Board of Directors' decision dated 30 September 2022, due to the extraordinary volatility-induced developments in Borsa İstanbul A.Ş. Equity Market and Futures and Options Market (VIOP) in the recent period, the Group's ability to continue its activities stronger and to raise the necessary working capital. In order to ensure that the needs of the company are met, pursuant to the authority given by Article 6 of the Company's Articles of Association, the issued capital of the Company, which is TL 327,600,000 within the registered capital ceiling of TL 600,000,000, is increased by TL 177,400,000 to TL 505,000,000, fully covered by cash. It has been decided to increase it to TL, not to impose any restrictions on the rights of the owners to purchase new shares, and to grant the shareholders the right to purchase new shares at a price of TL 2 for each share with a nominal value of TL 1. Based on the said decision, an application was made to the Capital Markets Board on 17 October 2022.

Participation in the aforementioned capital increase and the increased capital amounting to TL 177,400,000, corresponding to the share of Inveo Yatırım Holding A.Ş., the controlling shareholder of the Group, with a nominal value of TL 150,552,396, which currently corresponds to 84.87% of the capital is TL 301,104,792 was early paid by Inveo Yatırım Holding A.Ş. as capital advance to demonstrate trust for Turkish Capital Markets and the Group.

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NOTE 11 SHARE CAPITAL (Cont'd)**Restricted reserves, retained earnings**

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

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

The details of restricted reserves and retained earnings as of 30 September 2022 and 31 December 2021 are as follows:

	30 September 2022	31 December 2021
Restricted reserves appropriated from profits		
Legal reserves	88,154,716	29,979,219
	88,154,716	29,979,219
Accumulated earnings		
Retained earnings	9,192,913	15,569,819
Extraordinary reserves	50,331,495	11,897,975
	59,524,408	27,467,794

Non-Controlling Interests/Non-Controlling Profit and Loss

As of 30 September 2022, non-controlling interest is TL 15,730,464 (31 December 2021: TL 16,342,794). Profit of minority interests in the amount of TL 528,551, which occurred between 1 January - 30 September 2022, is shown separately from the net profit for the period in the financial statements (1 January – 30 September 2021: TL 336,701).

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NOTE 12 REVENUE AND COST OF SALES

Revenue	1 January - 30 September 2022	1 January - 30 September 2021	1 July - 30 September 2022	1 July - 30 September 2021
Sales	56,785,586,077	9,410,012,891	19,610,919,806	2,789,740,645
Service income, net	262,050,250	179,289,714	101,444,437	37,399,902
	57,047,636,327	9,589,302,605	19,712,364,243	2,827,140,547
Interest income	330,945,406	150,084,044	148,195,059	54,339,749
Valuation increase/(decrease) of derivative market transactions, net	(176,947,798)	62,614,702	(209,835,904)	19,459,626
Leveraged buying-selling transactions income	12,866,667	6,155,078	3,599,097	2,280,041
	57,214,500,602	9,808,156,429	19,654,322,495	2,903,219,963

As of 30 September 2022 and 2021, the details of sales and cost of sales are as follows:

Sales	1 January - 30 September 2022	1 January - 30 September 2021	1 July - 30 September 2022	1 July - 30 September 2021
Private sector bills and bonds	49,648,822,415	2,756,616,435	18,348,742,989	930,508,315
Equity shares	6,612,019,023	6,365,681,755	1,001,659,271	1,834,989,547
Eurobond	417,876,863	286,346,581	167,771,367	22,876,328
Government bonds	78,088,742	3,625	78,088,742	1,960
Investment funds	28,779,034	1,364,495	14,657,437	1,364,495
	56,785,586,077	9,410,012,891	19,610,919,806	2,789,740,645
Cost of sales (-)	1 January - 30 September 2022	1 January - 30 September 2021	1 July - 30 September 2022	1 July - 30 September 2021
Private sector bills and bonds	(49,662,664,298)	(2,754,536,373)	(18,363,200,652)	(929,225,495)
Equity shares	(6,578,105,561)	(6,374,543,883)	(985,535,761)	(1,841,545,714)
Eurobond	(411,930,178)	(284,834,819)	(164,962,275)	(22,678,729)
Government bonds	(54,832,241)	(3,509)	(54,832,241)	(1,861)
Investment funds	(27,964,783)	(1,357,730)	(14,462,864)	(1,357,730)
	(56,735,497,061)	(9,415,276,314)	(19,582,993,793)	(2,794,809,529)

As of 30 September 2022 and 2021, the details of service income are as follows:

Service income	1 January - 30 September 2022	1 January - 30 September 2021	1 July - 30 September 2022	1 July - 30 September 2021
Intermediation commission income	274,495,807	186,476,587	106,607,061	39,066,129
Portfolio management commission income	212,468	1,469,646	31,725	16,239
	274,708,275	187,946,233	106,638,786	39,082,368

As of 30 September 2022 and 2021, the details of discounts from service sales are as follows:

Service sale returns	1 January - 30 September 2022	1 January - 30 September 2021	1 April - 30 September 2022	1 April - 30 September 2021
Commission returns (-)	(12,658,025)	(8,656,519)	(5,194,349)	(1,682,466)
	(12,658,025)	(8,656,519)	(5,194,349)	(1,682,466)

