

PEGASUS HAVA TAŞIMACILIĞI A.Ş. AND ITS SUBSIDIARIES

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2023**

(Amounts are expressed in full TL and full Euros unless otherwise stated.)

NOTE 5 - RELATED PARTY TRANSACTIONS

The immediate parent and controlling party of the Group is Esas Holding. The Group has a number of operating and financial relationships with its shareholders and other entities owned by its shareholders (which will be referred to as “other related parties” below). There are no set payment terms for any of the related party transactions. The related party receivables and payables resulting from operating activities are generally not secured and interest free.

(i) Balances with Related Parties:

a) Other receivables from related parties

	30 September 2023	31 December 2022
Balances with joint ventures:		
PUEM	6.271	603.250
Balances with other related parties:		
Esasburda İnşaat Sanayi ve Ticaret A.Ş.	4.485.067	-
	4.491.338	603.250

b) Trade payables to related parties

	30 September 2023	31 December 2022
Balances with joint ventures:		
Hitit Bilgisayar	19.159.199	8.828.375
Balances with other related parties:		
Esasburda İnşaat Sanayi ve Ticaret A.Ş. (Esasburda)	-	706.969
Alarm Sağlık Hizmetleri San. ve Tic. A.Ş.(Alarm Sağlık)	60.444	60.440
	19.219.643	9.595.784

(ii) Significant Transactions with Related Parties:

Various transactions with Esas Holding consist of commissions paid. The Group records these commissions within finance expense.

The Group leases their head office building from Esasburda , another Esas Holding subsidiary, and records the expenses as depreciation and interest under leases standard. Also, the Group records the dues, electricity, water and heating expenses for the head office building.

The Group received simulator training services from PUEM until 2023 for the training of its pilots. Income is generated from labor hire and common areas used.

The Group receives software and software support services from Hitit Bilgisayar that provides informations system solutions for transportation industry.

The Group receives health services from Alarm Sağlık.

a) Other income from related parties

	1 January - 30 September 2023	1 January - 30 September 2022	1 July - 30 September 2023	1 July - 30 September 2022
Transactions with joint ventures:				
PUEM	2.030.586	2.240.177	438.442	906.263
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NOTE 5 - RELATED PARTY TRANSACTIONS

(ii) Significant Transactions with Related Parties:

b) Purchases of goods or services

	1 January- 30 September 2023	1 January- 30 September 2022	1 July - 30 September 2023	1 July - 30 September 2022
Transactions with joint ventures:				
Hitit Bilgisayar	111.278.104	45.172.628	42.461.624	18.999.381
PUEM	-	13.893.277	-	4.470.371
Transactions with other related parties:				
Alarm Sağlık	443.598	411.611	220.672	205.963
Esasburda	8.706.473	5.107.263	3.595.601	2.014.123
	120.428.175	64.592.386	46.277.897	25.697.445

c) Rent expenses

	1 January- 30 September 2023	1 January- 30 September 2022	1 July - 30 September 2023	1 July - 30 September 2022
Esasburda(*)	15.390.542	9.818.309	5.175.791	3.275.926
	15.390.542	9.818.309	5.175.791	3.275.926

(*)Rent expenses are recorded as depreciation and interest under TFRS 16 leases standard. Amounts presented above represent issued invoices.

d) Commission expenses

	1 January- 30 September 2023	1 January- 30 September 2022	1 July - 30 September 2023	1 July - 30 September 2022
Esas Holding	16.066.679	11.677.177	6.595.894	3.277.750
	16.066.679	11.677.177	6.595.894	3.277.750

(iii) Compensation of Key Management Personnel:

Key management personnel include members of the board of directors, general managers and assistant general managers. The remuneration of key management paid during the period ended 30 September 2023 and 30 September 2022 are as follows:

	1 January- 30 September 2023	1 January- 30 September 2022	1 July - 30 September 2023	1 July - 30 September 2022
Salaries and other short term benefits	37.560.024	49.970.294	16.013.474	7.862.604
Other long term benefits	67.714.016	56.100.313	-	46.405.440
	105.274.040	106.070.607	16.013.474	54.268.044