An aerial photograph of a large concrete dam situated in a mountainous valley. The dam features the 'Aydem' logo on its side. To the left of the dam, a large reservoir is filled with floating solar panels. In the background, several wind turbines are visible on the hillsides. The sky is a mix of blue and orange, suggesting a sunset or sunrise. The bottom of the image transitions into a purple and orange gradient background.

Activity Report for the Interim Period
(1 January 2022 - 30 September 2022)

**Towards
a renewable future
powered by
an unwavering energy**



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About Aydem Renewables

As Aydem Yenilenebilir Enerji A.Ş. (Aydem Renewables), a subsidiary of Aydem Enerji operating in the field of renewable energy generation, we focus on renewable energy with our approach, which takes into account the sustainability of natural resources, the environment and the needs of future generations.

Our venture has begun when we took the courage to build the first hydroelectric power plant in Turkey in 1995 and we continue our journey by adopting an innovative approach with a human focus to seek for the better for today and the future, to contribute to sustainable growth of our country, and to prepare a better future for the future, the society, and next generations by means of renewable energy generation.

With 24 power plants throughout the country and with a total installed capacity 1,020 MW, Aydem Renewables has an energy generation capacity of 3,930 GWh per annum. Thanks to our hydroelectric, wind and geothermal plants, we meet Turkey's energy needs with renewable energy generation.

Integrated Management System (ISO 9001: 2015, ISO 45001: 2018, ISO 14001: 2015, ISO 50001: 2018) and ISO/IEC 27001:2013 ISMS (Information Security Management System) are implemented in all our plants.

Fields of Activity of Aydem Renewables



Hydroelectric

Hydroelectric Power Plants

20
Power Plants

852,13 MW Installed Capacity
3.347 GWh Annual Production



Wind

Wind Power Plants

3
Power Plants

160,5 MW Installed Capacity
540 GWh Annual Production



Geothermal

Geothermal Power Plants

1
Power Plant

6,9 MW Installed Capacity
38 GWh Annual Production

Board of Directors



İdris Küpeli

Chairman of the Board of Directors

İdris Küpeli has a bachelor's degree in Finance and Business Administration from Florida International University and an MBA from the University of Miami. He started his career at Laurel Oak Financial Services. He worked as a director at Morgan Stanley in the United States between 2005 and 2009, following which he served as project director at NextEra Energy in Miami between 2009 and 2012. Mr. Küpeli subsequently returned to Turkey, where he served between 2012 and 2014 as the project finance and commercial director at the Trans Anatolian Natural Gas Pipeline Project between Turkey and Azerbaijan. He then served as the chief investment officer for Turkey's largest foreign investor, SOCAR Turkey, before joining Aydem Holding as CEO in 2018.



Ömer Fatih Keha

Vice Chairman & General Manager

Ömer Fatih Keha has a bachelor's degree in Electrical Electronics Engineering from Middle East Technical University. Mr. Keha started his career in September 2007 at Kalen Energy Production, where he served as electrical chief until March 2008 and as facility chief from March 2008 to June 2009. Between 2010 and 2015, Mr. Keha served as electrical power affairs manager and project manager at Adalı Holding, and was subsequently promoted to general manager at Adalı Holding in November 2015. In 2016, Mr. Keha was appointed as general manager consultant to the Turkish Ministry of Energy and Natural Resources - Electricity Generation. Mr. Keha started working as operations director for the Company from November 2018, and has served as General Manager since March 2019.

Board of Directors



Mehmet Gökay Üstün

Member of the Board of Directors

Mehmet Üstün has 24 years of professional experience. He is graduated from Boğaziçi University – Department of Economics, Üstün started his career at Eksim Dış Ticaret A.Ş. as a trader in 1997, Chief Project Director at the Republic of Turkey Prime Ministry Investment Support and Promotion Agency (ISPAT), Secretary General at Thrace Development Agency, and General Manager at Eksim Investment Holding. He served as Vice Chairman of the Board of Shanghai Eti Mining Chemicals Co.

Most recently, Üstün served as the General Manager of MTA International Mining, where he was the Chairman of the Board of Directors during its establishment, was appointed as a Board Member of Aydem Renewable Energy in 2021.



Asya Vuslat Saldanlı

Member of the Board of Directors

Having completed her high school education in Denizli and studied English at Mentora College in Washington, DC for a year, Asya Vuslat Saldanlı has graduated from George Mason University, Department of Systems Engineering. Asya Vuslat Saldanlı, who has focused primarily on operations research and renewable energy at school, has made her graduation project on the development and optimization of a transportation network consisting of flying vehicles. After graduating in 2020, Saldanlı has returned to Turkey and joined Aydem Energy.

Asya Vuslat Saldanlı, who continues her activities vigorously in various projects within the sub-companies of Aydem Energy, started to work as a Board Member of the Company in December 2021.

Board of Directors



Mehmet Hayati Öztürk

Independent Member of the Board of Directors

M. Hayati Öztürk graduated from Hacettepe University, Faculty of Chemistry and Chemical Engineering in 1976. He started his career at Petkim, a listed company and the sole sizable petrochemicals producer in Turkey, in 1977 and held various positions within Petkim until being appointed as Petkim's Assistant General Manager, responsible for workflows including R&D, finance, projects, investments, planning, sales and marketing. He served as Petkim's General Manager between 2010 and 2012 and as a board member between 2012 and 2015. He worked as an advisor to the CEO of Turkey's largest foreign investor, SOCAR Turkey, until August 2017. He was appointed as an independent board member of the Company in April 2020.



Ersin Akyüz

Independent Member of the Board of Directors

Ersin Akyüz holds a bachelor's and master's degree in Economics from the London School of Economics and an MBA in Finance from the University of Chicago. He started his career at Bankers Trust International in London in 1989. He joined Morgan Stanley in London in 1996 and then moved to Deutsche Bank in London in 2005. He moved to Deutsche Bank in Turkey in 2008 to serve as the CEO and Chief Country Officer of Deutsche Bank Turkey. He retired from banking in 2019 after a 30 year long career. He was appointed as an independent board member of the Company in April 2020.

Board of Directors



Serpil Demirel

Independent Member of the Board of Directors

Serpil Demirel has a bachelor's degree in Metallurgical Engineering from Middle East Technical University. In 1993, Mrs. Demirel started her career as a sales engineer at Eczacıbaşı Doğa Madencilik and worked as marketing and sales manager between 1999 - 2004. Following the merger of Doğa Madencilik and Esan in 2004, she continued her work in Esan as the domestic sales manager, marketing sales manager, marketing sales director, and assistant general manager. She worked at Esan between January 1, 2015, and March 31, 2021, first as general manager and then as CEO. She was appointed as an independent board member of the Company in June 2021.



Fatma Dilek Bil

Independent Member of the Board of Directors

Fatma Dilek Bil has a bachelor's degree in international finance and international marketing from the University of North Texas. She pursued her banking career in credit and marketing at American Express Bank, Koç - American Bank, BNP - AK-Dresdner and Societe Generale between 1985 - 1994. Bil's entrepreneurial years started by establishing Kangaroo Communication and Consultancy. Between 1994 and 2013, she directed Kangaroo, providing services to many national and international brands in strategic brand communication and creative advertising solutions. Bil is an independent board member of Akmerkez GYO by year of 2016. Bil is a member of the board of directors of WWF - Turkey. She is the sustainability advisor of the Turkish Clothing Manufacturers' Association. Bil is the founding mentor of the GENÇ TGSD - Sustainability Platform representing the TGSD. She was the former president of the board in 2010 and is Honorary Board Member of KAGIDER (Women Entrepreneurs Assoc. of Turkey). She is the president of Accademia Italiana della Cucina Istanbul which is a Cultural Institution of the Italian Republic. She is the founding member and former vice president of Financial Literacy and Inclusion Assoc. of Turkey, FODER. She was appointed as an independent board member of the Company in June 2021.



Reporting Period

01.01.2022 – 30.09.2022

Trade Name, Registry, Address, Contact and Website Information

Trade Registry Office: Denizli Trade

Registration Number: 13798

Mersis No: 0165003740400011

Trade Registry Date: 06.07.1995

Trade Name: Aydem Yenilenebilir Enerji Üretim A.Ş.

Address of Principal Place of Business: Adalet Mah. Hasan Gönüllü Blv. No:15/1 Merkezefendi/Denizli/Turkey

Tel: +90 258 242 27 76

Fax: +90 258 242 27 78

www.aydemyenilenebilir.com.tr/en

Investor Relations:

Mehmet Yusuf Güngör

Investor Relations Manager

Tel: +90 258 242 27 76

investorrelations@aydemenerji.com.tr

www.aydemyenilenebilir.com.tr/investorrelations

Company's Field of Activity

1) To establish, commission, take over, lease, operate, rent out all kinds of electrical power plants in to generate electrical energy, and to provide engineering, consultancy survey, planning, project and feasibility services related to these facilities.

2) To sell the electricity and / or capacity so generated within the framework of the relevant legislation.

3) To enter into affiliate relations with distribution companies incorporated or to be incorporated without

4) To enter into an affiliate relationship with any electric power generation companies incorporated or to be incorporated.

Subsidiaries of the Company

Subsidiaries	Main Activities	Ownership Percentage As of 30 September 2022
Ey-Tur Enerji Elektrik Üretim ve Ticaret Ltd. Şti. ("Ey-tur") / HES	Generation of electricity using hydro energy source	100%
Başat Elektrik Üretim ve Ticaret Ltd. Şti. ("Başat") / HES	Generation of electricity using hydro energy source	100%
Sarı Perakende Enerji Satış ve Ticaret A.Ş. ("Sarı Perakende")	Electricity trade	100%
Akköprü Yenilenebilir Enerji Üretim A.Ş.	Generation of electricity using hydro energy source	100%

Our Vision, Mission and Values

VISION, MISSION

With our sustainability culture, which we developed by evaluating social and economic impact areas, the expectations of all our stakeholders and our corporate strategy, and with our vision of "clean energy for a sustainable future" and our mission of "being Turkey's leading renewable energy generator"; we work by considering the sustainability of natural sources, the environment and the needs of future generations. With our approach that focuses on renewable energy, we always aim to move our Company forward.

OUR VALUES

Sensibility

While performing our profession in the best manner to carry our establishment to the future, we fulfill our responsibilities to individuals, to society, to our country and to the environment. We ensure that our work is done within the structure of our work ethic and achieve the targeted time and quality. We adopt a transparent and accountable way of working in accordance with procedures and rules. If we encounter an unethical or unfair practice, we make our voices heard. We take into account how our behavior affects others.

Dynamism

We follow the needs of our colleagues and stakeholders during the changing conditions and make the necessary improvements in our work, the system we perform our business, products and services. We lead the electricity sector with the steps we take and pioneer the development and change in the sector. With curiosity in our soul, we try new ways to perform products, processes and services more efficiently, quickly and free of error.

Contacting the Life

There is "human" at the focal point of each work we perform and every step we take. Our continuous improvement, curiosity, investigative spirit and expertise we gained over the years enable us to develop solutions which contribute energy and value to every moment of life. We enable our colleagues to express their various ideas, value their social needs and celebrate their success together. We work to improve quality of life by accurately analyzing the requirements and expectations of our stakeholders.

Policies

Aydem Renewables' policies can be accessed from the link below:

<https://www.aydemyenilenebilir.com.tr/info/24/policies>

Capital and Shareholder Structure

Shareholders	30 September 2022		31 December 2021	
	TL	%	TL	%
Aydem Enerji Yatırımları A.Ş.	574,975,680	81.55683%	574,975,010	81.55674%
Publicly Traded	130,000,000	18.43972%	130,000,000	18.43972%
Others	24,320	0.00345%	24,990	0.00354%
Total	705,000,000	100%	705,000,000	100%

As of 30 September 2022, the Group's paid-in capital is divided into 705,000,000 shares with a nominal value of TL 1.00 each. (<https://www.aydemyenilenebilir.com.tr/investorrelations/shareholding-structure>)

As of April 29, 2021, the company started to be traded on Borsa Istanbul - Yıldız Market. AYDEM is a constituent of BIST IPO / BIST 100-30 / BIST SERVICES / BIST 100 / BIST ELECTRICITY / BIST DENİZLİ / BIST ALL SHARES and BIST STARS indexes.