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NOTE 13 OTHER INCOME AND EXPENSES FROM OPERATING ACTIVITIES

	1 January - 30 September 2022	1 January - 30 September 2021	1 July - 30 September 2022	1 July - 30 September 2021
Income from other operating activities				
Marketable securities revaluation income	462,026,870	4,036,534	223,064,021	2,710,614
Commission income	160,393,013	8,355,918	36,376,542	2,920,466
Foreign exchange gains	110,891,561	58,743,295	2,093,848	11,153,826
Option premium profits	7,185,923	2,322,157	2,131,288	145,110
Bist stock market share revenues	7,017,608	4,158,894	1,731,789	1,134,849
Salary promotion gain	5,296,610	-	-	-
Reflected expenses	2,171,248	1,693,128	936,459	681,297
Reversal of provisions	1,146,173	192,076	(782,231)	31,194
Market making service revenues	1,019,797	4,123,585	234,848	2,086,262
Consulting income	733,011	3,908,895	120,000	84,278
Other	12,466,816	7,033,251	6,302,157	1,773,174
	770,348,630	94,567,733	272,208,721	22,721,070
Expenses from other operating activities				
Provision expenses (*)	(480,894,230)	(551,027)	(477,885,021)	3,316,800
Marketable securities revaluation expenses	(268,226,706)	(3,393,416)	(57,027,951)	2,734,334
Foreign exchange expense	(263,787,880)	(44,630,885)	(59,566,512)	(7,769,302)
Takasbank expenses	(143,167)	(418,472)	(14,837)	(254,392)
Other	(4,017,785)	(498,387)	(2,735,067)	(60,897)
	(1,017,069,768)	(49,492,187)	(597,229,388)	(2,033,457)

- (*) In the Company's material event disclosure dated 30 September 2022, it was announced that a receivable balance has occurred between the Company and its customers due to the recent developments arising from the extraordinary volatility in Borsa İstanbul A.Ş. Derivatives Market (VIOP). In the bulletin of the Capital Markets Board dated 2 October 2022 and numbered 2022/52, criminal complaints were filed against some of the Company's customers within the scope of the Market Fraud article 107/1 of the Capital Markets Law. As a result of the transactions carried out by the customers for whom a criminal complaint was made, the Company had to fulfill its VIOP collateral clearing obligations, which the customers could not meet, and became a creditor from the relevant customers. Legal proceedings have been initiated by the Company for customers who have become problem creditors, and provision for doubtful receivables has been made for these balances.

NOTE 14 EXPENSES BY NATURE

	1 January - 30 September 2022	1 January - 30 September 2021	1 July - 30 September 2022	1 July - 30 September 2021
General administration expenses				
Personnel expenses	(162,898,136)	(97,555,290)	(57,304,055)	(27,628,784)
Data processing and software expenses	(36,356,201)	(16,997,639)	(9,780,135)	(5,923,131)
Data communication expenses	(26,569,208)	(18,762,228)	(10,625,998)	(5,842,182)
Depreciation and amortization expenses	(11,575,317)	(9,266,186)	(3,956,511)	(4,029,258)
Taxes, duties and fees expenses	(11,542,267)	(14,924,606)	(3,639,920)	(4,297,294)
Travel and transportation expenses	(6,698,292)	(3,577,172)	(2,361,905)	(1,574,566)
Consulting expenses	(5,202,258)	(4,701,698)	(1,810,223)	(2,392,437)
Communication expenses	(4,365,167)	(3,360,239)	(1,451,371)	(1,080,956)
Representation and hospitality expenses	(4,062,804)	(1,331,420)	(1,595,057)	(292,408)
Commission expenses	(3,453,773)	(1,690,724)	(1,924,306)	(607,666)
Building management expenses	(2,873,478)	(1,404,289)	(1,297,390)	(875,182)
Electricity and heating expenses	(2,216,347)	(742,579)	(1,005,896)	(292,199)
Stationery expenses	(1,770,569)	(387,032)	(617,087)	(156,881)
Collateral expenses	(1,661,651)	(593,444)	(637,260)	(215,964)
Social expenses	(819,839)	(652,804)	(268,971)	(227,959)
Maintenance and repair expenses	(739,150)	(412,165)	(428,953)	(143,310)
Minor fixture expenses	(350,799)	(187,717)	(24,434)	(63,594)
Other expenses	(8,481,939)	(3,910,087)	(2,911,151)	(872,935)
	(291,637,195)	(180,457,319)	(101,640,623)	(56,516,706)

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NOTE 14 EXPENSES BY NATURE (Cont'd)

	1 January - 30 September 2022	1 January - 30 September 2021	1 July - 30 September 2022	1 July - 30 September 2021
Marketing expenses				
Advertising expenses	(16,280,373)	(12,469,689)	(8,115,496)	(7,694,228)
Stock market share expenses	(12,476,624)	(7,317,400)	(2,888,254)	(1,113,272)
Derivative exchange transaction fees	(4,502,383)	(1,553,360)	(3,423,528)	(1,307,321)
Settlement and Custody Bank expenses	(2,413,833)	(2,127,083)	(558,735)	(599,128)
Sales expenses and losses	(303,678)	(2,245,178)	(19,674)	(1,850,418)
Other expenses	(682,453)	(857,319)	2,027	986,709
	(36,659,344)	(26,570,029)	(15,003,660)	(11,577,658)

NOTE 15 INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD

	Group Effective Rate% 30 September 2022	Group Effective Rate% 31 December 2021	30 September 2022	31 December 2021
Investments accounted through equity method				
Inveo Yatırım Bankası A.Ş.	25.00	25.00	77,366,279	75,000,000
			77,366,279	75,000,000

