

**CONVENIENCE TRANSLATION INTO ENGLISH OF
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH**

**ANADOLU EFES BİRACILIK VE
MALT SANAYİİ ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS AS OF JUNE 30, 2021
TOGETHER WITH INDEPENDENT
AUDITOR'S REVIEW REPORT**

**(CONVENIENCE TRANSLATION OF THE REPORT ON REVIEW OF INTERIM FINANCIAL
INFORMATION ORIGINALLY ISSUED IN TURKISH)**

**REPORT ON REVIEW OF CONDENSED CONSOLIDATED
INTERIM FINANCIAL INFORMATION**

To the General Assembly of Anadolu Efes Biracılık ve Malt Sanayii A.Ş.

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Anadolu Efes Biracılık ve Malt Sanayii A.Ş. (“the Company”) and its subsidiaries (together will be referred as “the Group”) as of 30 June 2021 and the related condensed consolidated statements of profit or loss, condensed consolidated statements of other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended. Group management is responsible for the preparation and fair presentation of this condensed consolidated interim financial information in accordance with Turkish Accounting Standards 34 “Interim Financial Reporting” Standard. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Independent Auditing Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of consolidated interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Independent Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial information is not prepared, in all material respects, in accordance with TAS 34 "Interim Financial Reporting".

DRT BAGIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Member of DELOITTE TOUCHE TOHMATSU LIMITED



Koray Öztürk, SMMM
Partner

İstanbul, 12 August 2021

Convenience Translation into English of Interim Condensed Consolidated Financial Statements Originally Issued in Turkish
Anadolu Efes Biracılık ve Malt Sanayii Anonim Şirketi

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS AS OF JUNE 30, 2021**

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Convenience Translation into English of Interim Condensed Consolidated Financial Statements Originally Issued in Turkish

Anadolu Efes Biracılık ve Malt Sanayii Anonim Şirketi

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2021**

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

	Notes	Reviewed	Audited
		June 30, 2021	Reclassified (Note 2) December 31, 2020
ASSETS			
Cash and Cash Equivalents	5	12,206,307	8,524,950
Financial Investments	6	808	23,164
Trade Receivables		5,898,849	2,745,025
- Trade Receivables Due from Related Parties	26	513,672	322,831
- Trade Receivables Due from Third Parties		5,385,177	2,422,194
Other Receivables	9	233,626	162,530
- Other Receivables from Related Parties	26	179,122	115,371
- Other Receivables from Third Parties		54,504	47,159
Derivative Financial Assets	8	136,890	135,109
Inventories		3,675,155	2,708,747
Prepaid Expenses	17	809,112	660,555
Current Tax Assets		209,255	289,661
Other Current Assets	18	420,848	457,722
- Other Current Assets from Related Parties		32,000	-
- Other Current Assets from Third Parties		388,848	457,722
Subtotal		23,590,850	15,707,463
Non-current Assets Classified as Held for Sale	25	-	15,095
Current Assets		23,590,850	15,722,558
Financial Investments		806	799
Trade Receivables		2,084	1,792
- Trade Receivables Due from Third Parties		2,084	1,792
Other Receivables	9	88,894	67,529
- Other Receivables from Related Parties	26	17,409	19,266
- Other Receivables from Third Parties		71,485	48,263
Derivative Financial Assets	8	14,779	8,279
Property, Plant and Equipment	12	14,665,540	12,592,066
Right-of-Use Assets	11	340,632	327,253
Intangible Assets		23,494,466	20,466,958
- Goodwill	14	3,975,210	3,299,250
- Other Intangible Assets	13	19,519,256	17,167,708
Prepaid Expenses	17	427,125	430,999
Deferred Tax Asset	22	1,276,919	942,314
Other Non-Current Assets	18	827	821
Non-Current Assets		40,312,072	34,838,810
TOTAL ASSETS		63,902,922	50,561,368

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

Convenience Translation into English of Interim Condensed Consolidated Financial Statements Originally Issued in Turkish