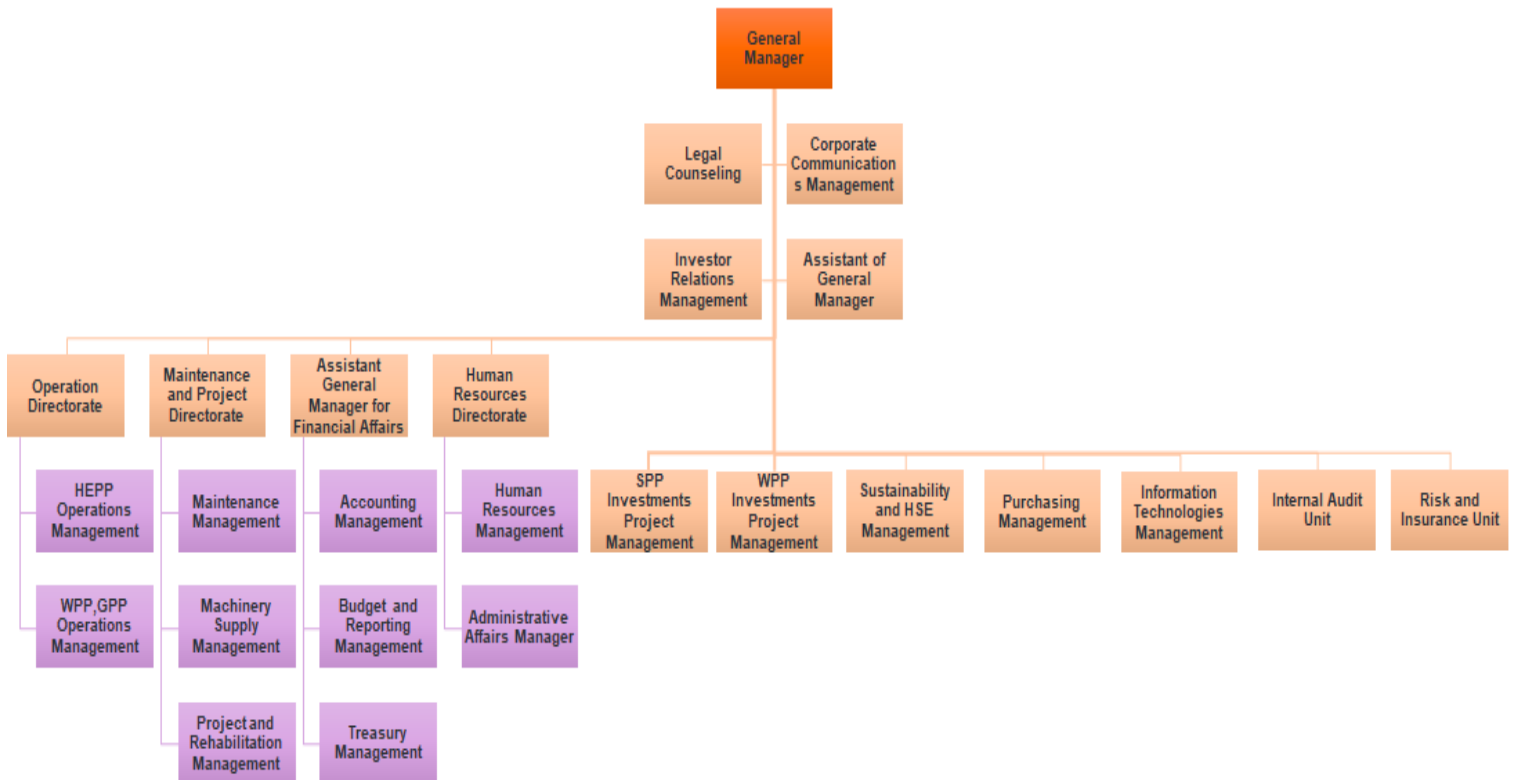
Capital Subscriptions

None.

Non-Redeemable Preferred Shares

None.

Organizational Structure



Changes Occurring During the Fiscal Year

- As per the Board resolution of EMRA dated 30/12/2021, the installation of a SPP with an installed power of 82.15 MWm was approved as an auxiliary resource within the scope of amending UŞAK WPP's license in line with the transformation of UŞAK WPP Project into a multi-resource electricity generation facility.
- As per the Board resolution of EMRA dated 23/12/2021, the installation of a SPP with an installed power of 18.8765 MWm was approved as an auxiliary resource within the scope of amending Yalova WPP's license in line with the transformation of Yalova WPP Project into a multi-resource electricity generation facility.
- On 23.09.2021 and 09.11.2021, it has been announced that the bid submitted by Aydem Renewables, in the tender for the privatization of Akköprü HPP owned by Electricity Generation Company, has been the highest bid and that the tender decision was approved by the Competition Authority. However it has been declared to Aydem Renewables on 24 January 2022 that the tender has been cancelled by the Presidency Decree dated 19 January 2022.
- As of February 2, 2022, in order to be transferred into the related investors' accounts, USD 29,062,500.00 has been paid as the payment of first coupons with regard to our Company's USD 750 million 5.5 year maturity bonds.
- Our Company has signed a Corporate Governance Rating Service Agreement with "SAHA Kurumsal Yönetim ve Kredi Derecelendirme Hizmetleri A.Ş." to be effective from February 10, 2022 onwards. Contract period is identified as 1 (one) year.
- In accordance with Article 22 of the Capital Markets Law, Capital Market Board's Communiqué II-22.1 on Share Buybacks and the related announcements dated 21.07.2016, 25.07.2016, and 23.03.2020; it has been evaluated that the share price of our company does not reflect the actual performance of the Company's activities. In this respect, in order to protect the shareholders and to contribute to the formation of stable and appropriate prices, the Board of Directors resolved to initiate a share buyback program.
- As of 30 September 2022, 5,733,502 shares totaling TL 47,208,198 (average TL 8.233746) were bought back.
- On 16 February 2022, International Rating Agency Fitch Ratings has affirmed Aydem Renewables' long-term IDR at "B+" and revised the outlook on the LT IDR of Aydem Renewables from "Stable" to "Negative".
- As per the Board resolution of EMRA dated 17/03/2022, the installation of a SPP with an installed power of 16.9494 MWm was approved as an auxiliary resource within the scope of amending Söke WPP's license in line with the transformation of Söke WPP Project into a multi-resource electricity generation facility.
- Our Company's Ordinary General Assembly Meeting for 2021 was held in Denizli on March 30, 2022.
- There was no change in the articles of association during the accounting period.
- The 'Environmental Impact Assessment Positive' decision was taken by the Ministry of Environment, Urbanization and Climate Change dated 04.04.2022 for the Uşak WPP hybrid project with an installed capacity of 82.15 MWm, which was approved by EMRA on 30.12.2021.
- As of 11.04.2022, a 102 MW turbine purchase agreement (17x6 MW) and a 10-year operating maintenance agreement for the Uşak WPP capacity increase project have been signed between our Company and Goldwind International Renewable Energy Limited.

- As of April, 20th, 2022, Corporate Governance Rating Score of our Company has been identified as 9,48 (out of 10) by SAHA Kurumsal Yönetim ve Kredi Derecelendirme Hizmetleri A.Ş., following initial performance appraisal measuring compliance with Corporate Governance Principles published by Capital Markets Board.
- With the high compliance level of Corporate Governance Principles, our company was included in the BIST Corporate Governance Index (XKURY) as of April 21, 2022.
- Within the scope of our Board of Directors' buy-back decision on May 11, 2022 our company purchased Eurobonds (XS2368781477) with a nominal value of USD 39,187,000.00 between the dates of May 11, 2022 - September 30, 2022.
- As of 30.05.2022, our company (Aydem Yenilenebilir Enerji A.Ş.) has been evaluated by JCR Eurasia Rating A.Ş. Our Long-Term National Issuer Credit Rating has been affirmed as "BBB+ (tr)", Short-Term National Issuer Credit Rating as "J2 (tr)" and outlook as "Stable" in the investment-level category. Our Long Term International Foreign and Local Currency Issuer Credit Ratings and outlooks were assigned as "BB/Stable" as parallel to international ratings and outlooks of Republic of Türkiye.
- As of June 13, 2022, the application of Investment Incentive Certificate has been approved within the scope of the general-expansion investment project to be realized in electricity generation, transmission and distribution in our WPP project with a wind installed power of 114.30 MW in Uşak-Banaz by Republic Of Turkey Ministry of Industry and Technology. In this context, Investment Incentive Document No. 535676 was issued on our behalf of the investment project amounting to TL 615,623,306 to be realized with domestic capital.
- In line with the Board Decision of the Energy Market Regulatory Authority (EMRA) dated 12 May 2022 and numbered 10971, the installed power capacity of SÖKE WPP was increased by 15% to 51.75 MWe, valid until 30 September 2022.
- As specified in the resolution of the Board of Directors of our company dated 15.06.2022, the contract regarding the lease of the landfill gas (LFG) generated at the Kumkısık Solid Waste Disposal Facility, signed by and between Denizli Metropolitan Municipality (Denizli Büyükşehir Belediye Başkanlığı) and our Company, the lease term is expired by 16.06.2022 and the LFG Power Plant with an installed capacity of 0.6 MWe has been evacuated and all of the equipment in the facility has been transferred to Denizli Metropolitan Municipality (Denizli Büyükşehir Belediye Başkanlığı) by this date in accordance with the relevant provisions of the contract and the decision of the Municipal Council, dated 22.04.2021, numbered 270 in view of the expiration of the lease term.
- As of July 18, 2022, International credit rating agency Fitch Ratings has revised our Company's long term (LTR) rating as "B" which was previously "B+" to reflect its decision to downgrade Türkiye's sovereign rating announced on July 8, 2022. The outlook of our Company has been affirmed as "Negative".
- On July 28, 2022, International credit rating agency S&P Global Ratings has affirmed Aydem Renewables' long term (LT IDR) rating at "B" and the outlook of our Company has been affirmed as "Stable".
- As of August 2, 2022, In order to be transferred into the related investors' accounts, USD 28.261.150,00 has been paid as the payment of second coupons with regard to our Company's USD 750 million 5.5 year maturity bonds.

- As of August 7, 2022, the application of Investment Incentive Certificate has been approved within the scope of the general-expansion investment project to be realized by our company in the field of electricity generation, transmission and distribution based on the solar power plant (SPP), to which 82.15 MW of mechanical (DC) power - 71.73 MW of electrical (AC) power will be added as an auxiliary source to the 114.30 MW wind power plant (WPP) in Uşak-Banaz by Republic Of Turkey Ministry of Industry and Technology. In this context, Investment Incentive Document No. 537066 was issued on our behalf of the investment project amounting to TL 651,161,675 to be realized with domestic capital. This incentive amount received by our company is the second project which has highest amount among the projects in the list.
- As of October 20, 2022, our 2021 Sustainability Report is uploaded at the corporate website.

Disclosures on Preferred Shares

The shares representing the share capital of the company are divided into two classes as Class A and Class B. Among these shares, Class A shares have two privileges, namely, nomination of candidates for the purpose of the election of members of the board of directors, and the veto right for the matters listed below.

The information on the privileges and restrictions granted to Class A shares are stated below. Pursuant to Article 8 “*Board of Directors*” of the Articles of Association:

- (i) The board of directors of the company consists of eight members. The half of the members of the board of directors of the company shall be selected among the candidates to be nominated by the shareholders holding the majority of the Class A shares, provided that the capital represented by Class A shares continues to represent at least 30% of the issued capital of the Company. The members of the board of directors to be selected among the candidates to be nominated by the shareholders holding the majority of the capital represented by the said Class A shares shall be among the members other than the independent members.
- (ii) In the event that the capital represented by Class A shares does not continue to represent at least 30% of the issued capital of the Company the privilege to nominate candidates for board of directors specified in item (i) above shall be automatically cease to exist from the moment the legal transaction leading to this situation occurs.

Pursuant to Article 14 “*General Assembly and Meetings*” of the Articles of Association:

- (i) 6362 The shareholders holding the majority of the capital represented by the Class A shares must also use a positive vote in order for the General Assembly of the Company to resolve on the following matters, and any amendments of the articles of association related to these matters, provided that the quorums in the Capital Market Law numbered 6362 and the Turkish Commercial Code numbered 6102 are maintained:
 - Release of the members of the board of directors from their liabilities upon approval of the annual report, budget and financial statements.
 - Amendment of the articles of association, except for capital increases to be made according to the registered capital system.
 - Changing the company’s business subject, entering new main fields of activities or ceasing to conduct existing ones.
 - Capital increase, liquidation, termination, capital reduction, change of type, except for capital increases to be made according to the registered capital system of the company.
 - Application for bankruptcy, or arrangement with creditors of the company, or financial restructuring under the article 309(m) of the Execution and Bankruptcy Law No. 2004.
 - Transfer of all or part of the commercial enterprise of the company.
- (ii) In the event that the capital represented by Class A shares does not continue to represent at least 30% of the issued capital of the Company the privilege to nominate candidates for board of directors specified in item (i) above shall be automatically cease to exist from the moment the legal transaction leading to this situation occurs.

Number of Preferred Shares

The Company has two types of privileges vested in the Class A shares, namely, nomination of candidates for the purpose of the election of members of the board of directors, and the right to veto on the matters mentioned above. Currently the 60% of shareholders of the Company is Class A shareholders.

Disclosure on the Voting Rights of Preferred Shares

The company does not have any shares to which any privilege has been granted with respect to voting rights.

Management Organ, Senior Managers and Personnel Structure

Management of the Company:

The management of the company consists of 8 members (3 of which are female members) of the board of directors.

Board Members	Name - Surname	Company Represented
Chairman of the Board of Directors	İdris KÜPELİ	Aydem Holding A.Ş.
Vice Chairman of the Board of Directors	Ömer Fatih KEHA	Member
Board Member	Mehmet Gökay ÜSTÜN	Member
Board Member	Asya Vuslat SALDANLI	Member
Board Member	Mehmet Hayati ÖZTÜRK	Independent Member
Board Member	Ersin AKYÜZ	Independent Member
Board Member	Serpil DEMİREL	Independent Member
Board Member	Fatma Dilek BİL	Independent Member

Top Management	Name - Surname
Vice Chairman of the Board of Directors & General Manager	Ömer Fatih KEHA
Assistant General Manager of Financial Affairs (CFO)	Hamdi ALP
Operations Director	Adnan CAN
Project and Maintenance Director	Hüseyin GÜNLÜ

Number of Employees: 539

Rights

Type of Benefit Granted	Annual Gross Amount
Remuneration and Honorarium	TL 7.170.317,12

Other Rights

None.