Movement of investments accounted through equity method	2022	2021
1 January	75,000,000	-
Revenue from subsidiaries	2,366,279	-
30 September	77,366,279	-

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NOTE 15 INVESTMENTS ACCOUNTED THROUGH EQUITY METHOD (Cont'd)

Summary information on the financial statements of the subsidiary is as follows:

30 September 2022	Total assets	Total liabilities	Direct or indirect rate (%)	Effective rate(%)	Group share in net assets
Inveo Yatırım Bankası A.Ş.	313,480,162	4,015,045	25.00	25.00	77,366,279
	313,480,162	4,015,045			77,366,279
31 December 2021	Total assets	Total liabilities	Direct or indirect rate (%)	Effective rate(%)	Group share in net assets
Inveo Yatırım Bankası A.Ş.	300,000,000	-	25.00	25.00	75,000,000
	300,000,000	-			75,000,000
1 January - 30 September 2022	Revenue	Net profit/(loss) for the period	Comprehensive income/(expense)	Effect of group profit or loss statement	
Inveo Yatırım Bankası A.Ş.	-	9,465,117	9,465,117	2,366,279	
	-	9,465,117	9,465,117	2,366,279	
1 July - 30 September 2022	Revenue	Net profit/(loss) for the period	Comprehensive income/(expense)	Effect of group profit or loss statement	
Inveo Yatırım Bankası A.Ş.	-	(1,546,701)	(1,546,701)	(386,676)	
	-	(1,546,701)	(1,546,701)	(386,676)	

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NOTE 16 FINANCIAL INCOME / EXPENSES

	1 January - 30 September 2022	1 January - 30 September 2021	1 July - 30 September 2022	1 July - 30 September 2021
Finance income				
Interest income	61,111,032	34,099,399	36,311,117	11,352,871
Dividend income	49,520,954	14,772,749	4,032,033	2,853,788
	110,631,986	48,872,148	40,343,150	14,206,659
	1 January - 30 September 2022	1 January - 30 September 2021	1 July - 30 September 2022	1 July - 30 September 2021
Finance expenses				
Interest expenses	(118,857,154)	(55,329,672)	(41,705,227)	(23,007,539)
Settlement and Custody Bank Money Market expenses	(62,387,421)	(31,302,056)	(28,025,849)	(11,770,470)
	(181,244,575)	(86,631,728)	(69,731,076)	(34,778,009)

NOTE 17 PROVISIONS, COMMITMENTS AND CONTINGENT LIABILITIES

	30 September 2022	31 December 2021
Short term debt provisions		
Cautionary provisions (*)	7,452,941	9,637,676
Interest payment fee return provisions	1,973,399	4,278,863
Commission return provisions	1,474,366	933,916
Expense provisions	729,701	570,772
Provisions from forward transactions	-	15,250,100
	11,630,407	30,671,327

(*) These provisions are regarding as of current period unfinished complaints to legal institutions, possible occupational lawsuits and precautionary provisions for customers whose total assets do not meet their total liabilities.

Guarantees given to the third party as follows:

	30 September 2022	31 December 2021
Guarantees given		
İstanbul Takas ve Saklama Bankası A.Ş.	254,950,000	173,900,000
Borsa İstanbul A.Ş.	75,935,000	37,385,000
Other	523,330	643,192
	331,408,330	211,928,192

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NOTE 17 PROVISIONS, COMMITMENTS AND CONTINGENT LIABILITIES (Cont'd)

As of 30 September 2022 and 31 December 2021 informations about Group's guarantees, pledge and mortgage as follows:

Guarantees, pledges and mortgages given by the Group	30 September 2022	31 December 2021
A. Total Guarantees Pledges and Mortgages ("GPM") Given in the name of the Company	331,408,330	211,928,192
B. Total GPM Given in the Name of Fully Consolidated Companies	-	-
C. Total GPM Given to Manage Trading Operations in the name of 3rd parties	-	-
D. Total - Other GPM Given	-	-
i) Total GPM Given in the name of the Parent	-	-
ii) Total GPM Given in the name of other Group companies not included in B and C	-	-
iii) Total GPM given in the name of 3rd parties not included in C	-	-
Total	331,408,330	211,928,192

The Parent Group and its Subsidiaries operating in the field of brokerage house and portfolio management in Turkey are in compliance with the Capital Markets Board's Communiqué Serial: V, No: 34 on Principles Regarding the Capital and Capital Adequacy of Intermediary Institutions ("Series: V, No:34 Communiqué"). As of 30 September 2022, and 31 December 2021, the Group fulfills the relevant capital adequacy requirements.

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NOTE 18 EMPLOYEE BENEFITS

	30 September 2022	31 December 2021
Short-term liabilities regarding employee benefits		
Payables to employee	7,468,934	4,397,107
Social security cuts to be paid	4,344,069	2,320,253
Tax payable	278,665	243,136
	12,091,668	6,960,496
Short term provisions regarding employee benefits		
Provision for unused vacation	2,227,133	2,124,287
	2,227,133	2,124,287
Long term provisions regarding employee benefits		
Provision for employment termination benefits	18,038,443	10,658,356
	18,038,443	10,658,356