Anadolu Efes Biracılık ve Malt Sanayii Anonim Şirketi

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2021**

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

	Notes	Reviewed	Audited
		June 30, 2021	Reclassified (Note 2) December 31, 2020
LIABILITIES			
Current Borrowings	7	2,107,187	2,327,687
- Current Borrowings from Third Parties		2,107,187	2,327,687
- Banks Loans	7a	2,106,989	2,327,494
- Lease Liabilities	7b	198	193
Current Portion of Non-Current Borrowings	7	3,542,577	656,805
- Current Portion of Non-Current Borrowings from Third Parties		3,542,577	656,805
- Banks Loans	7a	601,534	513,660
- Lease Liabilities	7b	93,831	112,362
- Issued Debt Instruments	7a	2,847,212	30,783
Trade Payables		9,508,147	6,196,323
- Trade Payables to Related Parties	26	829,858	569,046
- Trade Payables to Third Parties		8,678,289	5,627,277
Employee Benefit Obligations		147,809	113,117
Other Payables	9	3,295,220	2,305,485
- Other Payables to Third Parties		3,295,220	2,305,485
Derivative Financial Liabilities	8	187,936	78,280
Deferred Income	17	108,834	130,976
Current Tax Liabilities		178,984	127,950
Current Provisions		288,375	174,542
- Current Provisions for Employee Benefits		239,114	139,468
- Other Current Provisions		49,261	35,074
Other Current Liabilities	18	495,750	430,938
Current Liabilities		19,860,819	12,542,103
Long-Term Borrowings	7	11,921,245	9,180,122
- Long-term Borrowings from Third Parties		11,921,245	9,180,122
- Banks Loans	7a	2,160,066	1,816,654
- Lease Liabilities	7b	292,430	257,907
- Issued Debt Instruments	7a	9,468,749	7,105,561
Trade Payables		100,249	49,528
- Trade Payables to Third Parties		100,249	49,528
Employee Benefit Obligations		1,155	1,155
Other Payables	9	4,384	4,417
- Other Payables to Third Parties		4,384	4,417
Liabilities due to Investments Accounted for Using Equity Method	10	139,332	57,241
Derivative Financial Liabilities	8	282,224	213,420
Deferred Income	17	16,286	7,531
Non-Current Provision		249,773	230,367
- Non-Current Provision for Employee Benefits		249,773	230,367
Deferred Tax Liabilities	22	3,619,682	3,257,472
Other Non-Current Liabilities	18	3,690	3,284
Non-Current Liabilities		16,338,020	13,004,537
Equity Attributable to Equity Holders of the Parent			
Issued Capital	15	592,105	592,105
Inflation Adjustment on Capital	15	63,583	63,583
Share Premium (Discount)		204,017	1,364,733
Put Option Reserve Related with Non-controlling Interests		6,773	6,773
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		(31,923)	(32,151)
-Revaluation and Remeasurement Gain/Loss		(31,923)	(32,151)
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		5,542,838	4,409,983
- Currency Translation Differences		8,358,243	6,481,026
- Gains (Losses) on Hedge		(2,815,405)	(2,071,043)
Restricted Reserves Appropriated from Profits	15	372,939	372,939
Prior Years' Profits or Losses		6,027,799	5,213,040
Current Period Net Profit or Losses		710,294	814,759
Non-Controlling Interests		14,215,658	12,208,964
Total Equity		27,704,083	25,014,728
TOTAL LIABILITIES		63,902,922	50,561,368

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

Convenience Translation into English of Interim Condensed Consolidated Financial Statements Originally Issued in Turkish Anadolu Efes Biracılık ve Malt Sanayii Anonim Şirketi

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021**

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

	Notes	Reviewed		Reviewed	
		1 January - 30 June 2021	1 April - 30 June 2021	1 January - 30 June 2020	1 April - 30 June 2020
				Restated (Note 2)	
Revenue	4	16,546,562	10,387,229	11,583,735	7,070,215
Cost of Sales (-)		(10,675,297)	(6,467,907)	(7,580,373)	(4,389,713)
GROSS PROFIT (LOSS)		5,871,265	3,919,322	4,003,362	2,680,502
General Administrative Expenses (-)		(1,171,096)	(643,634)	(931,238)	(478,205)
Sales, Distribution and Marketing Expenses (-)		(3,132,392)	(1,824,796)	(2,309,647)	(1,231,032)
Other Income from Operating Activities	19	335,571	151,168	329,913	181,266
Other Expenses from Operating Activities (-)	19	(306,759)	(111,446)	(427,638)	(113,906)
PROFIT (LOSS) FROM OPERATING ACTIVITIES		1,596,589	1,490,614	664,752	1,038,625
Investment Activity Income	20	600,095	54,702	387,215	88,474
Investment Activity Expenses (-)	20	(26,918)	(16,042)	(28,604)	(15,316)
Share of Loss from Investments Accounted for Using Equity Method	10	(172,328)	(86,168)	(70,161)	(14,809)
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		1,997,438	1,443,106	953,202	1,096,974
Finance Income	21	1,013,586	340,955	856,975	414,500
Finance Expenses (-)	21	(1,167,679)	(543,392)	(1,245,044)	(637,904)
PROFIT (LOSS) FROM CONTINUING OPERATIONS BEFORE TAX	4	1,843,345	1,240,669	565,133	873,570
Tax (Expense) Income, Continuing Operations	4	(507,138)	(321,080)	(235,835)	(225,290)
- Current Period Tax Expense (-)		(517,426)	(322,227)	(235,024)	(141,024)
- Deferred Tax Income (Expense)		10,288	1,147	(811)	(84,266)
PROFIT/(LOSS) FROM CONTINUING OPERATIONS		1,336,207	919,589	329,298	648,280
PROFIT/(LOSS) FROM DISCONTINUED OPERATIONS	25	-	-	(4,623)	(2,182)
PROFIT/(LOSS)		1,336,207	919,589	324,675	646,098
Profit/(Loss) Attributable to		1,336,207	919,589	324,675	646,098
- Non-Controlling Interest		625,913	504,458	84,827	294,170
- Owners of Parent		710,294	415,131	239,848	351,928
Earnings / (Loss) Per Share (Full TRL)	23	1,1996	0,7011	0,4051	0,5944
Earnings / (Loss) Per Share From Continuing Operations (Full TRL)	23	1,1996	0,7011	0,4129	0,5981
Earnings / (Loss) Per Share From Discontinued Operations (Full TRL)	23	-	-	(0,0078)	(0,0037)