Research and Development Activities

None.

Within the Scope of the Permission Given by the General Assembly of the Company, Information Regarding the Transactions of the Members of the Managing Body with the Company on behalf of themselves or on behalf of someone else and their activities within the Scope of the Prohibition of Competition

For the members of the Board of Directors, except for the issues prohibited by the Turkish Commercial Code (“TCC”) provided that the transactions written in the 395th and 396th articles of the TCC, permission is obtained from the general assembly to enable them to do so. The members of the Board of Directors did not engage in commercial activities on their behalf or on behalf of someone else in the areas covered by the Group's field of activity during the interim period 01.01.2022-30.09.2022.

Investments

The investment expenditures of the company have been expended in the construction, acquisition, renewal of power plants, and in the purchase and maintenance of turbines and power plant equipment.

The company builds hydro, wind, solar and geothermal power plants and manufactures and installs the machinery and equipment used in these power plants in accordance with the technical projects of the plant. Investments in power plants require technology and capital investments. Structures built in these power plants require advanced engineering calculations.

The majority of the company's power plants consist of HPPs and due to the structure of the HPPs, they do not need a significant replacement investment for many years. On the other hand, especially in WPPs, there is a need for replacement investments in order to ensure that existing machinery and equipment are able to generate power until the expiry of license period. In addition, there may be a need for new equipment investment in order to increase efficiency.

The most important investment costs of HPPs consists of water structures included in the structures to be constructed. In such power plants, regulator, spillway, water transmission channel and tunnel, head pond, dam body, powerhouse building, control building, tail water etc. are among the main water structures al-though this varies depending on the projects. Construction of water structures accounts for approximately 75% to 80% of the total investment costs. The most important machinery and equipment used in such power plants include gates and gates lifting equipment, penstock and branch structure, water turbine, governor, generator, energy transmission line, switchgear, power and unit service transformers, warning system, command and control systems, SCADA and automation systems, communication system, and etc. HPP machinery and equipment group accounts for approximately 10- 15% of the total investment costs. The cost of procuring the land on which the HPPs are to be built and making it ready for the use, on the other hand, account for approximately 5 -10% of the total investment costs.

The most important investment cost of WPPs include the costs of machinery and equipment group. The WPP machinery and equipment group accounts for approximately 80% of the total investment costs. The cost of procuring the land on which the WPPs are to be built and making it ready for the use, on the other hand, account for approximately 5-10% of the total investment costs. The construction of the concrete foundation where turbine towers are placed on the ground, which is another investment cost item, accounts for approximately 15% to 25% of the total investment cost.

The company has some power plants built in areas designated as forest areas or in areas expropriated from private title owners. For such power plans concessions have been obtained from concerned Forest Directorate to cover the license period and the annual rental fee has been/will be paid. Lands expropriated from private title owners have been registered to the title deeds on behalf of the Ministry of Treasury and Finance, with the expropriation costs at the account of the Company, and easement rights have been established granted to the Company.

In the past four years, the company completed the investment of Akıncı HPP on 24 October 2018 and received the operating rights of Kemer HPP, and of Adıgüzel HPP from EÜAŞ within the scope of privatization on 5 May 2017. In addition, 7.5 MW capacity increase was realized in Uşak WPP in 2017.

Investment Strategy

The Investment Committee of the Company (“**Investment Committee**”) manages the investment strategy of the Company and evaluates all investment and business development opportunities amounting more than 1 million USD. Projects pre-approved by the Investment Committee are presented to the Board of Directors for a final investment decision. The company aims to diversify its investments, in particular to invest in portfolio assets that include different Technologies, such as wind, solar, geothermal and hydroelectric related to renewable energy production in different geographical regions.

The company relies on the following criteria when evaluating investment projects:

- Not making any investment in power plants where fossil fuels are used to generate power;
- Not making investments that are incompatible with the company’s sustainability, environment, occupational health and safety, governance and social policies;
- Not conflicting with obligations of the company under existing agreements/contracts, including loan agreements;
- The equity IRR of any asset under construction, development and/or construction should not be less than 10% in US dollars;
- The investment amount of any asset should not exceed 20% of the total asset value, except for investments that are considered to have a strategic and significant impact in terms of the company’s long-term policies and growth plans;
- The total investment costs of the assets under development and/or under construction should not exceed 25% of the total asset value, and
- Avoiding the concentration of counterparty risk by ensuring that the revenues from a single customer does not account for more than 30% of the total revenues.
- Not investing in projects with an adverse impact on UNESCO World Heritage sites or areas designated for nature conservation. (e.g. Wetlands of International Importance under Ramsar Convention), and
- Not investing in projects involving child labor and forced labor.

Our near-term opportunities include additional capacity via hybrid generation at existing power plants, “shovel-ready” projects that we already have licenses for, and wind capacity expansion.

The company has several opportunities for both short-term and long-term growth. Our near-term opportunities include additional capacity via hybrid generation at existing power plants, “shovel-ready” projects that we already have licenses for, and wind capacity expansion.

The Company plans to take advantage of the opportunity introduced by EMRA to generate electricity through ancillary sources at our power plants. As we would only need pay for the cost of plant construction and can use existing land and grid connections at our power plants, our capital expenditure per MW of electricity generated at hybrid power plants will be lower than for green field projects. For instance, we expect that building solar power capacity at one of our existing power plants would result in total capital expenditure savings of 40% to 50% when compared to the capital expenditure required for a similarly-sized typical standalone SPP. In addition, we expect that our operating expenses for hybrid projects would be only 15% to 20% of revenue, compared to operating expenses of 35% to 40% of revenue for our new standalone projects, and there would be no related increase in the system usage fee. Multiple sources of electricity (such as water, wind and solar power) can be used to produce electricity at the same power

plant using the same network infrastructure. This opportunity will allow us to increase our total capacity factor, increase our efficiency and diversify our generation profile. Depending on this diversification in generation resources, the degree of exposure of the Company to droughts will decrease.

The planned investments of the Company consist of solar power plants that will provide hybrid generation and wind power plants that will be commissioned through capacity increase. On the basis of total installed power, the investments planned to be commissioned in 2022 and 2023 are 358 MW, of which 82 MW will be completed in 2022 and the remaining 276 MW will be completed in 2023. On the basis of portfolio diversity, 196 MW of the total 358 MW will be for hybrid solar investments and the remaining 162 MW will be for wind capacity increases. The total budget of the planned investments is USD 264 mn and the reason for the increase in the investment budget is the costs. The investments are planned to be financed entirely with the remaining amount from the Eurobond issuance and the internal resources from operational income of the Company. With the completion of the investments, it is expected that the enrichment of the portfolio diversity will make positive contributions, as well as the production increases due to the installed power and the improving capacity factor.

Hybrid power plants, which enable the generation of electrical energy from more than one source in a single generation facility, enable more efficient use of generation facilities and produce more electricity within their electricity generation capacity. In hybrid power plants, the effect of seasonal conditions can be minimized by producing from SPP (Solar Power Plant) when the precipitation is low and from HPP (Hydroelectric Power Plant) when the sun light is low.

The prominent advantages of hybrid power plant investments are that the investment and operational costs are lower, and the electrical energy produced from auxiliary sources is evaluated within the scope of Feed in Tariff if the main source is within the scope of Feed in Tariff.

As of the report date, Yağmur HPP and Armağan HPP investments, which are among the power plant investments of the Company, have already been stopped.

Acquisition of Investments Recognized Through Affiliate / Subsidiary / Equity Method

None.

Acquisition of Non-Controlling Shares

None.

Other Investments

None.

Internal Audit

The current internal control system, which covers such matters as increasing the effectiveness and efficiency in the operations of the Company, ensuring reliability in financial reporting, and compliance with laws and regulations, is audited by the Internal Audit and Control Unit within the framework of the annual internal audit plan.

Subsidiaries of Company and Interests in Subsidiaries

None.

Information on Own Shares Acquired by the Company

As of 30 September 2022, 5,733,502 shares totaling TL 47,208,198 (average TL 8.233746) were bought back.

Independent Audit

The company is not subject to independent audit as of the report date.

Litigations

As of 30 September 2022, Aydem Yenilenebilir Enerji A.Ş. has made a provision in amount of TL 8,112,295 for the lawsuits filed against the Company.

Administrative and Judicial Penalties

Although it has been decided to impose administrative fines and other administrative sanctions for all buildings with the allegation of violation of zoning legislation due to the lack of construction permits for Dalaman HPP 1-2-3-4-5 and Gökyar HPP belonging to the Company by the decisions of the Municipal Committee, the Company has filed lawsuits with the Administrative Courts seeking to have the transactions canceled, claiming that the administrative proceedings are illegal and that the HPPs are exempt from the construction permission due to their public investment nature. In the lawsuits filed, a motion for a stay of execution was granted. As a result of the litigation process, 94 lawsuits were accepted and administrative sanctions were canceled, and these are not expected to pose a risk to the Company.

Information and Evaluations Regarding Whether the Goals Set in the Previous Periods Have Been Achieved, Whether the General Assembly Resolutions Have Been Fulfilled, the Reasons If the Goals Are Not Achieved or the Resolutions Are Not Fulfilled

The company fulfilled all General Assembly resolutions in the interim period between 01.01.2022 - 30.09.2022.

Information on extraordinary general assembly meeting, if any, held within the period

None.

Donations and Aids

As of the reporting period (1 January 2022 - 30 September 2022), a total of TL 715,307 was donated to various institutions and organizations within the framework of donations and aids and social responsibility projects.

Precautions

Our company has discussed with the controlling shareholder all the measures taken or omitted to be taken for the benefit of the affiliate or subsidiary for the operating period between 01.01.2022 - 30.09.2022. We hereby declare that to the best of our knowledge our company has not suffered such loss due to a transaction occurring in 2022, nor has our company obtained any benefit as a result of such transaction, and that there has been no equalization of the interests obtained, or losses suffered by the dominant partner.

Analysis

The Board of Directors has evaluated the results and planning for 1 January 2022 - 30 September 2022 and has determined that the targets were realized to a large extent. The company had a net income in amount of TL 905,872,744 as of 30 September 2022.

As of 30 September 2022, the Company has an accumulated loss of TL 882,546,011 and a net income of TL 905,872,744 for the period. On the other hand, the Company generated an operating profit of TL 2,218,790,291 and generated cash in amount of TL 2,392,955,822 from operating activities. The Company generated a profit before interest, tax and depreciation of TL 2,793,970,446 from operating activities.

The company generates electricity sales revenues and collects such revenues in less than a month. On the other hand, all debts payable within one year are included in short-term liabilities. The high turnover of the receivables of the group provides an advantage in terms of timely payment of short-term liabilities. As a result of the sales denominated in USD realized within the scope of the Company's Renewable Energy Resources Support Mechanism ("YEKDEM"), the total revenues have decreased for the period ended as of 30 September 2022.

Insolvency

The consolidated financial statements have been prepared on the going concern basis.

There has been no development that took place after the reporting date, indicating that there has been no uncertainty about the continuity of the business of the company.

Having both an average collection period of the Group's trade receivables which is formed by electricity sales of less than 30 days and also a high collection ability creates an advantage in paying short-term liabilities on time. Therefore, the group does not need any financing to fund its working capital.

As of 30 September 2022, the Group's revenues within the scope of FIT constitute approximately 79% of its total revenues. In addition, the income of the group under FIT is expected to continue for at least approximately 4 years in accordance with the existing agreements.

The Group management made an assessment of the sustainability of the operations and determined that the Group has sufficient resources to maintain its operations in the near future considering its capacity to generate income, profit and liquidity. The Group management believes that there is no uncertainty about the sustainability of its operations and has prepared its carve-out consolidated financial statements with the assumption that the entity will continue to operate in the foreseeable future.

Dividend Policy

The purpose of the dividend distribution policy is to ensure that a balanced and consistent policy is followed between the shareholders and the Company's interests in accordance with the relevant legislation, to inform the investors and to maintain a transparent policy towards the investors in terms of dividend distribution.

Pursuant to the Capital Markets Law, public companies are required to have a dividend distribution policy which must be determined by the general assembly of shareholders of the relevant company. Pursuant to the mandatory provisions of the Communiqué on Dividend Distribution (II-19.1) of the CMB, the dividend distribution policy is required to consist of information as to whether the public company will distribute dividends and if so, the relevant dividend distribution ratio, form of payment, timing of dividend distribution and whether interim dividends will be paid by the public company. Based on the non-mandatory provisions of the Corporate Governance Principles (as defined herein), the dividend distribution policy should include the minimum information allowing the investors to foresee the procedures and the principles that will apply to the distribution of profits in the upcoming periods.

Our dividend policy has been approved by Board of Directors decision no. 2020/27 dated July 6, 2020 and was approved by the General Assembly on August 14, 2020. Our dividend policy has established a dividend distribution target of at least 50% of our distributable net profit in either cash, bonus shares or a combination thereof. The timing and amount of any future dividend payments will depend on our existing and future financial condition, results of operations, contractual obligations, liquidity needs and other matters that we may consider relevant from time to time, including, without limitation, capital expenditures, our financial performance and equity market conditions. Our Board of Directors will submit a dividend distribution proposal for approval by our shareholders in each ordinary General Assembly, which will take into consideration our long-term strategies, financing needs, short term liabilities and the conditions under our agreements and our profitability. For the avoidance of doubt, the Board of Directors may not submit a dividend distribution proposal and/or the General Assembly may not allow a dividend distribution, based on the considerations mentioned above. Also, in accordance with applicable law, we may consider making interim dividend payments or making the dividend payment in installments.