NOTE 19 RELATED PARTY DISCLOSURES

Balances with related parties

Short term financial assets from related parties measured at fair value through profit or loss	30 September 2022	31 December 2021
Funds founded by Inveo Portföy Yönetimi A.Ş.	284,167,314	10,105,304
Private sector bills and bonds issued by Inveo Yatırım Holding A.Ş.	18,831,408	7,499,998
	302,998,722	17,605,302
Trade receivables from related parties	30 September 2022	31 December 2021
Funds founded by Inveo Portföy Yönetimi A.Ş.	654,875,073	14,658,455
Onur Topaç	17,984,785	-
Startup Bilişim Teknoloji ve Danışmanlık A.Ş.	13,122	-
Inveo Portföy Yönetimi A.Ş.	12,210	34,238
	672,885,190	14,692,693

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

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NOTE 19 RELATED PARTY DISCLOSURES (Cont'd)

	30 September 2022	31 December 2021
Other receivables from related parties		
Startup Bilişim Teknoloji ve Danışmanlık A.Ş.	425,000	-
	425,000	-
Trade payables to related parties	30 September 2022	31 December 2021
Inveo Beta Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	1,482,500	44,942
Ülkü Feyyaz Taktak	750,776	627,495
Finveo MN	366,088	16,021
Devexperts Bilgi Dağıtım Hizmetleri A.Ş.	220,674	470,469
Inveo Yatırım Holding A.Ş.	209,100	201,224
Erhan Topaç	177,499	6,592,984
Inveo Alfa Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	148,427	99,522
Finveo UK	137,283	-
Inveo Delta Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	90,573	69,232
Ersan Akpınar	81,456	-
Novel Scala Basın Yayın ve Tanıtım Tic. A.Ş.	50,449	56,348
Laplace Analytics Finansal Teknolojiler A.Ş.	24,240	649,404
Inveo Yatırım Bankası A.Ş.	17,930	793
I-Chain Yatırım Holding A.Ş.	702	-
Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş.	78	-
Hop Teknoloji A.Ş.	-	4,216
Funds founded by Inveo Portföy Yönetimi A.Ş.	-	24,920,056
Bv Teknoloji İş Geliştirme Danışmanlık ve Organizasyon Hizmetleri	-	90
Hakkı Gedik	-	2,520,415
Onur Topaç	-	2,189,333
Devexperts Teknoloji Yazılım Geliştirme A.Ş.	-	80,059
Gedik Gayrimenkul Değerlendirme Danışmanlık Pazarlama A.Ş.	-	68,685
Gedik Net İletişim Teknoloji ve Tic. A.Ş.	-	77
	3,757,775	38,611,365
Other payables from related parties	30 September 2022	31 December 2021
Helo Teknoloji Girişim Yönetim Danışmanlığı A.Ş.	-	53,218
	-	53,218

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

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NOTE 19 RELATED PARTY DISCLOSURES (Cont'd)

Related party transactions

1 January - 30 September 2022	Performance fees	Rent income	In-group services	Interest income	Other	Total income
Inveo Yatırım Holding A.Ş.	-	203,001	189,653	260,108	-	652,762
Funds founded by Inveo Portföy Yönetimi A.Ş.	-	-	495,842	-	-	495,842
Inveo Portföy Yönetimi A.Ş.	-	127,015	184,606	-	-	311,621
Destek Her Yerde Bilişim A.Ş.	-	-	-	-	33,000	33,000
Inveo Yatırım Bankası A.Ş.	-	-	55,993	-	-	55,993
Inveo Alfa Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	-	12,702	-	-	-	12,702
Inveo Beta Uluslararası İş Geliştirme Yönetim Ve Yatırım A.Ş.	-	12,702	-	-	-	12,702
Inveo Delta Uluslararası İş Geliştirme Yönetim Ve Yatırım A.Ş.	-	12,702	-	-	-	12,702
ICChain Yatırım Holding A.Ş.	-	7,056	-	-	-	7,056
Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş.	-	7,056	1,505	-	-	8,561
Finveo MN	-	-	2,301	-	-	2,301
Total	-	382,234	929,900	260,108	33,000	1,605,242

1 January - 30 September 2021	Performance fees	Rent income	In-group services	Interest income	Other	Total income
Inveo Portföy Yönetimi A.Ş.	1,473,359	97,200	357,630	-	-	1,928,189
Funds founded by Inveo Portföy Yönetimi A.Ş.	-	-	805,273	-	-	805,273
Inveo Yatırım Holding A.Ş.	-	145,800	290,198	-	12,370	448,368
Inveo Beta Uluslararası İş Geliştirme Yönetim Ve Yatırım A.Ş.	-	9,720	126	-	-	9,846
Inveo Alfa Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	-	9,720	-	-	-	9,720
Inveo Delta Uluslararası İş Geliştirme Yönetim Ve Yatırım A.Ş.	-	9,720	-	-	-	9,720
Total	1,473,359	272,160	1,453,227	-	12,370	3,211,116

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

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NOTE 19 RELATED PARTY DISCLOSURES (Cont'd)

Related party transactions (cont'd)

1 July - 30 September 2022	Performance fees	Rent income	In-group services	Interest income	Other	Total income/Sales
Inveo Yatırım Holding A.Ş.	-	68,499	26,408	236,946	-	331,853
Funds founded by Inveo Portföy Yönetimi A.Ş.	-	-	223,181	-	-	223,181
Inveo Portföy Yönetimi A.Ş.	-	42,338	11,640	-	-	53,978
Inveo Alfa Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	-	4,234	-	-	-	4,234
Inveo Beta Uluslararası İş Geliştirme Yönetim Ve Yatırım A.Ş.	-	4,234	-	-	-	4,234
Inveo Delta Uluslararası İş Geliştirme Yönetim Ve Yatırım A.Ş.	-	4,234	-	-	-	4,234
IChain Yatırım Holding A.Ş.	-	2,822	-	-	-	2,822
Inveo Ventures Girişim Sermayesi Yatırım Ortaklığı A.Ş.	-	2,822	1,505	-	-	4,327
Total	-	129,183	262,734	236,946	-	628,863