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

Convenience Translation into English of Interim Condensed Consolidated Financial Statements Originally Issued in Turkish Anadolu Efes Biracılık ve Malt Sanayii Anonim Şirketi

INTERIM CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

	Reviewed		Reviewed	
	1 January- 30 June 2021	1 April- 30 June 2021	1 January- 30 June 2020	1 April- 30 June 2020
PROFIT/(LOSS)	1,336,207	919,589	324,675	646,098
OTHER COMPREHENSIVE INCOME				
Other Comprehensive Income that will not be Reclassified to Profit or Loss	228	228	-	-
Gains (Losses) on Remeasurements Defined Benefit Plans	304	304	-	-
Taxes Relating to Components of Other Comprehensive Income that will not be Reclassified to Other Profit or Loss	(76)	(76)	-	-
- <i>Deferred Tax Income (Expense)</i>	<i>(76)</i>	<i>(76)</i>	-	-
Other Comprehensive Income that will be Reclassified to Profit or Loss	2,928,381	1,130,535	342,367	2,085,382
Currency Translation Differences	3,957,049	1,480,010	930,671	2,491,912
Other Comprehensive Income (Loss) Related with Cash Flow Hedge	(157,685)	(140,341)	35,493	(244,368)
Other Comprehensive Income (Loss) Related with Hedges of Net Investment in Foreign Operations (Note 27)	(1,098,006)	(278,427)	(792,134)	(292,012)
Taxes Relating to Components of Other Comprehensive Income that will be	227,023	69,293	168,337	129,850
- <i>Deferred Tax Income (Expense)</i>	<i>227,023</i>	<i>69,293</i>	<i>168,337</i>	<i>129,850</i>
OTHER COMPREHENSIVE INCOME (LOSS)	2,928,609	1,130,763	342,367	2,085,382
TOTAL COMPREHENSIVE INCOME (LOSS)	4,264,816	2,050,352	667,042	2,731,480
Total Comprehensive Income (Loss) Attributable to				
- <i>Non-Controlling Interest</i>	<i>2,421,439</i>	<i>1,074,094</i>	<i>247,851</i>	<i>995,984</i>
- <i>Owners of Parent</i>	<i>1,843,377</i>	<i>976,258</i>	<i>419,191</i>	<i>1,735,496</i>

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

Convenience Translation into English of Interim Condensed Consolidated Financial Statements Originally Issued in Turkish
Anadolu Efes Biracılık ve Malt Sanayii Anonim Şirketi

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

	Issued Capital	Inflation Adjustment on Capital	Share Premium/Discount	Put Option Reserve Related with Non-controlling Interests	Revaluation and Remeasurement Gain/ (Loss) (*)	Currency Translation Differences	Gains (Losses) on Hedge	Restricted Reserves Appropriated from Profits	Retained Earnings		Equity Attributable to Equity Holders of the Parent	Non-Controlling Interests	Total Equity	
									Other Accumulated Comprehensive Income that will not be reclassified in Profit or Loss	Other Accumulated Comprehensive Income that will be reclassified in Profit or Loss				
									Prior Years' Profits or Losses	Current Period Net Profit or Loss				
Previous Period (1 January – 30 June 2020)	Beginning Balances	592,105	63,583	2,434,374	6,773	(27,978)	5,712,414	(1,189,955)	372,939	4,178,878	1,034,162	13,177,295	11,203,005	24,380,300
	Transfers	-	-	-	-	-	-	-	-	1,034,162	(1,034,162)	-	-	-
	Total Comprehensive Income (Loss)	-	-	-	-	-	658,150	(478,808)	-	-	239,849	419,191	247,851	667,042
	- Profit (Loss)	-	-	-	-	-	-	-	-	-	239,849	239,849	84,827	324,676
	- Other Comprehensive Income (Loss)	-	-	-	-	-	658,150	(478,808)	-	-	-	179,342	163,024	342,366
	- Dividends	-	-	-	-	-	-	-	-	-	-	-	(118,944)	(118,944)
	Ending Balances	592,105	63,583	2,434,374	6,773	(27,978)	6,370,564	(1,668,763)	372,939	5,213,040	239,849	13,596,485	11,331,912	24,928,397
Current Period (1 January – 30 June 2021)	Beginning Balances	592,105	63,583	1,364,733	6,773	(32,151)	6,481,026	(2,071,043)	372,939	5,213,040	814,759	12,805,764	12,208,964	25,014,728
	Transfers	-	-	-	-	-	-	-	-	814,759	(814,759)	-	-	-
	Total Comprehensive Income (Loss)	-	-	-	-	228	1,877,217	(744,362)	-	-	710,294	1,843,377	2,421,439	4,264,816
	- Profit (Loss)	-	-	-	-	-	-	-	-	-	710,294	710,294	625,913	1,336,207
	- Other Comprehensive Income (Loss)	-	-	-	-	228	1,877,217	(744,362)	-	-	-	1,133,083	1,795,526	2,928,609
	Dividends	-	-	(1,160,716)	-	-	-	-	-	-	-	(1,160,716)	(414,745)	(1,575,461)
	Ending Balances	592,105	63,583	204,017	6,773	(31,923)	8,358,243	(2,815,405)	372,939	6,027,799	710,294	13,488,425	14,215,658	27,704,083