The CTA requires that the Company distribute at least 50% of the Excess Cash accumulated for the relevant year as dividends until the Selling Shareholder Loan Facility is fully repaid in 2022, provided that distribution is allowed under applicable law. To the extent that we do not generate any distributable profits, there will be no Excess Cash and dividends will not be distributed. For further information, see also "Risk Factors—Risks Relating to an Investment in the Offer Shares—We may not pay dividends to holders of the Shares or declare dividends in the future."

Dividend Advance Distribution

The general assembly of the company may decide to distribute advance dividends to the shareholders in accordance with the provisions of the CMB and other relevant legislation. Provisions of the relevant legislation are followed in the calculation and distribution of the advance dividend amount.

Dividend advance is distributed in cash over the profits included in the Company's interim financial statements. Advance dividends for a certain interim period cannot be distributed in installments.

Dividend advance is distributed equally to all existing shares as of the distribution date, regardless of their issuance and acquisition dates.

The advance dividend to be distributed cannot exceed half of the net profit for the period resulting from the interim financial statements, after deducting the reserves required to be set aside in accordance with the Turkish Commercial Code and the Articles of Association and the previous years' losses. The total amount of advance dividend to be given in an accounting period;

- a) Half of the net profit for the previous year,
- b) Other sources that may be subject to profit distribution, excluding net profit for the period included in the relevant interim financial statements. Cannot exceed the lower one.

If more than one dividend advance payment is made within the same accounting period; while calculating the dividend advances to be paid in the following interim periods, the dividend advances paid in the previous interim periods are deducted from the calculated amount.

No additional advance dividends can be given and dividends cannot be distributed in the following accounting periods without deducting advances paid in the previous accounting periods.

Advance dividends cannot be distributed to persons other than the shareholders, and advance dividends are paid to privileged shares without taking into account the privilege.

In the case of partnerships in which we own directly or indirectly, five, ten, twenty, twenty-five, thirty-three, fifty, sixty-seven percent or one hundred percent shares in the capital of a capital company, the ratio of the shares we own falls below or exceeds these ratios, this situation and its justification

None.

Risk Management

It is anticipated that the company may be exposed to the following risks depending on the use of financial instruments.

- **Credit Risk** is the risk that a customer or counterparty does not fulfill its obligations under a contract and it is largely resulted from sums due from customers.
- **Liquidity Risk** is the risk which entails the company not being able to meet its future financial liabilities. The liquidity risk of the company is managed by obtaining sufficient financing facilities from various financial institutions so as not to damage the Company or damage its reputation in order to fund the current and future possible debt requirements under normal conditions or crisis situations.
- **Market Risk** is the risk of changes in the money market, such as exchange rates, interest rates, or prices of instruments traded in the securities markets, are a risk of changing the value of the Company's income or financial assets. Market risk management aims to optimize return while controlling market risk exposure within acceptable limits.
- **Operational Risk** refers to risks, such as Personnel Risk, Legal Risks, Technological Risks, Organization Risks and Generation Risks arising from the structure of the enterprise.

Early Detection of Risk Committee and its Studies

Our company has assessed and evaluated all possible risks and has taken all necessary measures to avoid any negative consequences or to mitigate them with the least damage.

Risks the Company May Encounter

1. The operation, maintenance and renewal of power plants pose significant risks that may lead to unexpected power outages, low efficiency and unexpected investment expenditures.
2. If one of the important power plants of the Company becomes out of service or damaged, this may have adversely affects on the operations of the Company.
3. The company is subject to certain risks related to the supply and maintenance of the equipment and services that the company needs for its current and future operations.
4. The company may not be able to maintain relationships with its suppliers.
5. The acquisitions planned by the company may not be completed or, if completed, the related acquisitions may not provide the expected benefit. Acquisitions may cause the focus of the Company's management to divert and an increase of debt to equity ratio of the Company. Failure of such acquisitions may reduce the profitability of the Company.
6. Any failure of the Company to comply with the contract for the transfer of operating rights for Adıgüzel HPP and Kemer HPP may lead the competent authorities to take measures or the revocation of the operating rights arising from the contract.

7. Any legal action, compliance activities and/or cessation of the generation activity at the power plants as a result of a claim alleging that any damage to the natural environment has been caused by the construction or operation of the power plants of the Company may lead to an increase in costs.
8. Operations carried out during electricity generation activities can be dangerous and may cause accidents. In certain circumstances, it may cause personal injury or material damage. This situation may cause significant interruptions in the operations of the Company and/or may expose the Company to judicial and administrative sanctions.
9. The company's existing insurance policies may not be sufficient to cover all potential damages. It is not possible to take out an insurance policy to cover all risks that may occur as a result of an accident or damage or otherwise.
10. The activity of the company depends largely on the information technology ("IT") infrastructure. Any delays, interruptions in the company's IT systems and in networks of the Company, or cyber-attacks on these systems and networks may adversely affect the Company's operations.
11. The company may be exposed to risks due to the possible unethical or illegal behavior of its employees, suppliers, agents or other third parties.
12. The company has, and will continue to carry out, related party transactions with its indirect controlling shareholder, as well as other related parties.
13. The loss of key personnel or the failure to recruit key personnel and qualified employees in the Company may limit the growth of the Company and may adversely affect its operations.
14. Union representation of workers working at company's power plants may increase the Company's employment-related expenses. Increasing the number of slowdown actions may adversely affect the operations of the Company.
15. The company may be adversely affected by changes in applicable tax legislation or practices, or any increases in tax rates or tax audits.
16. The company is jointly and severally responsible for its subcontractors' violation of applicable laws and regulations. As a result of the activities of subcontractors, the Company may become liable, or the Company may be subject to legal proceedings.
17. The company may be responsible for some debts of Parla Solar due to the carve-out.
18. The indebtedness and financial liabilities of the Company may adversely affect the operations, financial status, and results of the Company.
19. The company is required to fulfill certain commitments within the scope of its Eurobond obligations.
20. Failure to secure a credit facility or capital due to fluctuations in credit facility and capital markets or other factors may make it more difficult for the Company to develop its projects or to finance its acquisitions.
21. The setbacks caused by widespread public health concerns, including the COVID-19 outbreak, may adversely affect the Company's activities, its operating results, its future expectations, or its financial status.
22. The generation of electricity from renewable energy sources relies heavily on favorable meteorological conditions (including the supply of appropriate amounts of water and wind).
23. Demand for electricity may decrease.
24. The activities of the company depend on the obtaining and maintaining of the licenses, permits and regulations required for the operation of the power plants and mandatory agreements with public institutions.
25. Electricity market prices and estimated prices may vary significantly.

26. Any reduction or revocation of the Government's support for renewable energy or other changes in the Government's energy policy and in energy legislation may adversely affect the Company's future investment and growth plans.
27. The Company is subject to possible exchange rate risk in Completion Payments within the scope of YEKDEM incentive, and when the YEKDEM period ends for the Company's power plants, the Company's currency risk will increase.
28. The company may face significant uncertainties regarding the development of new power plants. New projects may not be efficient, may not be completed at all, or may not perform as expected.
29. The operational difficulties related to the transmission and distribution network may adversely affect the Company's ability to sell the electricity it generates.
30. The company is subject to collection risk arising from electricity sales.

Events after the reporting period

- Within the scope of our Board of Directors' Eurobond buy-back decision on May 11, 2022 our company purchased Eurobonds (XS2368781477) with a nominal value of USD 6,602,000.00 between the dates of October 1, 2022 - November 7, 2022.

Additional Information

At the Ordinary General Assembly Meeting dated March 30, 2022, the 2021 Annual Report, the Commitment Report and the 2021 Independent Audit Report were read. Financial statements for 2021 were read and discussed. As a result of the voting, the financial statements were unanimously accepted and approved. Regarding the result of the 2021 financial period, in the 6th Article of the Company's Board of Directors regarding the decision on the profit/loss for the 2021 accounting period, in accordance with the table regarding the non-distribution of profits prepared within the scope of the Board of Directors decision dated 04.03.2022 and numbered 2022/9. According to the company's financial statements, it was unanimously decided not to distribute profits since the company has previous year losses and there is no distributable profit. The release of the Members of the Board of Directors due to their work in 2021. It was unanimously decided to release the Members of the Board of Directors separately for their routine activities between 01/01/2021-31/12/2021. The selection of independent auditors for the audit of company activities in 2021 was discussed and negotiated. It has been unanimously decided to elect the independent audit firm with the title of "Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş." as the Independent Auditor for the audit of the Company's activities in 2022.

Within the scope of Article 8 of the Corporate Governance Communiqué; Material Event Disclosures dated April 18, 2022 regarding the updates in the Corporate Governance Principles Compliance Reports during the period are as follows:

Corporate Governance Compliance Report (Update) - <https://www.kap.org.tr/en/Bildirim/1021610>

Corporate Governance Information Form (Update) - Shareholders - <https://www.kap.org.tr/en/Bildirim/1021636>

Corporate Governance Information Form (Update) - Board of Directors-1 - <https://www.kap.org.tr/en/Bildirim/1021637>

Corporate Governance Information Form (Update) - Board of Directors-2 - <https://www.kap.org.tr/en/Bildirim/1021638>

Our company's current compliance status of Corporate Governance Principles status can be accessed via the link below:

<https://www.kap.org.tr/en/cgif/8acae2c4782a4d580178b56e7c5c4404>

Impact Reporting

KPIs related to Renewable Energy Production

- Capacity of renewable power plants built or rehabilitated in MW

It is planned that our Uşak WPP-1 Hybrid SPP project will be commissioned in December 2022 with the approval of the Ministry.

Studies on the projects continue. Regarding hybrid SPP projects, the predicted install power values are as such: Uşak WPP-1 Hybrid SPP: 82.15 MWp, Yalova WPP Hybrid SPP: 18.88 MWp, Söke WPP Hybrid SPP: 16.95 MWp, Uşak-2 WPP Hybrid SPP: 17.85 MWp, Akıncı HEPP Hybrid SPP: 12.09 MWp, Koyulhisar HES Hybrid SPP: 7.69 MWp, other 40 MWp.

- Expected renewable energy generation (GWh/year)

The expected renewable energy production from our existing power plants for 2023 is 2,844 GWh/year. However, since the meteorological forecasts predict that the winter of 2023 will be severe, a realization is expected above the estimated production. In addition, with the commissioning of the ongoing hybrid and capacity increase projects, a production of over 3,329 GWh is predicted.

KPIs on Energy Efficiency

- Annual energy savings in MWh/GWh (electricity)

Projects that reach the idea line in 2022 are evaluated with the aim of improving our way of doing business in a sustainable way and providing benefits in line with our common goals.

- Investments for energy optimization

It is planned that our Uşak WPP Hybrid SPP project will be commissioned in December 2022 with the approval of the Ministry.

Studies on the projects continue. Regarding hybrid SPP projects, the predicted investment costs are as such: Uşak WPP-1 Hybrid SPP: 53.8 M USD, Yalova WPP Hybrid SPP: 17.8 M USD, Söke WPP Hybrid SPP: 16 M USD, Uşak-2 WPP Hybrid SPP: 13.1 M USD, Akıncı HPP Hybrid SPP: 8.6 M USD, Koyulhisar HES Hybrid SPP: 5.8 M USD, Other investment cost is 28 M USD.

Project Management related KPIs

- Completion Percentage of Eligible Projects

It is planned that our Uşak WPP Hybrid SPP project will be commissioned in December 2022 with the approval of the Ministry. Studies on other projects continue. Hybrid SPP projects permit parts of Uşak WPP-1 Hybrid SPP: 90%, Yalova WPP Hybrid SPP: 60%, Söke WPP Hybrid SPP: 60%, Uşak-2 WPP Hybrid SPP: 20%, Akıncı HES Hybrid SPP: 10%, Koyulhisar HEPP Hybrid SPP: 10%, Other (40 MWp) Projects 20%. Installation works of Uşak-1 WPP Hybrid SPP have been completed.

KPIs on New Space Consumption

- New use of space for Eligible Projects

In terrestrial SPP projects, a maximum area of 15,000 m² is used for 1 MWp in accordance with the regulation published by EMRA. Necessary work is being done to stay below the said legal area limit. In addition, there are some legal obligations regarding the installation of Terrestrial SPP. Installation in forest areas and agricultural lands etc. is not allowed. For this reason, all areas where Hybrid SPP will be installed are planned to be installed in areas where agriculture cannot be done in areas where a “Non-Agricultural Decision” has been given by the state.

For floating SPP projects, a Pre-Feasibility Report is prepared and approved by DSI. A lease agreement is signed with DSI for the floating areas to be used after the approval. If official institutions and organizations do not find it appropriate, no work is carried out.

Regarding the Uşak WPP-1 Project, extra area will be used for the Project and there will be no tree cutting due to regional characteristics. The project design process continues for other hybrid projects.

KPIs on the protection of biodiversity

- Number of Environmental Risk Assessments in the context of Eligible Green Projects

Uşak WPP-1 82.15 MW Hybrid SPP, Uşak WPP 11 turbine capacity increase, Söke WPP capacity increase, Yalova WPP capacity increase, Feslek HES Hybrid SPP EIA Period has been completed.