1 July - 30 September 2021	Performance fees	Rent income	In-group services	Interest income	Other	Total income/Sales
Inveo Portföy Yönetimi A.Ş.	-	32,400	34,371	-	-	66,771
Funds founded by Inveo Portföy Yönetimi A.Ş.	-	-	77,265	-	-	77,265
Inveo Yatırım Holding A.Ş.	-	48,600	136,022	-	-	184,622
Inveo Alfa Uluslararası İş Geliştirme Yönetim ve Yatırım A.Ş.	-	3,240	-	-	-	3,240
Inveo Beta Uluslararası İş Geliştirme Yönetim Ve Yatırım A.Ş.	-	3,240	-	-	-	3,240
Inveo Delta Uluslararası İş Geliştirme Yönetim Ve Yatırım A.Ş.	-	3,240	-	-	-	3,240
Total	-	90,720	247,658	-	-	338,378

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

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NOTE 19 RELATED PARTY DISCLOSURES (Cont'd)

Related party transactions (cont'd)

1 January - 30 September 2022	Interest expenses	Rent expenses	In-group services	Consulting expense	Other	Total expense
Devexperts Bilgi Dağıtım Hizmetleri A.Ş.	-	-	(1,894,299)	-	-	(1,894,299)
Inveo Yatırım Holding A.Ş.	-	-	(1,662,974)	-	-	(1,662,974)
Novel Scala Basın Yayın ve Tanıtım Tic. A.Ş.	-	-	(638,892)	-	-	(638,892)
Finar İletişim Teknolojileri A.Ş.	-	-	(110,643)	-	-	(110,643)
Destek Her Yerde Bilişim A.Ş.	-	-	(90,196)	-	-	(90,196)
İyi Yaşa Eğitim ve Sportif Faaliyetler A.Ş.	-	-	(49,687)	-	-	(49,687)
Inveo Portföy Yönetimi A.Ş.	-	-	-	-	(284)	(284)
Helo Teknoloji Girişim Yön.Dan.A.Ş.	-	-	-	(1,413,537)	-	(1,413,537)
Total	-	-	(4,446,691)	(1,413,537)	(284)	(5,860,512)

1 January - 30 September 2021	Interest expenses	Rent expenses	In-group services	Consulting expense	Other	Total expense
Devexperts Bilgi Dağıtım Hizmetleri A.Ş.	-	-	(2,500,878)	-	-	(2,500,878)
Devexperts Teknoloji Yazılım Geliştirme A.Ş.	-	-	(571,729)	-	-	(571,729)
Inveo Yatırım Holding A.Ş.	-	-	(551,278)	-	-	(551,278)
Gedik Gayrimenkul Değerlendirme Danışmanlık Pazarlama A.Ş.	-	(334,946)	-	-	-	(334,946)
Akol Avukatlık	-	-	(191,363)	-	-	(191,363)
Inveo Portföy Yönetimi A.Ş.	(174,467)	-	-	-	-	(174,467)
Novel Scala Basın Yayın ve Tanıtım Tic. A.Ş.	-	-	(119,526)	-	-	(119,526)
Laplace Analytics Finansal Teknolojiler A.Ş.	-	-	(53,100)	-	-	(53,100)
Finar İletişim Teknolojileri A.Ş.	-	-	(25,665)	-	-	(25,665)
Gedik Holding A.Ş.	-	(16,067)	-	-	-	(16,067)
Funds founded by Inveo Portföy Yönetimi A.Ş.	-	-	(4,154)	-	-	(4,154)
Total	(174,467)	(351,013)	(4,017,693)	-	-	(4,543,173)

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 19 RELATED PARTY DISCLOSURES (Cont'd)**Related party transactions (cont'd)**

1 July - 30 September 2022	Interest expenses	Rent expenses	In-group services	Consulting expense	Other	Total expense
Devexperts Bilgi Dağıtım Hizmetleri A.Ş.	-	-	(1,218,265)	-	-	(1,218,265)
Inveo Yatırım Holding A.Ş.	-	-	(991,348)	-	-	(991,348)
Novel Scala Basın Yayın ve Tanıtım Tic. A.Ş.	-	-	(412,744)	-	-	(412,744)
Finar İletişim Teknolojileri A.Ş.	-	-	(110,643)	-	-	(110,643)
Helo Teknoloji Girişim Yön.Dan.A.Ş.	-	-	-	(1,201,455)	-	(1,201,455)
Total	-	-	(2,733,000)	(1,201,455)	-	(3,934,455)

1 July - 30 September 2021	Interest expenses	Rent expenses	In-group services	Consulting expense	Other	Total expense
Devexperts Bilgi Dağıtım Hizmetleri A.Ş.	-	-	(2,500,878)	-	-	(2,500,878)
Inveo Portföy Yönetimi A.Ş.	(174,467)	-	-	-	-	(174,467)
Funds founded by Inveo Portföy Yönetimi A.Ş.	-	-	11,086	-	-	11,086
Inveo Yatırım Holding A.Ş.	-	-	(551,278)	-	-	(551,278)
Gedik Gayrimenkul Değerlendirme Danışmanlık Pazarlama A.Ş.	-	(135,831)	-	-	-	(135,831)
Akol Avukatlık	-	-	(39,814)	-	-	(39,814)
Gedik Holding A.Ş.	-	(5,355)	-	-	-	(5,355)
Novel Scala Basın Yayın ve Tanıtım Tic. A.Ş.	-	-	(46)	-	-	(46)
Total	(174,467)	(141,186)	(3,080,930)	-	-	(3,396,583)