(*) Gains (Losses) on Remeasurements of Defined Benefit Plans.

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

Convenience Translation into English of Interim Condensed Consolidated Financial Statements Originally Issued in Turkish Anadolu Efes Biracılık ve Malt Sanayii Anonim Şirketi

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2021**

(Currency– Unless otherwise indicated thousands of Turkish Lira (TRL))

	Notes	Reviewed	
		1 January- 30 June, 2021	Reclassified (Note 2) 1 January- 30 June, 2020
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		3,380,859	2,046,232
Profit/ (Loss) from Continuing Operation for the Period		1,336,207	329,298
Profit/ (Loss) from Discontinued Operation for the Period		-	(4,623)
Adjustments to Reconcile Profit (Loss)		1,700,752	1,630,952
Adjustments for Depreciation and Amortization Expense	4	1,096,470	1,007,189
Adjustments for Impairment Loss (Reversal)	29	21,516	59,562
Adjustments for Provisions	29	70,704	47,282
Adjustments for Interest (Income) Expenses	29	337,987	233,511
Adjustments for Unrealised Foreign Exchange Losses (Gains)		138,193	225,540
Adjustments for Fair Value (Gains) Losses on Derivative Financial Instruments	29	(74,382)	51,027
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method	10	172,328	70,161
Adjustments for Tax (Income) Expenses		507,138	235,835
Adjustments for Losses (gains) on Disposal of Non-Current Assets	20	(117,786)	(18,219)
Transfer of Currency Translation Differences Previously Accounted as Other Comprehensive Income	20	(455,377)	(279,931)
Other Adjustments to Reconcile Profit (loss)		3,961	(1,005)
Change in Working Capital		766,587	173,894
Adjustments for Decrease (Increase) in Accounts Receivables		(3,180,751)	(1,265,927)
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		36,716	48,883
Adjustments for Decrease (Increase) in Inventories		(970,766)	(470,404)
Adjustments for Increase (Decrease) in Trade Accounts Payable		3,332,316	895,408
Adjustments for Increase (Decrease) in Other Operating Payables		1,549,072	965,934
Cash Flows from (used in) Operations		3,803,546	2,129,521
Payments Related with Provisions for Employee Benefits		(27,562)	(28,682)
Income Taxes (Paid) Return		(395,125)	(54,607)
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		(1,112,527)	(880,967)
Cash Outflows Arising From Purchase of Shares or Capital Increase of Joint Ventures	10	(87,000)	(126,392)
Proceeds from Sales of Property, Plant, Equipment		161,963	49,059
Cash Outflows Arising from Purchase of Property, Plant, Equipment and Intangible Assets	12,13	(1,187,490)	(803,634)
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES		1,213,298	(558,900)
Proceeds from Borrowings	7a	7,607,544	3,793,787
Repayments of Borrowings	7a	(3,872,031)	(4,018,342)
Payments of Lease Liabilities	7b	(90,988)	(85,598)
Dividends Paid		(2,188,330)	(118,944)
Interest Paid	7a	(416,494)	(324,391)
Interest Received		105,323	109,661
Other Inflows (Outflows) of Cash	29	68,274	84,927
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS BEFORE CURRENCY TRANSLATION DIFFERENCES		3,481,630	606,365
Effect of Currency Translation Differences on Cash and Cash Equivalents		215,090	230,590
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS		3,696,720	836,955
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5	8,508,135	5,796,125
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	12,204,855	6,633,080

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