Uşak WPP 6 turbine capacity increase, Uşak WPP 34 MW capacity increase, Söke WPP Hybrid SPP, Yalova WPP Hybrid SPP, Akıncı HES Hybrid SPP, Koyulhisar HES Hybrid SPP, Dalaman HES Hybrid SPP, Adıgüzel HES Hybrid SPP EIA processes continue.

Uşak WPP-2 17.85 MW Hybrid SPP; The EIA process will be initiated after the ongoing processes in the Uşak WPP project.

➤ Bat Nests

- Dalaman HEPP bat nest installation was established on 15.09.2022 as 20 units as stated below.

HEPP-1 → 5 Pcs.

HEPP-2 → 5 Pcs.

HEPP-3 → 5 Pcs.

HEPP-4 → 3 Pcs.

HEPP-5 → 2 Pcs.

- Sound analyzes were taken by placing sound monitoring devices in Kemer HEPP to monitor bats. With the evaluation of the analysis results, 30 bat nests were placed at different points. The field installation of the bat nests was carried out together with Dr. Okan Ürker, Biologist Emre Durukan and the Environmental Unit.

➤ **Monitoring Studies**

- About the bat nests, the power plant workers were also informed about how to check the nests after installation and what they should pay attention to.
- After installation, controls are provided in 15-day periods, and nest cleaning is also carried out during these controls. (spider webs, tree leaves, etc.)

Result: During the 1st month controls, bats were detected in some nests in the area, and it was understood that the bats discovered the nests and settled in the process. This shows that a correct path has been followed with the initial project objectives.

Söke WPP Beekeeping Project

- The manufacturing phase of the hives has been completed.
- Since it is the olive harvest time, the project will be started as of the end of October.

Camera Trap Project

- On 14-15.09.2022, a total of 5 camera traps were installed at Göktaş-1 HPP and Göktaş-2 HPP power plants by the consultant firm.
- Biologist Emre Durukan and Mustafa Berkay Şahin have installed camera traps on behalf of the consultant firm.

Camera Trap Project Monitoring Results

- Monitoring studies were carried out with direct and indirect method methods at Göktaş I-II HPP site; matters such as footprints, stools, and nest detection were examined. Literature searches have been made for terrestrial fauna elements likely to use the area, and previous studies have also been examined.
- Subsequently, the installation works were started together with the Company officials and Power Plant employees. In the meantime, information was given on subjects such as the selection of the area, the points to be considered, how to use the camera traps, and what to pay attention to.
- Result: The terrestrial fauna elements that are thought to use the area during the camera trap controls were captured and recorded. The goal in the future is to record the species that are rarely recorded in the literature and observations or that are thought to not use the area anymore, thus contributing to national science studies and raising the awareness of social responsibility by taking part in necessary conservation studies.

KPIs on Complaints from the Community about Eligible Green Projects

- Number of fair complaints received

There are no complaints about green projects.

State/Local Government Approval KPIs

- Number of completed local/Government authority approvals

Hybrid Projects;

Regarding hybrid SPP projects, legal processes have been completed within the scope of Uşak-1 WPP Hybrid SPP. Ministry acceptance studies have been started.

Regarding the Yalova WPP project and Söke WPP projects, Public Participation and IDK meetings were held within the scope of the EIA studies. The file has been uploaded to the system and is awaiting approval.

Project design studies and permit processes continue for Uşak-2 WPP, Akıncı HEPP, Koyulhisar HEPP and other hybrid projects.

Capacity increases;

Positive opinions were received from TEİAŞ and EMRA within the scope of Uşak WPP, Söke WPP and Yalova WPP Capacity Increase projects.

EIA positive opinions were received for the Uşak WPP, Söke WPP and Yalova WPP Capacity Extension projects. The process continues for Uşak 54 MW.

Permission processes with other institutions continue.

- A turbine purchase contract was signed as Uşak RES 17 x 6 MW and Söke RES 2 x 6 MW.
- Additional capacities were obtained from EMRA as +6MW for Yalova and +6 MW for Söke; and total capacity increases have become Uşak WPP 102 MW, Yalova WPP 12 MW, Söke WPP 12 MW additional capacity.
- TEA results of all capacity increase projects were positive.
- The EIA process of all capacity increase applications has been initiated. EIA positive opinions were received as Uşak WPP 52.8 MW, Söke WPP 12 MW, Yalova WPP 12 MW. The process continues for Uşak 54 MW.
- Turbine productions started, the anchorage system for the Uşak RES 17 turbine arrived at the site.
- Uşak WPP capacity increase project commissioning date is 2023 1st quarter,
- The commissioning date of the Yalova WPP capacity increase project is in the 3rd quarter of 2023,
- The commissioning date of the Söke WPP capacity increase project is declared as the 2nd quarter of 2023.

Information About the Shares of the Enterprises Included in the Group in the Capital of the Parent Company

Businesses included in the Group do not have a share in the capital of the parent company.

Explanations Regarding the Internal Audit and Risk Management Systems of the Group Regarding the Preparation Process of the Consolidated Financial Statements:

Consolidated financial statements are within the scope of the Capital Markets Board (“CMB”) Communiqué on “Principles of Financial Reporting in Capital Markets” numbered II -14.1 and Turkish Financial Reporting Standards (“TFRS”) published by the Public Oversight, Accounting and Auditing Standards Authority (“KGK”), the presentation principles have been prepared in accordance with the 2019 TFRS Taxonomy, which was developed by the KGK based on subparagraph (b) of the 9th article of the Decree Law No. 660 and determined and announced to the public with the decision of the KGK dated April 15, 2019.

Committees

In accordance with the relevant legislation, five committees, namely the Audit Committee, the Corporate Governance Committee, the Early Detection of Risk Committee, the Investment Committee and the Occupational Health, Safety and Environment Committee, have been established within the governance structure of company with the resolution of the Board of Directors, dated 6 July 2020 and numbered 2020/27.

Details of duties and working principles of the committees are given below. In accordance with the Articles of Association, any changes to the working principles of the committees shall be subject to the approval of the Board of Directors.

Audit Committee

The Audit Committee fulfills the duties and responsibilities specified in the working principles and assumes the duties assigned to it under the Articles of Association and the Communiqué on Corporate Governance. The main purpose of the Audit Committee is to oversight the Company's accounting system and practices, the functioning of the internal control system, public disclosures made on financial information about the Company, the effectiveness of the Company's internal audit activities and independent audit activities, and the Company's compliance with the relevant legislation and corporate code of conduct.

The Audit Committee consists of at least two members, and the members of the Audit Committee are selected from among the independent members of the Board of Directors. At least one of these members must have five years of experience in auditing / accounting and finance. If any member of the Board of Directors loses their status as a member, or an independent member of the Board of Directors as per the Capital Market Law, s/he loses her/his status as a member of the Committee. Independent Board Members Mehmet Hayati Öztürk and Ersin Akyüz were elected to the Audit Committee upon resolution of the Board of Directors, dated July 6, 2020 and numbered 2020/27. Independent Board Members Serpil Demirel and Fatma Dilek Bil were elected to the Audit Committee upon resolution of the Board of Directors, dated September 30, 2020 and numbered 2021/21. The Chairman of the Audit Committee is Ersin Akyüz.

Audit Committee members and Committee Chairman are selected by the Board of Directors. The term of office committee members may not exceed three years, and committee members whose term of office has expired may be re-appointed.

The Committee convenes with the participation of the simple majority of its members and passes decisions with the majority of the members present at the meeting. Except for the urgently held meetings of the Committee within the scope of the Principles Regarding Related Party Transactions, the Committee meets at least quarterly and for a minimum of four times per year. Committee meetings shall be timed to coincide with the Board meetings to the extent possible and shall be held prior to each Board meeting at the Company's headquarters or at another location where the members of the Committee are present.

The Committee shall put all its work in writing, keep records thereof and report to the Board of Directors regarding the results of the work conducted and the meetings held by the Committee. The findings and recommendations of the Committee within the scope of its duties and responsibilities shall be immediately reported to the Board of Directors in writing. The minutes of the Committee meetings shall be approved by the Committee members and kept together with the decisions of the Committee.

The Company's internal audit manager or a member appointed by the committee takes the responsibility as a Rapporteur under the Chair of the Committee. The Rapporteur ensures the participation of the people whose chairperson wants to attend the meeting and is responsible for facilitating the meetings through, preparation of the agenda, informing the participants of the meetings, keeping meeting minutes and sharing the relevant documentation.

The Secretariat of the Board of Directors is responsible for the administrative organization of the meetings and the distribution of meeting minutes to the members of the Board of Directors and keeping the records in the resolution book.

No one other than the members of the Committee shall attend the meetings of the Committee unless invited by the chairman of the Committee.

The Audit Committee performs the following duties including but not limited to:

- The Committee shall provide the Board of Directors with its written evaluation after having received the opinions of the Company's relevant executives and independent external auditors regarding the compliance and accuracy of the annual and financial statements (including footnotes thereof) to be disclosed to the public with the accounting principles followed by the Company.
- The selection of the independent audit firm, the preparation of independent audit contracts and the initiation of the independent audit process, and the work of the independent audit firm at every stage are carried out under the supervision of the Audit Committee.
- The independent auditing firm from which the Company will receive services and the services to be procured from this firm are determined by the Audit Committee and submitted to the Board of Directors for the approval of the shareholders of Company. The Committee shall obtain a written statement from the independent external auditor confirming its independence in respect of the independent audit activities, examine the issues (if any) which might jeopardize the independence of the external auditor prior to recommending the election of such independent auditor to the Board of Directors and report its analysis on the matter to the Board of Directors.
- The Committee supervises the fulfillment by the independent external auditor of its obligations to share with the Committee the major issues regarding the accounting policies and practices of the Company, alternative practices and public disclosure options in line with the accounting standards and accounting principles previously communicated to the Company and the potential consequences thereof, the recommendations of the independent external auditor in respect of the foregoing and the material communication between the Company's management and the independent external auditor.

- The Committee shall organize extraordinary meetings to examine the terms and conditions of each One-Off Related Party Transaction of the Company exceeding 3% of the net sales in the previous year's Profit and Loss Statement or the total assets in the Balance Sheet for the previous year and submit a report to the Board of Directors in respect of each One-Off Related Party Transaction that exceeds the applicable threshold.
- To the extent the preparation of an independent valuation report is required under the Communiqué or other rules and regulations, the Committee shall ensure that such independent evaluation report is obtained and references to such independent evaluation report are attached to the report of the audit committee.
- During the meetings to be held by the Committee following the announcement of the relevant quarter financial tables, the Committee shall examine the Related Party Transactions entered into within the scope of the Continuous Related Party Transactions, in respect of which the annual approvals have been obtained. Following its examination of the Related Party Transactions, the Committee shall submit a report to the Board of Directors.
- The Committee shall make sure that all kinds of measures are taken in order to ensure the sufficient and transparent conduct of the Internal Audit. It constantly reviews Internal Audit responsibilities, resources, activities and performance. It reviews and approves the regulations and procedures in which Internal Audit authorities, responsibilities and processes are defined. It reviews and approves the Internal Audit organization, operating principles, annual audit plan and possible updates to these matters.
- It supervises the difficulties that may be encountered in the execution of Internal Audit activities, including restrictions on access to the necessary information within the scope of the audit principles. It reviews the reports, findings, actions and action situations prepared by the internal audit department.
- The Committee shall submit its opinions and recommendations regarding the internal control system to the Board of Directors, also taking into account the feedback of the Company's senior management and independent external auditor.
- The Committee shall make sure that all kinds of measures are taken in order to ensure the sufficient and transparent conduct of the internal audit and the independent external audit.
- It reviews the policies and procedures regarding unethical transactions, abuse and ensures their implementation. It oversees the establishment of the necessary mechanisms to refer the relevant issues to the committee.
- The Committee shall monitor the compliance with the Company's internal regulations aimed at preventing conflicts of interest between the Board members, senior managements or other related parties, and the abuse of commercial secrets or information which may influence the value of the Company's shares.

- The Committee shall receive reports from the Company's Legal and Compliance Department regarding regulations in compliance with the legislation.
- Where necessary, the Committee shall examine, together with the independent external auditor, the acts of the officers performing material tasks in the accounting and internal control system of the Company, which violate the regulations hereunder, and share its findings and recommendations on the matter with the Board of Directors.
- The Committee shall determine the methods and criteria to be applied when examining and resolving on the complaints communicated to the Company in relation to the Company's accounting system, internal control system and independent audit, and evaluating the feedback of the Company's employees regarding the Company's accounting and independent audit.
- Upon the request of the Board of Directors, the Committee undertakes other duties and responsibilities, which could be considered to fall within the scope of its duties.
- The Committee shall evaluate the effectiveness of the risk management system carried out within the Company and for this purpose, it shares information with other committees established by the Board of Directors and works in cooperation with them.
- In the event that the Company's shares are offered to the public, the Committee shall, for the two years' period following the date on which the relevant shares are first traded at the stock exchange, prepare a report analyzing whether or not the assumptions.

The decisions of the Audit Committee are of advice to the board of directors, and the works and recommendation of the committee do not remove the responsibilities of the board members arising from the TCC. The Board of Directors shall provide the Committee with the resources and support it needs in order to perform its duties and obligations. The Committee may obtain information from the managers and employees of the Company (subject to confidentiality, if needed) in relation to the issues it examines or to the extent it deems necessary and may also invite such persons to the meetings of the Committee. The Committee may resort to the opinions of independent experts if it deems necessary in connection with its activities.