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 19 RELATED PARTY DISCLOSURES (Cont'd)**Short term benefits provided to top management**

	1 January - 30 September 2022	1 January - 30 September 2021
Short term benefits provided to top management	30,117,459	20,162,718
	<u>30,117,459</u>	<u>20,162,718</u>

NOTE 20 EARNINGS PER SHARE

	1 January - 30 September 2022	1 January - 30 September 2021	1 July - 30 September 2022	1 July - 30 September 2021
Net profit from continuing operations for the period	(60,584,695)	146,783,938	(248,389,448)	31,918,508
Weighted average number of shares outstanding (*)	327,600,000	327,600,000	327,600,000	327,600,000
Profit per share	<u>(0.1849)</u>	<u>0.4481</u>	<u>(0.7582)</u>	<u>0.0974</u>
Total comprehensive income	(60,711,036)	146,343,817	(248,530,203)	31,766,236
Weighted average number of shares outstanding (*)	327,600,000	327,600,000	327,600,000	327,600,000
Comprehensive income per share	<u>(0.1853)</u>	<u>0.4467</u>	<u>(0.7586)</u>	<u>0.0970</u>

(*) Due to TAS 33 requirements regarding capital increase through bonus issue, earnings per share for the interim accounting period 1 January – 30 September 2021 has been recalculated.

NOTE 21 NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS**Capital risk management**

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

The Group's capital structure consists of short term and long term borrowings disclosed in note 6, cash and cash equivalents disclosed in note 3, short and long-term financial investments disclosed in note 5 and equity items issued capital, reserves and retained earnings disclosed in order at note 11. In addition, the Group monitors capital adequacy within the framework of the Capital Markets Board's Communiqué Serial: V, No: 34 on Principles Regarding the Capital and Capital Adequacy of Intermediary Institutions.

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 management of the Group reviews capital by leverage ratio to be consistent with other firms in the industry. The aforementioned ratio is calculated by dividing the net debt by the total capital. Net debt is calculated by deducting cash and cash equivalents from the total debt amount. The Group also monitors the effect of TFRS 16 in net debt calculation. Total capital is calculated as equity plus net debt as shown in the consolidated balance sheet.

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

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NOTE 21 NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Cont'd)

Financial risk management

Credit risk management

The credit risks that the Group's financial assets are exposed to are as follows:

	Receivables					
	Trade receivables		Other receivables			
30 September 2022	Related party	Other party	Related party	Other party	Deposit in banks	Financial investments
Maximum credit risk as of the balance sheet date (A+B+C+D+E)	672,885,190	2,886,682,331	425,000	397,957,658	513,240,797	979,708,857
- Part of the maximum risk take under guarantee with collaterals	-	-	-	-	-	-
A. Net book value of financial assets that are neither overdue nor impaired	672,885,190	2,886,682,331	425,000	397,957,658	513,240,797	979,708,857
B. Net book value of financial assets that are renegotiated, if not that will be accepted as past due or impaired.	-	-	-	-	-	-
C. Carrying value of financial assets that are past due but not impaired	-	-	-	-	-	-
- The part under guarantee with collateral etc.	-	-	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-	-
- Past due (gross carrying amount)	-	485,922,198	-	-	-	-
- Impairment (-)	-	(485,922,198)	-	-	-	-
- Part of the net value taken under guarantee through collateral	-	-	-	-	-	-
- Not past due (gross carrying value)	-	-	-	-	-	-
- Impairment (-)	-	-	-	-	-	-
- Part of the net value taken under guarantee through collateral	-	-	-	-	-	-
E. Off-balance sheet items with credit risk	-	-	-	-	-	-

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

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NOTE 21 NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Cont'd)

Financial risk management (cont'd)

Credit risk management (cont'd)

The credit risks that the Group's financial assets are exposed to are as follows:

	Receivables					
	Trade receivables		Other receivables			
31 December 2021	Related party	Other party	Related party	Other party	Deposit in banks	Financial investments
Maximum credit risk as of the balance sheet date (A+B+C+D+E)	14,692,693	1,926,327,581	-	302,422,637	688,339,841	381,911,426
- Part of the maximum risk take under guarantee with collaterals	-	-	-	-	-	-
A. Net book value of financial assets that are neither overdue nor impaired	14,692,693	1,926,327,581	-	302,422,637	688,339,841	381,911,426
B. Net book value of financial assets that are renegotiated, if not that will be accepted as past due or impaired.	-	-	-	-	-	-
C. Carrying value of financial assets that are past due but not impaired	-	-	-	-	-	-
- The part under guarantee with collateral etc.	-	-	-	-	-	-
D. Net book value of impaired assets	-	-	-	-	-	-
- Past due (gross carrying amount)	-	4,518,515	-	-	-	-
- Impairment (-)	-	(4,518,515)	-	-	-	-
- Part of the net value taken under guarantee through collateral	-	-	-	-	-	-
- Not past due (gross carrying value)	-	-	-	-	-	-
- Impairment (-)	-	-	-	-	-	-
- Part of the net value taken under guarantee through collateral	-	-	-	-	-	-
E. Off-balance sheet items with credit risk	-	-	-	-	-	-

