

PEGASUS HAVA TAŞIMACILIĞI A.Ş. AND ITS SUBSIDIARIES

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2023**

(Amounts are expressed in TL 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

Balances with joint ventures:	31 March 2023	31 December 2022
PUEM	328.278	603.250
	328.278	603.250

b) Trade payables to related parties

	31 March 2023	31 December 2022
Balances with joint ventures:		
Hitit Bilgisayar	15.187.842	8.828.375
Balances with other related parties:		
Esasburda İnşaat Sanayi ve Ticaret A.Ş. (Esasburda)	445.103	706.969
Alarm Sağlık Hizmetleri San. ve Tic. A.Ş.(Alarm Sağlık)	-	60.440
	15.632.945	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 receives simulator training services from PUEM for their pilots and generates revenue from labor hire and common area use.

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- 31 March 2023	1 January- 31 March 2022
Transactions with joint ventures:		
PUEM	990.153	564.571
	990.153	564.571

PEGASUS HAVA TAŞIMACILIĞI A.Ş. AND ITS SUBSIDIARIES

**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2023**

(Amounts are expressed in TL unless otherwise stated.)

NOTE 5 - RELATED PARTY TRANSACTIONS

(ii) Significant Transactions with Related Parties:

b) Purchases of goods or services

	1 January- 31 March 2023	1 January- 31 March 2022
Transactions with joint ventures:		
Hitit Bilgisayar	35.333.109	12.675.221
PUEM	-	5.108.621
Transactions with other related parties:		
Alarm Sağlık	111.463	35.565
Esasburda	2.001.859	1.245.947
	37.446.431	19.065.354

c) Rent expenses

	1 January- 31 March 2023	1 January- 31 March 2022
Esasburda(*)	5.075.655	3.271.191
	5.075.655	3.271.191

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

d) Commission expenses

	1 January- 31 March 2023	1 January- 31 March 2022
Esas Holding	4.432.454	4.093.167
	4.432.454	4.093.167

(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 31 March 2023 and 31 March 2022 are as follows:

	1 January- 31 March 2023	1 January- 31 March 2022
Salaries and other short term benefits	10.955.934	5.606.851
	10.955.934	5.606.851