Corporate Governance Committee

The Corporate Governance Committee fulfills the duties and responsibilities specified in the working principles and undertakes the duties assigned to it under the Articles of Association and the Communiqué on Corporate Governance. The main purpose of the Corporate Governance Committee is to assist the board of directors in compliance with corporate governance principles, including investigations in case of non-compliance with corporate governance principles and determining conflicts of interest, to oversee the investor relations unit, and to fulfill the duties assigned to the nomination committee and wage committee.

The Committee shall consist of at least three members who are either Board members or individuals who are not Board members but experts in their fields, and the chairperson of the Committee shall be elected from among the independent members of the Board of Directors. The majority of the Committee members are elected from the non-managing Board members. Manager of the investor relations unit is a natural member of the Committee. Board of Directors Member Serdar Marangoz, Independent Board Members Mehmet Hayati Öztürk and Ersin Akyüz were elected to the Corporate Governance Committee with the Board of Directors Resolution, dated July 6 2020 and numbered 2020/27. In the same resolution, it was also resolved that the Investor Relations Unit Manager shall be appointed to the Committee upon his/her appointment to the position. Independent Board Members Serpil Demirel and Fatma Dilek Bil were elected to the Corporate Governance Committee with the Board of Directors Resolution, dated September 30 2021 and numbered 2021/21 .

It has been decided with the resolution of the Board of Directors dated 16.09.2021 and numbered 2021/30, to accept the resignation of Board Member Serdar Marangoz from the Board of Directors and the Early Detection of Risk and Investment Committees, to which he was appointed with the resolution of the Board of Directors dated 06 July 2020 and numbered 2020/27.

As of report date, the members of the Corporate Governance Committee are Independent Board Members Mehmet Hayati Öztürk, Ersin Akyüz, Serpil Demirel, Fatma Dilek Bil and Investor Relations Unit Manager Mehmet Yusuf Güngör as a natural member. Serpil Demirel is the Chairperson of the Corporate Governance Committee.

Members of the Committee are appointed by the Board of Directors. Term of office shall not exceed three years and the Committee members whose term of office expired may be re-appointed.

To the extent possible, members of the Committee are appointed from among persons who do not have executive duties. Members of the Committee may be persons who are specialized in fields such as accounting, finance, audit, law, management etc.

The Committee shall convene at the Company's headquarters or at another location where the members of the Committee are present, with the frequency deemed necessary for the efficiency of its operations, but in any event at least four times per year. Committee meetings shall be timed to coincide with the Board meetings to the extent possible.

The Committee convenes with the participation of the simple majority of its members and passes decisions with the majority of the members present at the meeting. The Committee shall put all its work in writing, keep records thereof and report to the Board of Directors regarding the results of the work conducted and the meetings held by the Committee. The findings and recommendations of the Committee within the scope of its duties and responsibilities shall be immediately reported to the Board of Directors in writing. The records of the Committee meetings shall be approved by the Committee members and kept together with the decisions of the Committee.

The records are shared with the Committee members before the next meeting and officially approved during the next meeting.

The Company's investor relations unit manager or a member appointed by the committee takes the responsibility as a Rapporteur under the Chair of the Committee. The Rapporteur submits the meeting agenda and related documents to the Committee members before the meeting. The Rapporteur ensures the participation of the people whose chairperson wants to attend the meeting. /he writes down the minutes and decisions of the meeting and ensures their distribution to the relevant parties.

The Secretariat of the Board of Directors is responsible for the administrative organization of the meetings and the distribution of meeting minutes to the members of the Board of Directors and keeping the records in the resolution book.

The Corporate Governance Committee performs the duties, including but not limited to the following:

- Preparing proposals for the appointment of members to the board of directors,
- Ensuring the efficiency and independence of board members within the scope of corporate governance principles,
- Ensuring the adoption and observance of corporate governance principles by the board of directors,
 - Providing coordination and supervision for the realization of corporate governance evaluation and rating activities,
 - Conducting annual evaluation within the scope of compliance with corporate governance principles and submitting the results to the board of directors,
- Making suggestions regarding the functionality of the board of directors and committees,
- Oversight of the investor relations unit,
 - Determining the principles and guidelines for evaluations regarding remuneration and performance payments for board members and senior executives,
 - Making suggestions to the board of directors for remuneration and performance payments of board members and senior executives,
- Examining and resolving the complaints received in relation to the shareholders,

- Providing communication with the relevant committees in case the complaints received by the company are an issue concerning the audit and risk management,
- Determining whether the corporate governance principles have been observed or not and the conflicts of interest that may occur due to not fully complying with these principles, and making suggestions to the board of directors to improve the practices,
- Working on other issues that can be evaluated within the scope of corporate governance requested by the board of directors,
- Making proposals to ensure that public disclosures and analyst presentations are made in accordance with the Company's Public Disclosure Policy, especially laws and regulations development,
- Ensuring coordination and oversight regarding the execution of corporate governance evaluation and rating activities,
- Submitting the studies and recommendations to the board of directors as a report,
- The Committee conducts studies aimed at establishing a transparent system for the identification of proper candidates to the Board, the evaluation, training and awarding of such persons, and the determination of policies and strategies in connection with the foregoing. The Committee also makes recommendations regarding the number of the Board members and the executives, The Committee forms opinions regarding the attitude, principles and practices in relation to the performance evaluation career planning and awarding of the Board members and the senior management, monitors the decisions made and follows up their implementation.
- The Committee ensures that the remuneration policy regarding the Board members and the senior management are in line with the Company's management principles and practices, makes efforts to keep the balance between the remuneration policy and the Company's benefits and reports the results of the foregoing to the Board of Directors. All kinds of resources and support required by the Committee to fulfill its duties are provided by the board of directors. The committee may invite any manager it deems necessary to its meetings and hear their opinions. The committee utilizes the opinions of experts when necessary.

Early Detection of Risk Committee

The Risk Committee fulfills the duties and responsibilities specified in the working principles and undertakes the duties given to it under the Communiqué on Corporate Governance. The main purpose of the Risk Committee is to assist the board of directors in the early detection of risks that may jeopardize the existence, development and continuation of the Company, the implementation of appropriate risk management strategies, the establishment of an expert committee for risk management and fulfilling other duties given to it under the legislation.

The Risk Committee consists of at least two members. In the event that the Committee consists of two members, both of them, and in the event the Committee has more than two members, the majority of the members shall be elected from among the members of the Board of Directors who do not have executive functions. The chairman of the committee is selected from among the independent board members. Persons who are not Board members but specialized in their fields may also become Committee members.

Board Member Serdar Marangoz, Board Member Galip Ayköse, Independent Board Members Mehmet Hayati Öztürk and Ersin Akyüz were elected to the Early Risk Detection Committee with the Board of Directors resolution, dated July 6 2020 and numbered 2020/27. Members of the Committee are appointed by the Board of Directors. Term of office shall not exceed three years and the Committee members whose term of office expired may be re-appointed. Independent Board Members Serpil Demirel and Fatma Dilek Bil were elected to the Early Risk Detection Committee with the Board of Directors resolution, dated September 30 2021 and numbered 2021/21.

It has been decided with the resolution of the Board of Directors dated 16.09.2021 and numbered 2021/30, to accept the resignation of Board Member Serdar Marangoz from the Board of Directors and the Early Detection of Risk and Investment Committees, to which he was appointed with the resolution of the Board of Directors dated 06 July 2020 and numbered 2020/27.

It has been decided with the resolution of the Board of Directors dated 20.12.2021 and numbered 2021/41, to accept the resignation of Board Member Galip Ayköse from the Board of Directors and the Early Detection of Risk and Investment Committees, to which he was appointed with the resolution of the Board of Directors dated 06 July 2020 and numbered 2020/27.

As of the report date, the members of the Early Detection of Risk Committee are Independent Members of the Board of Directors Mehmet Hayati Öztürk, Ersin Akyüz, Serpil Demirel, and Fatma Dilek Bil. The Early Detection of Risk Committee is chaired by Mehmet Hayati Öztürk.

Members of the Early Detection of Risk Committee are determined by the Board of Directors. The term of office shall not exceed three years and the Committee members whose terms have expired may be reassigned.

The members of the Early Detection of Risk Committee are elected from among the non-executive members, if possible. They may serve in the Early Detection of Risk Committee.

To the extent possible, members of the Committee are appointed from among persons who do not have executive duties. Members of the Committee may be persons who are specialized in fields such as accounting, finance, audit, law, management etc.

The Committee shall convene at the Company's headquarters or at another location where the members of the Committee are present, with the frequency deemed necessary for the efficiency of its operations, but in any event at least four times per year. Committee meetings shall be timed to coincide with the Board meetings to the extent possible. The Committee convenes with the participation of the simple majority of its members and passes decisions with the majority of the members present at the meeting. The Committee shall put all its work in writing, keep records thereof and report to the Board of Directors regarding the results of the work conducted and the meetings held by the Committee. The findings and recommendations of the Committee within the scope of its duties and responsibilities shall be immediately reported to the Board of Directors in writing. The records of the Committee meetings shall be approved by the Committee members and kept together with the decisions of the Committee. The Company's manager responsible for risk management or law and compliance manager takes the responsibility as a Rapporteur under the Chair of the Committee. The Rapporteur submits the meeting agenda and related documents to the Committee members before the meeting. The Rapporteur ensures the participation of the people whose chairperson wants to attend the meeting. The Rapporteur writes down the minutes and decisions of the meeting and ensures their distribution to the relevant parties.

The Secretariat of the Board of Directors is responsible for the administrative organization of the meetings and the distribution of meeting minutes to the members of the Board of Directors and keeping the records in the resolution book.

The Risk Committee performs the duties including but not limited to the following:

- Identifying and periodically evaluating the existing and potential operational, strategic, compliance, financial and other risks and preparing recommendation for the taking of measures against such risks;
- Making recommendations for the establishment of risk management systems and systems aimed at forming the organizational infrastructure within the Company and increasing the functionality of such systems,
- Recommending solutions against the risks relating to the Board of Directors and the audit committee,
- Identifying, evaluating and monitoring existing and potential risk elements that may affect the achievement of the company goals within the framework of the corporate risk management systematic and determining the principles for managing the relevant risks in accordance with the risk profile of the Company and ensuring their application in decision mechanisms,
- Establishing a corporate risk management approach throughout the company, ensuring the establishment and maintenance of an effective risk management framework,
- Carrying out studies to determine the risk policies and relevant standards and methodologies used in managing risks within the Company and submitting them to the approval of the Board of Directors,
- Conducting studies to prepare policies that define the company's risk appetite and comply with the strategic plans and targets approved by the board of directors, and submitting the works to the board of directors for approval,
- Creation of the proposal for the indicators and their levels within the scope of risk appetite and submission to the board of directors for approval, monitoring the indicators and, where necessary, presenting the results, assessments and recommendations to the board of directors,

- Ensuring the effective implementation of the company's strategies and risk appetite throughout the company,
- Providing adequate information to the members of the Board of Directors about the company's risk-creating activities, including strategic management, capital and resource management, risk profile, risk appetite, business activities, financial performance and reputation, and submitting recommendations on this matter to the board of directors,
 - Ensuring that internal processes are maintained, including stress testing when appropriate, in order to ensure that capital and liquidity levels and assets-liabilities structure are compatible with the normal and stressful conditions of the company,
- Evaluating and suggesting risk management strategies for risks to be accepted and managed, shared or completely eliminated in the Company regarding the risks assessed according to probability and impact calculations,
 - Presenting opinions to the Board of Directors to establish internal control systems, including the processes of risk management and information systems, which can minimize the effects of risks that may affect the stakeholders of the Company, especially the shareholders,
 - Ensuring the integration of risk management and internal control systems into the corporate structure and business processes of the company,
- Evaluating and approving the risk studies carried out within the company, informing the board of directors when necessary, and submitting suggestions,
 - Evaluating the development and maintenance of management reports to ensure that information is timely, accurate and relevant,
- Monitoring the final status of the audit issues and findings, the effectiveness of the actions taken and evaluation of effectiveness,
- Oversight of business continuity management activities,
- Reviewing the risk management systems at least once a year and monitoring the implementation of the practices in the relevant departments that undertake the responsibility of risk management in accordance with the Risk Committee decisions,
- Identifying technical bankruptcy in a timely manner, if any, warning the Board of Directors in relation to the matter and making recommendations regarding the measures to be taken,

- Submitting a report to the Board of Directors every three months evaluating the situation, pointing towards the hazards and the applicable solutions, sending these reports to the auditor, audit committee and internal audit department as well and
- Preparing annual reports to be submitted to the Board of Directors, aimed at providing a basis for the Board's evaluation of the Committee's efficiency, which shall be included in the annual activity report and cover issues such as the number of members, meeting frequency and activities of the Committee.

The Board of Directors shall provide the Committee with all kinds of resources and support it needs in order to perform its duties and obligations. The Committee may invite any executive it deems appropriate to the Committee meetings and inquire about their opinions. If it deems necessary, the Committee may resort to the opinions of individuals specialized in their fields. The reports submitted to the board of directors shall also be forwarded to the independent auditor. The board of directors shall have the final discretion.