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

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NOTE 21 NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Cont'd)

Financial risk management (cont'd)

Market risk management

Currency risk management

The foreign currency position of the group as of 30 September 2022 and 31 December 2021 is as follows:

Currency Position Table

	30 September 2022				
	TL Equivalents	US Dollars	Euro	Pound	Other
1. Trade receivables	164,362,179	8,500,637	339,470	30,887	365,979
2a. Monetary financial assets	-	-	-	-	-
2b. Non-monetary financial assets	-	-	-	-	-
3. Other	-	-	-	-	-
4. Current assets (1+2+3)	164,362,179	8,500,637	339,470	30,887	365,979
5. Trade receivables	-	-	-	-	-
6a. Monetary financial assets	-	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-	-
7. Other	-	-	-	-	-
8. Non-current assets (5+6+7)	-	-	-	-	-
9. Total assets (4+8)	164,362,179	8,500,637	339,470	30,887	365,979
10. Trade payables	409,787	9,900	9,900	2,413	-
11. Financial liabilities	10,955	591	-	-	-
12a. Other monetary liabilities	-	-	-	-	-
12b. Other non-monetary liabilities	-	-	-	-	-
13. Short term liabilities (10+11+12)	420,742	10,491	9,900	2,413	-
14. Trade payables	-	-	-	-	-
15. Financial liabilities	-	-	-	-	-
16a. Other monetary liabilities	-	-	-	-	-
16b. Other non-monetary liabilities	-	-	-	-	-
17. Long term liabilities (14+15+16)	-	-	-	-	-
18. Total liabilities (13+17)	420,742	10,491	9,900	2,413	-
19. Out of balance sheet derivative instruments net assets/ (liabilities) position (19a-19b)	(83,676,469)	(4,514,000)	-	-	-
19a. Total amount of hedged assets	-	-	-	-	-
19b. Total amount of hedged liabilities	83,676,469	4,514,000	-	-	-
20. Net foreign currency assets / (liabilities) position (9-18+19)	80,264,968	3,976,146	329,570	28,474	365,979
21. Monetary items net foreign currency assets/(liability) position (1+2a+5+6a-10-11-12a-14-15-16a)	163,941,437	8,490,146	329,570	28,474	365,979
22. Fair value of financial instruments uses for foreign currency hedge	83,526,153	4,514,000	-	-	-
23. Hedged portion amount of foreign currency assets	-	-	-	-	-
24. Hedged portion amount of foreign currency liabilities	-	-	-	-	-

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

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NOTE 21 NATURE AND LEVEL OF RISKS DERIVED FROM FINANCIAL INSTRUMENTS (Cont'd)

Financial risk management (cont'd)

Market risk management (cont'd)

Currency risk management (cont'd)

Currency Position Table

	31 December 2021				
	TL Equivalents	US Dollars	Euro	Pound	Other
1. Trade receivables	158,945,737	11,505,306	20,439	272,200	392,621
2a. Monetary financial assets	-	-	-	-	-
2b. Non-monetary financial assets	-	-	-	-	-
3. Other	-	-	-	-	-
4. Current assets (1+2+3)	158,945,737	11,505,306	20,439	272,200	392,621
5. Trade receivables	-	-	-	-	-
6a. Monetary financial assets	-	-	-	-	-
6b. Non-monetary financial assets	-	-	-	-	-
7. Other	-	-	-	-	-
8. Non-current assets (5+6+7)	-	-	-	-	-
9. Total assets (4+8)	158,945,737	11,505,306	20,439	272,200	392,621
10. Trade payables	1,093,798	67,333	10,000	2,412	-
11. Financial liabilities	7,892,184	591,042	-	-	-
12a. Other monetary financial liabilities	-	-	-	-	-
12b. Other non-monetary financial liabilities	-	-	-	-	-
13. Short term liabilities (10+11+12)	8,985,982	658,375	10,000	2,412	-
14. Trade payables	-	-	-	-	-
15. Financial liabilities	-	-	-	-	-
16a. Other monetary financial liabilities	-	-	-	-	-
16b. Other non-monetary financial liabilities	-	-	-	-	-
17. Long term liabilities (14+15+16)	-	-	-	-	-
18. Total liabilities (13+17)	8,985,982	658,375	10,000	2,412	-
19. Out of balance sheet derivative instruments					
net assets/ (liabilities) position (19a-19b)	(148,018,005)	(11,085,000)	-	-	-
19a. Total amount of hedged assets	-	-	-	-	-
19b. Total amount of hedged liabilities	148,018,005	11,085,000	-	-	-
20. Net foreign currency assets / (liabilities) position (9-18+19)	1,941,750	(238,069)	10,439	269,788	392,621
21. Monetary items net foreign currency assets/(liability) position					
(1+2a+5+6a-10-11-12a-14-15-16a)	149,959,755	10,846,931	10,439	269,788	392,621
22. Fair value of financial instruments					
uses for foreign currency hedge	150,629,976	11,388,075	(77,000)	-	-
23. Hedged portion amount of foreign currency assets	-	-	-	-	-
24. Hedged portion amount of foreign currency liabilities	-	-	-	-	-

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022

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

NOTE 22 FINANCIAL INSTRUMENTS

Categories and fair value of financial instruments

The fair value is the amount at which a financial instrument can change hands in a current transaction between voluntary parties, except in a forced sale or liquidation, and is best determined by a resulting market price, if any. Estimates are used in the estimation of fair price and the interpretation of market data. However, judgment is used in interpreting market data for fair value estimation purposes. Accordingly, the estimates presented here may not indicate the amounts the company can achieve in a current market transaction.