Investment Committee

The Investment Committee fulfills the duties and responsibilities specified in the working principles and undertakes the duties given to it under the Articles of Association. The purpose of the Committee is to evaluate the investment and business development projects in excess of USD 1 million, in line with the purpose and subject of the Company's articles of association, submit them to the approval of the Board of Directors and carry out the follow-up processes.

The Investment Committee consists of at least three members. Upon resolution of the Board of Directors, dated July 6, 2020 and numbered 2020/27, Chairman of the Board İdris Küpeli, General Manager Ömer Fatih Keha, Board Member Galip Ayköse, Independent Board Members Mehmet Hayati Öztürk and Ersin Akyüz were elected as members of the Investment Committee. Independent Board Members Serpil Demirel and Fatma Dilek Bil were elected to the Investment Committee with the Board of Directors resolution, dated September 30 2021 and numbered 2021/21

It has been decided with the resolution of the Board of Directors dated 20.12.2021 and numbered 2021/41, to accept the resignation of Board Member Galip Ayköse from the Board of Directors and the Early Detection of Risk and Investment Committees, to which he was appointed with the resolution of the Board of Directors dated 06 July 2020 and numbered 2020/27.

As of the report date, the members of the Investment Committee are: Chairman of the Board of Directors İdris Küpeli, General Manager Ömer Fatih Keha, Independent Members of the Board Mehmet Hayati Öztürk, Ersin Akyüz, Serpil Demirel and Fatma Dilek Bil. The Chairman of the Investment Committee is İdris Küpeli.

Members of the Committee are appointed by the Board of Directors. Term of office shall not exceed three years and the Committee members whose term of office expired may be re-appointed.

The Committee shall convene once in three months. If the frequency deemed necessary for the efficiency of its operations, the Committee shall convene at the Company's headquarters or at another location where the members of the Committee are present. Committee meetings shall be timed to coincide with the Board meetings to the extent possible. The Committee convenes with the participation of the simple majority of its members and passes decisions with the majority of the members present at the meeting. The Committee shall put all its work in writing, keep records thereof and report to the Board of Directors regarding the results of the work conducted and the meetings held by the Committee. The findings and recommendations of the Committee within the scope of its duties and responsibilities shall be immediately reported to the Board of Directors in writing. The records of the Committee meetings shall be approved by the Committee members and kept together with the decisions of the Committee. The records are shared with the Committee members before the next meeting.

The Company's financial manager or a member appointed by the committee takes the responsibility as a Rapporteur under the Chair of the Committee. The Rapporteur submits the meeting agenda and related documents to the Committee members before the meeting. The Rapporteur ensures the participation of the people whose chairperson wants to attend the meeting. The Rapporteur writes down the minutes and decisions of the meeting and ensures their distribution to the relevant parties.

The Secretariat of the Board of Directors is responsible for the administrative organization of the meetings and the distribution of meeting minutes to the members of the Board of Directors and keeping the records. The Investment Committee shall evaluate the Investment Projects to be carried out within the Company, its subsidiaries or affiliates and reports their opinions on the relevant investment to the Board of Directors. The relevant reporting shall be prepared by taking into account the project baseline and feasibility analyses, project finance analyses, budget approval and Investment Criteria. The Board of Directors shall be authorized to take investment decisions regarding Investment Projects. However, the Board of Directors cannot take investment decisions without the Investment Committee's opinion on the relevant Investment Project.

Investment Projects are required to be carried out in accordance with the following criteria:

- Not making any investment in power plants where fossil fuels are used for energy production;
 - Not making any investments that are incompatible with the sustainability, environment, occupational health and safety, governance and social policies of the company;
 - No conflict with the obligations under existing agreements, including those under financing arrangements;
- Target of a minimum 10% equity IRR in USD terms, in assets under development and/or construction;
- Not having more than 20% of Gross Asset Value invested in any single asset, to the extent the relevant asset will not have significant and strategic importance for the Company's growth opportunities and long term strategies;
- The total investment amount of the assets under construction and / or in development should not exceed 25% of the total asset value,
- Avoidance of concentration with a single counterparty that no more than 30% of the revenue to be derived from a single off-taker.
 - Not investing in projects with an adverse impact on UNESCO World Heritage sites or areas designated for nature conservation. (e.g. Wetlands of International Importance under Ramsar Convention), and
 - Not investing in projects involving child labor and forced labor.

The Board of Directors shall provide the Committee with all kinds of resources and support it needs in order to perform its duties and obligations. The Committee may invite any executive and advisor it deems appropriate to the Committee meetings and inquire about their opinions. If it deems necessary, the Committee may resort to the opinions of individuals specialized in their fields.

Sustainability, Environment, Occupational Health and Safety Committee

The Sustainability, Environment, Occupational Health and Safety Committee fulfills the duties and responsibilities specified in the working principles and undertakes the duties given to it under the Articles of Association. The main purpose of the Sustainability, Environment, Occupational Health and Safety Committee is to develop the culture of sustainability, life safety, occupational health and safety that covers the Company's employees and all business facilities, and to proactively adopt and develop a safe behavior approach, including environmental regulations and activities. In addition, it is to inform the board of directors about preventive/remedial measures to ensure the implementation of sustainability principles, areas that may create opportunities and results of activities.

The Sustainability, Environment, Occupational Health and Safety Committee consists of at least one board member or General Manager, Operations Director, Maintenance and Projects Director, Sustainability & Occupational Health and Safety ("OHS") & Environment and Integrated Management System ("IMS") Manager. In the event that there are items on stakeholder engagement and social impact in the meeting agenda of the Sustainability, Environment, Occupational Health and Safety Committee the participation of the Human Resources Director and Corporate Communication Manager shall also be ensured. The member of the board of directors chairs the Committee. Upon resolution of the Board Directors, dated July 6, 2020 and numbered 2020/27, General Manager Omer Fatih Keha, Operations Director Adnan Can, Maintenance and Project Director Huseyin Günlü and Sustainability & OHS & IMS Manager Fatih Peker were elected to the Sustainability, Environment, Occupational Health and Safety Committee. Upon resolution of the Board Directors, dated September 30, 2021 and numbered 2021/21, Independent Board Members Serpil Demirel, Fatma Dilek Bil, Mehmet Hayati Öztürk and Ersin Akyüz were elected to the Sustainability, Environment, Occupational Health and Safety Committee. The Chairperson of the Sustainability, Environment, Occupational Health, and Safety Committee is Fatma Dilek Bil.

The Sustainability, Environment, Occupational Health and Safety Committee members are appointed by the board of directors. The term of office cannot exceed three years and committee members whose term of office has expired may be re-appointed.

The Sustainability, Environment, Occupational Health and Safety Committee shall convene once in three months. If the frequency deemed necessary for the efficiency of its operations, the Occupational Health, Safety and Environment Committee shall convene at the Company's headquarters or at another location where the members of the Committee are present. Committee meetings shall be timed to coincide with the Board meetings to the extent possible.

The Sustainability, Environment, Occupational Health and Safety Committee convenes with the participation of the simple majority of its members and passes decisions with the majority of the members present at the meeting.

The Sustainability, Environment, Occupational Health and Safety Committee shall put all its work in writing, keep records thereof and report to the Board of Directors regarding the results of the work conducted and the meetings held by the Committee. The findings and recommendations of the Occupational Health, Safety and Environment Committee within the scope of its duties and responsibilities shall be immediately reported to the Board of Directors in writing. The records of the Sustainability, Environment, Occupational Health and Safety Committee meetings shall be approved by the Committee members and kept together with the decisions of the Committee. The Company's OHS, Environment and IMS Manager or a member appointed by the committee assumes the responsibility of the Rapporteur depending on the Committee Chairman. The Rapporteur submits the meeting agenda and related documents to the Committee members before the meeting. The Rapporteur ensures the participation of the people whose chairperson wants to attend the meeting. The Rapporteur writes down the minutes and decisions of the meeting and ensures that they are distributed to the relevant parties.

The secretariat of the board of directors is responsible for the administrative organization of the meetings and the distribution of the meeting minutes to the members of the board of directors and keeping the decisions in the decision book.

The Sustainability, Environment, Occupational Health and Safety Committee performs the duties including but not limited to the following:

- Considering the feedback from the OHS Board and the Life Safety Subcommittee and field personnel, OHS performance and targets;
- Studies that will ensure continuous improvement and development in environmental activities;
- Evaluating the feedback on environmental and social performance, energy consumption, waste management, environmental and social risks;
- KPI practices and evaluation of related issues;
- Dissemination of OHS culture and evaluation of planned management walks and audit results;
- Monitoring and reporting of training activities on OHS, environmental and social matters;
- Preventing work accidents and occupational diseases, following up the efforts to create healthy and safe work environments, setting targets for performance measurement, and reporting the data and information provided by the relevant units to the committee chairman board member;
- Determining, measuring, monitoring, recording, auditing and reporting the environmental and social risks and impact dimensions of the company's operations;

- Increasing organizational resilience through proactive risk prevention, monthly planned safety checks, monthly management OHS walk, regulatory preventive actions, near-miss, unsafe situation and behavior, continuous improvement of OHS performance, including LTI;

- Sustainability report and ESG scoring. The Board of Directors shall provide the Committee with all kinds of resources and support it needs in order to perform its duties and obligations. The Committee may invite any executive and advisor it deems appropriate to the Committee meetings and inquire about their opinions. If it deems necessary, the Committee may resort to the opinions of individuals specialized in their fields of expertise.

Number of committee meetings in the operational activity period;

- Audit Committee: 3 meetings were held.
- Corporate Governance Committee: 4 meetings were held.
- Early Detection of Risk Committee: 3 meetings were held.
- Investment Committee: 2 meetings were held.
- Sustainability, Environment, Occupational Health and Safety Committee: 2 meeting was held.

Management participation in relevant committees stood at 100% for the interim period (1 January 2022 - 30 September 2022).

This report has been prepared in accordance with the provisions of the "Regulation on Determination of the Minimum Content of the Annual Report of the Companies" published in the Official Gazette dated 28.08.2012 and numbered 28395 by the Ministry of Customs and Trade and Communiqué on the Principles of Financial Reporting in Capital Markets (II-14.1) by Capital Market Board has been signed and approved by the company board members whose names are written below.

Pursuant to Article 199 of the Turkish Commercial Code No. 6102, our Company's Board of Directors has given the following statement in its affiliation report regarding its relations with the controlling company and a company affiliated to the controlling company. According to the conditions and conditions known to us in all transactions made with our company, the controlling company and its affiliates in the activity period of 01.01.2022 - 30.09.2022, the legal transactions made in favor of the controlling company or an affiliate company by directing the controlling company are also valid in the 2022 operating period. All measures taken or avoided for the benefit of its affiliated company have been evaluated. We declare that our Company has not suffered such a loss and that no benefit has been provided due to a transaction that occurred in accordance with the known circumstances and conditions regarding the 2022 operating period, and that there is no equalization of the benefits or losses obtained by the controlling partner.

Chairman
İdris KÜPELİ

Vice Chairman
Ömer Fatih KEHA

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Member of Board of Directors
Mehmet Gökay ÜSTÜN

Member of Board of Directors
Asya Vuslat SALDANLI

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Independent Member of Board of Directors
Serpil DEMİREL

Independent Member of Board of Directors
Fatma Dilek BİL

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Independent Member of Board of Directors
Mehmet Hayati ÖZTÜRK

Independent Member of Board of Directors
Ersin AKYÜZ

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Consolidated Statement of Financial Position as of 30 September 2022

		Unaudited	Audited
	Notes	30 September 2022	31 December 2021
ASSETS			
Current Assests			
Cash and Cash Equivalents	3	1,265,390,834	1,525,592,118
Financial Investments	18	100,383,989	2,704,681
Trade Receivables		1,253,534,836	147,835,801
- Due from Related Parties	5	1,123,969,245	127,311,860
- Due from Third Parties	6	129,565,591	20,523,941
Other Receivables		39,906,001	22,946,045
- Due from Related Parties	5	32,095,509	15,530,259
- Due from Third Parties	7	7,810,492	7,415,786
Inventories	8	10,080,697	8,556,333
Prepaid Expenses	16	27,519,857	32,815,063
Current Tax Assets		3,380,704	-
Other Current Assets		200,687	28,417
TOTAL CURRENT ASSETS		2,700,397,605	1,740,478,458
Non-Current Assets			
Other Receivables		3,343,609	2,740,754
- Other Receivables due from Third Parties	7	3,343,609	2,740,754
Property, Plant and Equipments	9,1	21,054,524,852	20,449,461,989
Right of Use Assets	9,2	110,405,522	27,802,539
Intangible Assets	10	292,776,006	298,995,009
Prepaid Expenses		539,900	952,350
Other Non-current Assets		10,954,328	10,925,788
TOTAL NON-CURRENT ASSETS		21,472,544,217	20,790,878,429
TOTAL ASSETS		24,172,941,822	22,531,356,887

Consolidated Statement of Financial Position as of 30 September 2022

		Unaudited	Audited
	Notes	30 September 2022	31 December 2021
LIABILITIES			
Current Liabilities			
Short-term portion of Long-term Financial Liabilities	13	985,607,677	763,819,958
Lease Liabilities	13	6,695,426	4,734,769
Trade Payables		369,615,134	68,147,916
- Due to Related Parties	5	6,295,144	4,124,009
- Due to Third Parties	6	363,319,990	64,023,907
Liabilities for Employee Benefits	12	2,671,916	1,471,629
Other Payables		621,149	491,732
- Due to Third Parties		621,149	491,732
Current Provisions		20,231,598	20,643,094
- Short-term Provisions for Employee Benefits	11	12,119,303	6,506,072
- Other Short-term Provisions	11	8,112,295	14,137,022
Other Current Liabilities	17	59,555,251	17,324,105
TOTAL CURRENT LIABILITIES		1,444,998,151	876,633,203
Non-Current Liabilities			
Financial Liabilities	13	11,989,818,573	9,292,574,451
Lease Liabilities	13	25,452,288	25,143,494
Other Payables		43,288,385	37,092,472
- Due to Related Parties	5	43,288,385	37,092,472
Non-current Provisions		28,857,028	11,543,311
- Long-Term Provisions for Employee Benefits	11,4	28,857,028	11,543,311
Deferred Tax Liabilities		2,259,245,008	2,485,110,016
TOTAL NON-CURRENT LIABILITIES		14,346,661,282	11,851,463,744
TOTAL LIABILITIES		15,791,659,433	12,728,096,947
EQUITY			
Paid-in Capital		705,000,000	705,000,000
Share Premium / Discount		91,418,338	91,418,338
Treasury Shares (-)		(47,208,198)	-
Restricted Reserves		48,732,064	1,523,866
Other Comprehensive Income that will not be reclassified to profit or loss in subsequent periods		12,829,745,518	13,228,664,194
- Gains on Revaluation of Property, Plant and Equipment		12,838,060,977	13,225,881,526
- Actuarial Gains / (Losses) on Defined Benefit Plans		(8,315,459)	2,782,668
Other Comprehensive Income that may be reclassified to loss or profit in subsequent periods		(5,269,732,066)	(3,000,188,096)
- Reserve of (Losses) Gains on Cash Flow Hedge		(5,269,732,066)	(3,000,188,096)
Accumulated Losses		(882,546,011)	(1,102,866,722)
Net Income / (Loss) for the Period		905,872,744	(120,291,640)
Equity Attributable to Equity Holders of the Parent		8,381,282,389	9,803,259,940
TOTAL EQUITY		8,381,282,389	9,803,259,940
TOTAL EQUITY AND LIABILITIES		24,172,941,822	22,531,356,887

Consolidated Statement of Profit or Loss and Other Comprehensive Income as of 30 September 2022

	Notes	Unaudited 1 January - 30 September 2022	Unaudited 1 July - 30 September 2022	Unaudited 1 January - 30 September 2021	Unaudited 1 July - 30 September 2021
Loss or Profit Statement					
Revenue	4	3,001,470,038	967,633,778	906,156,962	276,502,838
Cost of Sales (-)		(1,037,778,521)	(331,225,407)	(519,593,729)	(177,851,355)
Gross Profit		1,963,691,517	636,408,371	386,563,233	98,651,483
General Administrative Expenses (-)		(110,080,988)	(38,331,410)	(70,713,577)	(17,544,277)
Other Operating Income		371,665,175	159,604,629	4,874,319	92,686
Other Operating Expenses (-)		(6,485,413)	(1,905,507)	(12,902,992)	(5,383,140)
Operating Profit		2,218,790,291	755,776,083	307,820,983	75,816,752
Gains from Investing Activities		4,951,528	717,414	2,110,586	561,929
Profit Before Net Finance (Expense) / Income		2,223,741,819	756,493,497	309,931,569	76,378,681
Finance Income		549,093,123	255,922,477	108,155,827	35,968,581
Finance Expense (-)		(1,522,126,949)	(760,408,138)	(389,660,493)	(146,576,863)
Net Finance Expense		(973,033,826)	(504,485,661)	(281,504,666)	(110,608,282)
(Loss) / Gain Before Tax		1,250,707,993	252,007,836	28,426,903	(34,229,601)
Tax Expense		(344,835,249)	(79,202,959)	(20,135,673)	(13,455,041)
- Current Tax Expense (-)		-	-	(17,581,616)	(17,581,616)
- Deferred Tax Expense (-)		(344,835,249)	(79,202,959)	(2,554,057)	4,126,575
Net Income for the Period		905,872,744	172,804,877	8,291,230	(47,684,642)
Gain Attributable To:					
Equity Holders of the Parent		905,872,744	172,804,877	8,291,230	(47,684,642)
Gain / (Loss) Earnings per share					
- Gain / (Loss) Earnings per share		1.29	0.25	0.01	(0.07)
Other Comprehensive Income that will not be reclassified to profit or loss in subsequent periods		(11,098,127)	(6,860,677)	(227,934)	1,131,484
- Actuarial (Losses)/Gains on Defined Benefit Plans		(14,413,152)	(9,116,339)	(284,918)	1,414,355
- Tax Related to Other Comprehensive Income that will not be reclassified to Loss or Profit		3,315,025	2,255,662	56,984	(282,871)
Other Comprehensive Income that may be reclassified to loss or profit in subsequent periods		(2,269,543,970)	(632,406,981)	(784,580,139)	(97,752,321)
- Reserve of (Losses) Gains on Cash Flow Hedge		(2,836,929,963)	(790,508,727)	(980,725,174)	(122,190,401)
- Tax Related to Other Comprehensive Income that will be reclassified to Loss or Profit		567,385,993	158,101,746	196,145,035	24,438,080
Other Comprehensive Income		(2,280,642,097)	(639,267,658)	(784,808,073)	(96,620,837)
Total Comprehensive Income		(1,374,769,353)	(466,462,781)	(776,516,843)	(144,305,479)

Consolidated statement of changes in equity for the periods ending on 30 September 2022 and 2021

					Other comprehensive income that will not be reclassified to (loss) or profit					Other comprehensive income that will be reclassified to (loss) or profit
	Paid-in capital	Share premium / discount	Treasury shares (-) (*)	Restricted reserves (**)	Gains on revaluation of property, plant and equipment	Actuarial (losses)/ gains on defined benefit plans	Reserve of (losses) gains on cash flow hedge	Accumulated losses	Net income / (loss) for the period	Total equity
Balance as of 1 January 2021	700,000,000	51,319,818	-	1,523,866	6,477,727,452	2,848,729	-	(773,286,902)	(567,280,969)	5,892,851,994
Transfers	-	-	-	-	-	-	-	(567,280,969)	567,280,969	-
Net income / (loss) for the period	-	-	-	-	-	-	-	-	8,291,230	8,291,230
Other comprehensive income / (expense)	-	-	-	-	-	(227,934)	(784,580,139)	-	-	(784,808,073)
Total comprehensive income	-	-	-	-	-	(227,934)	(784,580,139)	-	8,291,230	(776,516,843)
Capital increase (***)	5,000,000	-	-	-	-	-	-	-	-	5,000,000
Share premium / discount (****)	-	40,098,520	-	-	-	-	-	-	-	40,098,520
Depreciation transfers related to revaluation of property, plant and equipment	-	-	-	-	(175,791,133)	-	-	175,791,133	-	-
Balance as of 30 September 2021	705,000,000	91,418,338	-	1,523,866	6,301,936,319	2,620,795	(784,580,139)	(1,164,776,738)	8,291,230	5,161,433,671
Balance as of 1 January 2022	705,000,000	91,418,338	-	1,523,866	13,225,881,526	2,782,668	(3,000,188,096)	(1,102,866,722)	(120,291,640)	9,803,259,940
Transfers	-	-	-	-	-	-	-	(120,291,640)	120,291,640	-
Net income / (loss) for the period	-	-	-	-	-	-	-	-	905,872,744	905,872,744
Other comprehensive income / (expense)	-	-	-	-	-	(11,098,127)	(2,269,543,970)	-	-	(2,280,642,097)
Total comprehensive (expense) / income	-	-	-	-	-	(11,098,127)	(2,269,543,970)	-	905,872,744	(1,374,769,353)
Acquisition of own shares (*) (**)	-	-	(47,208,198)	47,208,198	-	-	-	(47,208,198)	-	(47,208,198)
Depreciation transfers related to revaluation of property, plant and equipment	-	-	-	-	(387,820,549)	-	-	387,820,549	-	-
Balance as of 30 September 2022	705,000,000	91,418,338	(47,208,198)	48,732,064	12,838,060,977	(8,315,459)	(5,269,732,066)	(882,546,011)	905,872,744	8,381,282,389

(*) The Company has planned to make its own share repurchase transactions in order to protect its shareholders, to contribute to the formation of a stable share price in line with its real value, and to preserve the confidence in the Company by considering that the share price did not reflect the actual performance of the Company's activities, in line with the CMB's statements on 14 February 2022, dated 21 July 2016, 25 July 2016 and 23 March 2020. It has been unanimously approved by the Board of Directors and the maximum number of shares that can be repurchased has been determined as 20,000,000 with a nominal value of 20,000,000 TL. The Company Management has evaluated that it will not have any consequences against the Company and the investors and that the use of the Company's existing resources for repurchase will not affect the Company's cash needs. In this context, the fund to be allocated for repurchase has been determined as a maximum of 170,000,000 TL, to be met from the cash generated from the Company's activities and its current resources.

The total amount of purchases provided from the internal resources of the company is 47,208,198 TL corresponding to 5,733,502 shares, and its share in the Company's capital is 0,8133%. The Company has shown TL 47,208,198 in the "Treasury Stocks (-)" account, which was paid related to the repurchase of shares.

(**) In accordance with Article 520 of the Law No. 6102, the Company has set aside a reserve fund for the shares bought back in an amount that meets the acquisition value. Since these reserves are dissolved when the treasury stocks are transferred or canceled, they are shown as "Restricted Reserves".

(***) With the decision of the Board of Directors dated 26 April 2021 and numbered 11, the Company's issued capital increased by TL 5,000,000 in cash and was registered with the Turkish Trade Registry Gazette dated 10 June 2021 and numbered 10346.

(****) 5,000,000 shares of the Company with a nominal value of 1 TL were offered to the public on 29 April 2021 and were sold at TL 9.9 per share. The amount of TL 5,000,000 was used in the capital increase and the remaining portion was recorded in the "Share Premium / (Discounts)" account. Expenses amounting to TL 4,401,480 incurred within the scope of initial public offering was deducted from Share Premium / (Discount) within the scope of IAS 32.

Consolidated statement of cash flow for the periods ended 30 September 2022 and 2021

	Notes	Unaudited 1 January - 30 September 2022	Unaudited 1 January - 30 September 2021
A. CASH FLOWS FROM OPERATING ACTIVITIES		2,392,955,822	806,277,674
Net income / (loss) for the period		905,872,744	8,291,230
<i>Net income / (loss) for the period adjustment to reconcile</i>		2,358,343,871	722,732,397
Adjustment related to amortization and depreciation	9-10	575,180,155	329,972,512
Adjustment related to provisions		3,538,750	1,742,083
Adjustment related to incomes / (expenses) of interest, net		569,234,991	327,214,573
Adjustment related to Tax income / (expense)		344,835,249	20,135,673
Adjustment related to exchanges differences		870,297,491	47,789,052
Adjustment related to gains of sales of tangible & intangible assets, net		(3,763,107)	(1,135,315)
Other adjustments to reconcile net (loss) / income		(979,658)	(2,986,181)
Change in working capital		(858,448,583)	75,620,577
Adjustment related to increase / (decrease) in restricted accounts		(97,679,308)	-
Adjustment related to increase / (decrease) in trade receivables		(1,105,224,427)	31,970,069
Adjustment related to increase / (decrease) in other receivables		(15,774,065)	56,484,911
Adjustment related to increase / (decrease) in the inventories		(544,706)	274,712
Adjustment related to increase / (decrease) in trade payables		299,296,083	(16,472,938)
Adjustment related to increase / (decrease) in other payables		60,277,553	1,848,932
Adjustment related to increase / (decrease) in liabilities for employee benefits		1,200,287	1,514,891
Taxes paid		(11,721,077)	-
Employee termination benefit paid	11.4	(1,091,133)	(366,530)
B. CASH FLOWS FROM INVESTING ACTIVITIES		(971,080,878)	(136,341,812)
Interest received		192,075,288	4,343,902
Inflow related to sales of tangible and intangible assets	9	5,038,654	2,182,640
Outflow related to purchase of tangible and intangible assets	9-10	(1,168,194,820)	(78,048,354)
Outflow related to payment of debts to the privatization administration		-	(64,820,000)
C. CASH FLOWS FROM FINANCIAL ACTIVITIES		(1,682,076,228)	289,403,198
Cash inflow related to proceeds from borrowings	13	-	6,207,944,950
Cash outflow related to repayment of borrowings	13	(656,200,016)	(5,707,089,212)
Cash outflow related to lease liabilities	13	(92,335,024)	(7,488,090)
Other cash inflow / (outflow)		2,171,135	(8,080,612)
Cash outflows for the acquisition of own shares		(47,208,198)	40,098,520
Capital increase		-	5,000,000
Interest paid	13	(888,504,125)	(240,982,358)
NET INCREASE / (DECREASE) CASH AND CASH EQUIVALENTS (A+B+C)		(260,201,284)	959,339,060
D. CASH AND CASH EQUIVALENTS BEGINNING OF PERIOD		1,525,592,118	145,525,078
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (A+B+C+D)		1,265,390,834	1,104,864,138

Ratios

	1 January - 30 September 2022	1 January - 30 September 2021
Gross Profit Margin	65%	43%
Operating Profit Margin	74%	34%
EBITDA Margin	93%	70%
Net Profit Margin	30%	1%