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

Financial assets

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

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

Financial liabilities

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

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

	30 September 2022		31 December 2021	
	Fair value	Carrying value	Fair value	Carrying value
Financial assets				
Cash and cash equivalents	534,084,069	534,084,069	725,652,473	725,652,473
Financial assets	949,265,735	949,265,735	370,294,558	370,294,558
Trade receivables	3,559,567,521	3,559,567,521	1,941,020,274	1,941,020,274
Other receivables	398,382,658	398,382,658	302,422,637	302,422,637
Financial liabilities				
Short term borrowings	2,091,582,518	2,091,582,518	1,033,542,977	1,033,542,977
Short term liabilities from leases	5,078,854	5,078,854	19,060,886	19,060,886
Long term liabilities from leases	15,188,169	15,188,169	534,806	534,806
Trade payables	2,892,018,045	2,892,018,045	1,767,221,812	1,767,221,812
Other payables	12,798,471	12,798,471	20,186,799	20,186,799

GEDİK YATIRIM MENKUL DEĞERLER A.Ş. AND ITS SUBSIDIARIES**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE INTERIM PERIOD ENDED 30 SEPTEMBER 2022**

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

NOTE 22 FINANCIAL INSTRUMENTS (Cont'd)**Categories and fair value of financial instruments (Cont'd)**

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

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

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

30 September 2022

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
<i>Financial assets measured at fair value through profit or loss</i>			
<i>Marketable securities</i>	185,578,435	-	-
<i>Private sector bills and bonds</i>	479,519,986	-	-
<i>Investment funds</i>	284,167,314	-	-
<i>Financial assets measured at fair value through other comprehensive income</i>			
<i>Other marketable securities</i>	-	10,057,518	20,385,604

31 December 2021

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
<i>Financial assets measured at fair value through profit or loss</i>			
<i>Marketable securities</i>	182,910,645	-	-
<i>Private sector bills and bonds</i>	179,290,129	-	-
<i>Investment funds</i>	8,093,784	-	-
<i>Financial assets measured at fair value through other comprehensive income</i>			
<i>Other marketable securities</i>	-	10,758,750	858,118

NOTE 23 EVENTS AFTER THE BALANCE SHEET DATE

In the Company's material event disclosure dated 30 September 2022, it was announced that a receivable balance has occurred between the Company and its customers due to the recent developments arising from the extraordinary volatility in Borsa İstanbul A.Ş. Derivatives Market (VIOP). In the bulletin of the Capital Markets Board dated 2 October 2022 and numbered 2022/52, criminal complaints were filed against some of the Company's customers within the scope of the Market Fraud article 107/1 of the Capital Markets Law. As a result of the transactions carried out by the customers for whom a criminal complaint was made, the Company had to fulfill its VIOP collateral clearing obligations, which the customers could not meet, and became a creditor from the relevant customers. Legal proceedings have been initiated by the Company for customers who have become problem creditors, provision for doubtful receivables has been set aside for these balances, and the underlying asset, which is the underlying asset, has been taken over by the Company. In order to eliminate the systematic risk that may arise in the capital markets as a result of these transactions, the Company has obtained funds from Takasbank and various financial institutions by using the related stocks as collateral. Therefore, as of 30 September 2022, there has been an extraordinary increase in the balances of "Payables to Settlement and Custody Bank" and "Loans" under "Current liabilities". During the period from 30 September 2022, the closing date of the financial statements, to 21 October 2022, when the financial statements were approved, these short-term debt balances decreased by 32%.

Pursuant to the Board of Directors' decision dated 30 September 2022, due to the extraordinary volatility-induced developments in Borsa İstanbul A.Ş. Equity Market and Futures and Options Market (VIOP) in the recent period, the Group's ability to continue its activities stronger and to raise the necessary working capital. In order to ensure that the needs of the company are met, pursuant to the authority given by Article 6 of the Company's Articles of Association, the issued capital of the Company, which is TL 327,600,000 within the registered capital ceiling of TL 600,000,000, is increased by TL 177,400,000 to TL 505,000,000, fully covered by cash. It has been decided to increase it to TL, not to impose any restrictions on the rights of the owners to purchase new shares, and to grant the shareholders the right to purchase new shares at a price of TL 2 for each share with a nominal value of TL 1. Based on the aforementioned decision, an application was made to the Capital Markets Board on 17 October 2022.

Participation in the aforementioned capital increase and the increased capital amounting to TL 177,400,000, corresponding to the share of Inveo Yatırım Holding A.Ş., the controlling shareholder of the Group, with a nominal value of TL 150,552,396, which currently corresponds to 84.87% of the capital is TL 301,104,792 was early paid by Inveo Yatırım Holding A.Ş. as capital advance to demonstrate trust for Turkish Capital Markets and the Group.

Before starting the banking activities of Inveo Yatırım Bankası A.Ş., which is the investment valued by the equity method of the Group and participated with 25% effective ratio, it has been decided to increase the capital of the Company by TL 200,000,000 to TL 500,000,000.

In line with the decision taken by the Board of Directors of Inveo Yatırım Bankası A.Ş., it has been decided that TL 35,000,000 TL of the said capital to be increased in the general assembly shall be covered by the Company. When the capital increase process is completed, the Group's effective share in Inveo Yatırım Bankası A.Ş. will be 22%.

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